

Department of the Treasury
Internal Revenue Service

For calendar year 1996, or tax year beginning _____, 1996, and ending _____, 19 _____

▶ **Instructions are separate. See page 1 for Paperwork Reduction Act Notice.****1996**

Please type or print	Name	A Employer identification number	
	Number and street, and room or suite no. (If a P.O. box, see page 4 of Instructions)	B Date incorporated	
	City or town, state, and ZIP code	C Check if a consolidated return (Attach Form 851) ☐	

D Check if: (1) ☐ Final return (2) ☐ Change of address (3) ☐ Amended return

E Check applicable box if an election has been made under section(s) ▶ (1) ☐ 953(c)(3)(C) (2) ☐ 953(d)

Tax Computation and Payments	1 Taxable income (Schedule A, line 37)	1		
	2 Taxable investment income for electing small companies (Schedule B, line 21)	2		
	3 Check if a member of a controlled group (see sections 1561 and 1563) ▶ ☐			
	Important: Members of a controlled group, see instructions on page 4.			
	a If the box on line 3 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____			
	b Enter the corporation's share of: (1) additional 5% tax (not to exceed \$11,750) \$ _____ (2) additional 3% tax (not to exceed \$100,000) \$ _____			
	4 Income tax	4		
	5 Enter amount of tax that a reciprocal must include	5		
	6 Total. Add lines 4 and 5	6		
	7a Foreign tax credit (attach Form 1118)	7a		
	b Other credits (see page 5 of instructions)	7b		
	c General business credit. Enter here and check which forms are attached: ☐ 3800 ☐ 3468 ☐ 5884 ☐ 6478 ☐ 6765 ☐ 8586 ☐ 8830 ☐ 8826 ☐ 8835 ☐ 8844 ☐ 8845 ☐ 8846 ☐ 8820 ☐ 8847	7c		
	d Credit for prior year minimum tax (attach Form 8827)	7d		
	e Total credits. Add lines 7a through 7d	7e		
	8 Subtract line 7e from line 6	8		
	9 Foreign corporations—Tax on income not connected with U.S. business.	9		
	10 Recapture taxes. Check if from: ☐ Form 4255 ☐ Form 8611	10		
	11 Alternative minimum tax (attach Form 4626)	11		
12 Personal holding company tax (attach Schedule PH (Form 1120))	12			
13 Total tax. Add lines 8 through 12	13			
14a 1995 overpayment credited to 1996.	14a			
b Prior year(s) special estimated tax payments to be applied	14b			
c 1996 estimated tax payments (See instructions)	14c			
d 1996 special estimated tax payments (See page 6 of instructions) 14d _____				
e 1996 refund applied for on Form 4466 14e (_____)				
f Enter the total of lines 14a through 14c less line 14e	14f			
g Tax deposited with Form 7004	14g			
h Credit by reciprocal for tax paid by attorney-in-fact under section 835(d).	14h			
i Other credits and payments	14i			
15 Estimated tax penalty (see page 6 of instructions). Check if Form 2220 is attached ▶ ☐	15			
16 TAX DUE. If line 14j is smaller than the total of lines 13 and 15, enter AMOUNT OWED	16			
17 OVERPAYMENT. If line 14j is larger than the total of lines 13 and 15, enter AMOUNT OVERPAID	17			
18 Enter amount of line 17 you want: Credited to 1997 estimated tax ▶ \$ _____ Refunded ▶ \$ _____	18			

Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		
	Signature of officer	Date	Title

Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed ☐	Preparer's social security no.
	Firm's name (or yours if self-employed) and address	EIN ▶		ZIP code ▶

Schedule A Taxable Income (See page 6 of instructions.)

