

**FORM 1041**

U.S. Treasury Department  
Internal Revenue Service

**U.S. FIDUCIARY INCOME TAX RETURN**  
**(FOR ESTATES AND TRUSTS) FOR CALENDAR YEAR**

or other taxable year beginning ..... 1965  
and ending ..... 19...

**1965**

PLEASE TYPE OR PRINT

Check whether:

- Estate
- Simple trust
- Complex trust

If Trust, check whether:

- Testamentary
- Inter Vivos

Name of estate or trust

Employer Identification Number  
of Estate or Trust

Name, address, and title of fiduciary

Postal ZIP code

Simple trusts are not required to fill in Schedules E, F, and G. They need complete  
only the lines and schedules that apply to them. See page 2 of instructions.

INCOME

- |  |       |
|--|-------|
| 1. Dividends (enter full amount before exclusion) .....                                      | ..... |
| 2. Interest on bank deposits, notes, corporation bonds, etc. ....                            | ..... |
| 3. Interest on tax-free covenant bonds upon which a Federal income tax was paid at source .. | ..... |
| 4. Interest on Government obligations, etc. ....   | ..... |
| 5. Income from partnerships and other fiduciaries (instruction 5) .....                      | ..... |
| 6. Gross rents and royalties .....   | ..... |
| 7. Gross profit (or loss) from trade or business .....                                       | ..... |

Schedule A.—EXPLANATION OF DEDUCTIONS CLAIMED ON LINES 11, 12, and 15, PAGE 1 (see instruction 36)

Table with 6 columns: Line No., Explanation, Amount, Line No., Explanation, Amount. It is a grid for listing deductions.

Schedule B.—EXPLANATION OF DEDUCTION FOR DEPRECIATION (see instruction 37)

This schedule is designed for taxpayers using the alternative guidelines and administrative procedures described in Revenue Procedure 62-21 as well as for those taxpayers who wish to continue using procedures authorized prior to the revenue procedure.

Table for depreciation with 8 columns: 1. Group and guideline class, 2. Cost or other basis at beginning of year, 3. Asset additions in year (amount), 4. Asset retirements in year (amount), 5. Depreciation allowed or allowable in prior years, 6. Method of computing depreciation, 7. Class life Rate (%), 8. Depreciation for this year. Includes rows for total additional first-year depreciation and totals.

Schedule C.—BENEFICIARIES' SHARES OF INCOME AND CREDITS (estates and complex trusts, see instruction 38)

Table with 3 columns: 1. Name of each beneficiary, 2. Address, 3. Social security number. Includes rows (a) through (d) and a Totals row.

Continuation of Schedule C

Table with 4 columns: 4. Amount of income required to be distributed currently, 5. Other amounts paid, credited, or otherwise required to be distributed, 6. Domestic dividends qualifying for exclusion, 7. Income taxable to beneficiaries less portion reportable in cols. 6, 8, 9, and 10. Includes rows (a) through (d) and a Totals row.

Continuation of Schedule C

Table with 6 columns: 8. Net short-term capital gain, 9. Net long-term capital gain (100%), 10. Tax-exempt income, and foreign income of a foreign trust, 11. Federal income tax paid at source, 12. Income and profits taxes paid to a foreign country or United States possession, 13. Depreciation and depletion. Includes rows (a) through (d) and a Totals row.

ADDITIONAL INFORMATION REQUIRED

- 1. Was a Form 1041 filed for last year?
2. Date trust was created or, if an estate, date of decedent's death.
3. If copy of will or trust instrument and statement required under General Instruction "H" has been filed do not file again but enter date and place where filed.
4. If you had tax-exempt income, have you deducted only that portion of expenses allocable to taxable income?
5. If return is for a trust, enter name and address of grantor:
6. If return is for an estate, has a United States Estate Tax Return been filed?
7. Has final distribution of assets been made during the year?

Schedule D.—GAINS AND LOSSES FROM SALES OR EXCHANGES OF PROPERTY (see instruction 39)

Part I—CAPITAL ASSETS

Short-Term Capital Gains and Losses—Assets Held Not More Than 6 Months

Table with 7 columns: a. Kind of property, b. Date acquired, c. Date sold, d. Gross sales price, e. Depreciation allowed, f. Cost or other basis, g. Gain or loss. Includes lines 1-4 for short-term gains and losses.