Income	1	Premiums earned (Schedule E, line 7)	1		
	2	Dividends (Schedule C, line 14)	2		
			(a) Interest received	(b) Amortization of premium	
	3a	Gross interest			
	b	Interest exempt under section 103			
	c	Subtract line 3b from line 3a			
	d	Taxable interest. Subtract line 3c, column (b) from line 3c, column (a)	3d		
	4	Gross rents	4		
	5	Gross royalties	5		
	6	Capital gain net income (attach Schedule D (Form 1120))	6		
	7	Net gain or (loss) (Form 4797, line 20, Part II (attach Form 4797))	7		
	8	Certain mutual fire or flood insurance company premiums (section 832(b)(1)(D)).	8		
	9	Income on account of special income and deduction accounts	9		
	10	Income from protection against loss account (Schedule J, line 2e).	10		
11	Mutual interinsurers or reciprocal underwriters—decrease in subscriber accounts	11			
12	Income from a special loss discount account (attach Form 8816)	12			
13	Other income (attach schedule)	13			
14	Gross income. Add lines 1 through 13	14			
Deductions (See instructions for limitations on deductions)	15	Compensation of officers (attach schedule) (See page 7 of instructions)	15		
	16	Salaries and wages (less employment credits)	16		
	17	Agency balances and bills receivable that became worthless during the tax year	17		
	18	Rents	18		
	19	Taxes and licenses.	19		
	20a	Interest ▶ b Less tax-exempt interest exp. ▶ c Bal. ▶	20c		
	21	Charitable contributions (see page 8 of instructions for 10% limitation)	21		
	22	Depreciation (attach Form 4562)	22		
	23	Depletion.	23		
	24	Pension, profit-sharing, etc., plans	24		
	25	Employee benefit programs	25		
	26	Losses incurred (Schedule F, line 13)	26		
	27	Additional deduction (attach Form 8816)	27		
	28	Other capital losses (Schedule G, line 12, column (g))	28		
	29	Dividends to policyholders	29		
	30	Mutual interinsurers or reciprocal underwriters—increase in subscriber accounts	30		
	31	Other deductions (See page 9 of instructions) (attach schedule)	31		
	32	Total deductions. Add lines 15 through 31.	32		
	33	Subtotal. Subtract line 32 from line 14.	33		
	34a	Special deduction for section 833 organizations (Schedule H, line 6).	34a		
	b	Deduction on account of special income and deduction accounts.	34b		
	c	Total. Add lines 34a and 34b	34c		
	35	Subtotal. Subtract line 34c from line 33	35		
	36a	Dividends-received deduction (Schedule C, line 26)	36a		
b	Net operating loss deduction	36b			
c	Total. Add lines 36a and 36b	36c			
37	Taxable income (subtract line 36c from line 35). Enter here and on page 1, line 1	37			

Schedule B Part I—Taxable Investment Income of Electing Small Companies (See page 10 of instructions.)

		(a) Interest received	(b) Amortization of premium		
Income	1a Gross interest				
	b Interest exempt under section 103				
	c Subtract line 1b from line 1a				
	d Taxable interest. Subtract line 1c, column (b) from line 1c, column (a)			1d	
	2 Dividends (Schedule C, line 14)			2	
	3 Gross rents			3	
	4 Gross royalties			4	
	5 Gross income from a trade or business, other than an insurance business, and from Form 4797			5	
	6 Income from leases described in sections 834(b)(1)(B) and 834(b)(1)(C)			6	
	7 Gain from line 13, Schedule D (Form 1120)			7	
	8 Gross investment income. Add lines 1d through 7			8	
Deductions	9 Real estate taxes			9	
	10 Other real estate expenses			10	
	11 Depreciation (attach Form 4562)			11	
	12 Depletion			12	
	13 Trade or business deductions as provided in section 834(c)(8) (attach schedule)			13	
	14 Interest			14	
	15 Other capital losses (Schedule G, line 12, column (g))			15	
	16 Total. Add lines 9 through 15.			16	
	17 Investment expenses (attach schedule).			17	
	18 Total deductions. Add lines 16 and 17.			18	
	19 Subtract line 18 from line 8			19	
	20 Dividends-received deduction (Schedule C, line 26)			20	
	21 Taxable investment income. Subtract line 20 from line 19. Enter here and on page 1, line 2			21	

Part II—Invested Assets Book Values

(Complete only if claiming a deduction for general expenses allocated to investment income.)