Long-Term Capital Gains and Losses—Assets Held More Than 6 Months

Table with 7 columns: a. Kind of property, b. Date acquired, c. Date sold, d. Gross sales price, e. Depreciation allowed, f. Cost or other basis, g. Gain or loss. Includes lines 5-8 for long-term gains and losses.

CAPITAL GAINS AND LOSSES

Summary table for Capital Gains and Losses with columns: 1. Beneficiaries, 2. Fiduciary, 3. Total. Includes lines 9-11.

Enter on line 8(a), page 1, the net gain shown on line 11, column 3, above. If net loss on line 11, column 3, above, enter as loss on line 8(a), page 1, whichever of the following is the smallest amount: (i) the amount of the loss, (ii) taxable income computed without regard to capital gains and losses and the deduction for personal exemption, or (iii) \$1,000.

COMPUTATION OF FIDUCIARY'S CAPITAL GAINS DEDUCTION

Table for computation of fiduciary's capital gains deduction with lines 12(a-e).

Part II—GAIN FROM DISPOSITION OF DEPRECIABLE PROPERTY UNDER SECTIONS 1245 AND 1250—Assets Held More Than 6 Months—Where double headings appear, use the first heading for section 1245 and the second heading for section 1250.

Main table for Part II with columns: a. Kind of property, b. Date acquired, c. Date sold, d. Gross sales price, e. Cost or other basis, f. Depreciation allowed, g. Adjusted basis, h. Total gain, i. Ordinary gain, j. Other gain. Includes lines 13-15.

COMPUTATION OF ALTERNATIVE TAX

If fiduciary had a net long-term capital gain or an excess of net long-term capital gain over net short-term capital loss shown in column 2, line 11, page 3, and line 24, page 1, exceeds \$26,000, it may be to his advantage to make the alternative tax computation.

- 16. Income from line 24, page 1
17. 50% of amount on line 12(e), page 3.
18. Balance (line 16 minus line 17)
19. Tax on amount on line 18 (see tax rate schedule in instruction 25)
20. 50% of amount on line 17, above.
21. Alternative tax (line 19 plus line 20); if less than line 25, page 1, enter this amount on line 26, page 1.

Part III—PROPERTY OTHER THAN CAPITAL ASSETS

Table with 7 columns: a. Kind of property, b. Date acquired, c. Date sold, d. Gross sales price, e. Depreciation allowed, f. Cost or other basis, g. Gain or loss.

Schedule E.—COMPUTATION OF CHARITABLE DEDUCTION (see instruction 40) (submit statement giving name and address of charitable organization)

- 1. Amounts paid or permanently set aside for charitable purposes from current year's income.
2. Tax-exempt interest and foreign income of a foreign trust allocable to charitable distribution.
3. (a) Long-term capital gain included on line 1. (b) Enter gain on line 10, column 2, Schedule D, minus loss on line 9, column 2, Schedule D. (c) Enter gain on line 10, column 3, Schedule D, minus loss on line 9, column 3, Schedule D.
4. Enter 50% of the smallest of line 3(a), line 3(b), or line 3(c)
5. Enter sum of line 2 and line 4.
6. Balance (line 1 minus line 5)
7. Enter short-term capital gains and 50% of the long-term capital gains of the current taxable year allocable to corpus, paid or permanently set aside for charitable purposes.
8. Amounts paid or permanently set aside for charitable purposes other than from income of the current year
9. Total (line 6 plus lines 7 and 8). Enter here and on line 14, page 1

Schedule F.—COMPUTATION OF DISTRIBUTABLE NET INCOME (see instruction 41)

- 1. Enter amount from line 17, page 1.
2. Add: (a) Tax-exempt interest (as adjusted). (b) Foreign income of a foreign trust (as adjusted). (c) Net gain shown on line 11, column 1, Schedule D. If net loss, enter zero. (d) Lines 4 and 7, Schedule E. (e) Short-term capital gain included on line 1, Schedule E. (f) If amount on line 8(a), page 1, is a loss, enter amount here.
3. Total (line 1 through line 2(f))
4. If amount on line 3(a), page 1, is a gain, enter amount here.
5. Distributable net income (line 3 minus line 4)

Schedule G.—COMPUTATION OF DISTRIBUTIONS DEDUCTION (see instruction 42)

- 1. Total of columns 4 and 5 of