		(a) Beginning of tax year	(b) End of tax year
22	Real estate.	22	
23	Mortgage loans	23	
24	Collateral loans	24	
25	Policy loans, including premium notes	25	
26	Bonds of domestic corporations	26	
27	Stock of domestic corporations	27	
28	Government obligations, etc.	28	
29	Bank deposits bearing interest	29	
30	Other interest-bearing assets (attach schedule).	30	
31	Total. Add lines 22 through 30.	31	
32	Add columns (a) and (b), line 31		32
33	Mean of invested assets for the tax year. Enter one-half of line 32		33
34	Multiply line 33 by .0025		34
35	Income base. Line 1b, column (a) plus line 8 less the sum of line 1b, column (b) and line 16.	35	
36	Multiply line 33 by .0375	36	
37	Subtract line 36 from line 35. Do not enter less than zero	37	
38	Multiply line 37 by .25		38
39	Limitation on deduction for investment expenses. Add lines 34 and 38.		39

Schedule C Dividends and Special Deductions (See page 10 of instructions.)		Dividends-Received	
		(a) Subject to section 832(b)(5)(B)	(b) Total dividends-received
Income			
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)	1	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)	2	
3	Dividends on debt-financed stock of domestic and foreign corporations . . .	3	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities . .	4	
5	Dividends on certain preferred stock of 20%-or-more- owned public utilities . .	5	
6	Dividends on stock of certain less-than-20%-owned foreign corporations and certain FSCs	6	
7	Dividends on stock of certain 20%-or-more-owned foreign corporations and certain FSCs	7	
8	Dividends on stock of wholly owned foreign subsidiaries and FSCs	8	
9	Dividends from affiliated companies	9	
10	Other dividends from foreign corporations not included on lines 6, 7, and 8 . .	10	
11	Income from controlled foreign corporations under subpart F (attach Forms 5471)	11	
12	Foreign dividend gross-up (section 78).	12	
13	Other dividends (attach schedule)	13	
14	Total dividends. Add lines 1 through 13. Enter here and on Schedule A, line 2, or Schedule B, line 2, whichever applies	14	
		Dividends-Received Deduction	
		(a) Subject to section 832(b)(5)(B)	(b) Total dividends-received deduction
15	Multiply line 1 by 70%	15	
16	Multiply line 2 by 80%	16	
17	Deduction for line 3 (see page 11 of instructions)	17	
18	Multiply line 4 by 42%	18	
19	Multiply line 5 by 48%	19	
20	Multiply line 6 by 70%	20	
21	Multiply line 7 by 80%	21	
22	Enter the amount from line 8	22	
23	Total. Add lines 15 through 22. (See page 11 of instructions for limitation.). . .	23	
24	Enter the amount from line 9	24	
25	Total. Add line 23, column (a), and line 24, column (a). Enter here and on Schedule F, line 10	25	
26	Total deductions. Add line 23, column (b), and line 24, column (b). Enter here and on Schedule A, line 36a, or Schedule B, line 20, whichever applies	26	

Schedule E Premiums Earned (See page 11 of instructions.)

1	Net premiums written	1		
2	Unearned premiums on outstanding business at the end of the preceding tax year:			
a	Enter 100% of life insurance reserves included in unearned premiums (section 832(b)(7)(A)) and all unearned premiums of section 833 organizations	2a		
b	Enter 90% of unearned premiums attributable to insuring certain securities	2b		
c	Discounted unearned premiums attributable to title insurance	2c		
d	Enter 80% of all other unearned premiums.	2d		
e	Total. Add lines 2a through 2d	2e		
3	Total. Add lines 1 and 2e	3		
4	Unearned premiums on outstanding business at the end of the current tax year:			
a	Enter 100% of life insurance reserves included in unearned premiums (section 832(b)(7)(A)) and all unearned premiums of section 833 organizations	4a		
b	Enter 90% of unearned premiums attributable to insuring certain securities	4b		
c	Discounted unearned premiums attributable to title insurance	4c		
d	Enter 80% of all other unearned premiums.	4d		
e	Total. Add lines 4a through 4d	4e		
5	Subtract line 4e from line 3	5		
6	Transitional adjustments under section 832(b)(7)(D). (See page 12 of instructions.)	6		
7	Premiums earned. Add lines 5 and 6. Enter here and on Schedule A, line 1.	7		

Schedule F Losses Incurred (See page 12 of instructions.)

1	Losses paid during the tax year (attach schedule).	1		
2	Balance outstanding at the end of the current tax year for:			
a	Unpaid losses on life insurance contracts	2a		
b	Discounted unpaid losses	2b		
c	Total. Add lines 2a and 2b	2c		
3	Add lines 1 and 2c	3		
4	Balance outstanding at the end of the preceding tax year for:			
a	Unpaid losses on life insurance contracts	4a		
b	Discounted unpaid losses	4b		
c	Total. Add lines 4a and 4b	4c		
5	Subtract line 4c from line 3	5		
6	Estimated salvage and reinsurance recoverable at the end of the preceding tax year	6		
7	Estimated salvage and reinsurance recoverable at the end of the current tax year	7		
8	Losses incurred (line 5 plus line 6 less line 7)	8		
9	Tax-exempt interest subject to section 832(b)(5)(B)	9		
10	Dividends-received deduction subject to section 832(b)(5)(B) (Schedule C, line 25)	10		
11	Total. Add lines 9 and 10	11		
12	Reduction of deduction under section 832(b)(5)(B). Multiply line 11 by .15	12		
13	Losses incurred deductible under section 832(c)(4). Subtract line 12 from line 8. Enter here and on Schedule A, line 26	13		

Schedule G Other Capital Losses (See page 12 of instructions.)

(Capital assets sold or exchanged to meet abnormal insurance losses and to pay dividends and similar distributions to policyholders.)

1	Dividends and similar distributions paid to policyholders	1		
2	Losses paid	2		
3	Expenses paid	3		
4	Total. Add lines 1, 2, and 3	4		
Note: Adjust lines 5 through 8 to cash method if necessary.				
5	Interest received	5		
6	Dividends received (Schedule C, line 14)	6		
7	Gross rents, gross royalties, lease income, etc., and gross income from a trade or business other than an insurance business including income from Form 4797 (include gains for invested assets only)	7		
8	Net premiums received	8		
9	Total. Add lines 5 through 8	9		
10	Limitation on gross receipts from sales of capital assets. Subtract line 9 from line 4. If zero or less, enter -0-	10		

(a) Description of capital asset	(b) Date acquired	(c) Gross sales price	(d) Cost or other basis	(e) Expense of sale	(f) Depreciation allowed (or allowable)	(g) Loss ((d) plus (e) less the sum of (c) and (f))
11						
12	Totals—column (c) must not be more than line 10. (Enter amount from column (g) in Schedule A, line 28, or Schedule B, line 15, whichever applies)					

Schedule H Special Deduction And Ending Adjusted Surplus for Section 833 Organizations (See page 12 of instructions.)

1	Health care claims incurred during the tax year	1		
2	Expenses incurred during the tax year in connection with the administration, adjustment, or settlement of health care claims	2		
3	Total. Add lines 1 and 2	3		
4	Multiply line 3 by .25	4		
5	Beginning adjusted surplus	5		
6	Special deduction. Subtract line 5 from line 4. If zero or less, enter -0-. Enter here and on Schedule A, line 34a. (See page 12 of instructions for limitation.)	6		
7	Net operating loss deduction (Schedule A, line 36b)	7		
8	Net exempt income:			
a	Adjusted tax-exempt income	8a		
b	Adjusted dividends-received deduction	8b		
9	Taxable income (Schedule A, line 37)	9		
10	Ending adjusted surplus. Add lines 5 through 9	10		

Schedule I Other Information (See page 12 of instructions.)

	Yes	No		Yes	No
1 Check method of accounting:			7 Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.)		
a ☐ Cash			If "Yes," attach Form 5471 for each such corporation.		
b ☐ Accrual			Enter number of Forms 5471 attached ▶		
c ☐ Other (specify) ▶			8 At any time during the 1996 calendar year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank, securities, or other financial accounts)? If "Yes," the corporation may have to file Form TD F 90-22.1.)		
2 Check box for kind of company:			If "Yes," enter the name of the foreign country. ▶		
a ☐ Mutual			9 During the tax year, did the corporation receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," see page 13 of the instructions for other forms the corporation may have to file		
b ☐ Stock			10 Has the corporation elected to use its own payout pattern for discounting unpaid losses and unpaid loss adjustment expenses?		
3 Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)			11a Enter the total unpaid losses shown on the corporation's annual statement:		
If "Yes," attach a schedule showing:			(1) for the current tax year: \$		
(a) name and identification number;			(2) for the previous tax year: \$		
(b) percentage owned; and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			b Enter the total unpaid loss adjustment expenses shown on the corporation's annual statement:		
4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?			(1) for the current tax year: \$		
If "Yes," enter employer identification number and name of the parent corporation ▶			(2) for the previous tax year: \$		
.....			12 Does the corporation discount any of the loss reserves shown on its annual statement?		
5 Did any individual, partnership, corporation, estate or trust at the end of the tax year, own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.)			13 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$		
Enter percentage owned ▶			14 If the corporation has an NOL for the tax year and is electing to forgo the carryback period, check here ▶ ☐		
6 Did one foreign person at any time during the tax year own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? If "Yes,"			15 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 36b, Schedule A.) . . . ▶ \$		
a Enter percentage owned ▶					
b Enter owner's country ▶					
c The corporation may have to file Form 5472. Enter number of Forms 5472 attached ▶					

Schedule J Protection Against Loss Account (See page 13 of instructions.)

(References are to section 824(d)(1) prior to its repeal by P.L. 99-514.)

1 Balance at the beginning of the year			1	
2 Subtractions (attach computation of any items on lines 2a through 2d):				
a Section 824(d)(1)(B)	2a			
b Section 824(d)(1)(C)	2b			
c Section 824(d)(1)(D)	2c			
d Section 824(d)(1)(E)	2d			
e Total. Add lines 2a through 2d. Enter here and on Schedule A, line 10.			2e	
3 Balance at the end of the year. Subtract line 2e from line 1			3	

Schedule L Balance Sheets per Books (All filers are required to complete this schedule.)

Assets		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
1	Cash				
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see page 16 of instructions)				
6	Other current assets (attach schedule)				
7	Loans to stockholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation	()		()	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	()		()	
14	Other assets (attach schedule)				
15	Total assets				
Liabilities and Stockholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Insurance liabilities (See page 16 of instructions)				
19	Other current liabilities (attach schedule)				
20	Loans from stockholders				
21	Mortgages, notes, bonds payable in 1 year or more				
22	Other liabilities (attach schedule)				
23	Capital stock: a Preferred stock				
	b Common stock				
24	Paid-in or capital surplus				
25	Retained earnings—Appropriated (attach schedule)				
26	Retained earnings—Unappropriated				
27	Less cost of treasury stock		()		()
28	Total liabilities and stockholders' equity				

Schedule M-1 Reconciliation of Income (Loss) per Books with Income per Return (See page 14 of instructions.)
(The corporation is not required to complete Schedules M-1 and M-2 below if the total assets on line 15, column (d), of Schedule L are less than \$25,000.)

1	Net income (loss) per books		7	Income recorded on books this year not included in this return (itemize)	
2	Federal income tax		a	Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize)		8	Deductions in this tax return not charged against book income this year (itemize)	
5	Expenses recorded on books this year not deducted in this return (itemize)		a	Depreciation \$	
a	Depreciation \$		b	Contributions carryover \$	
b	Contributions carryover \$				
c	Travel and entertainment \$		9	Add lines 7 and 8	
6	Add lines 1 through 5		10	Income (Schedule A, line 35)—subtract line 9 from line 6	

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (line 26, Schedule L)

1	Balance at beginning of year		5	Distributions: a Cash	
2	Net income (loss) per books			b Stock	
3	Other increases (itemize)			c Property	
			6	Other decreases (itemize)	
			7	Add lines 5 and 6	
4	Add lines 1, 2, and 3.		8	Balance at end of year (subtract line 7 from line 4)	

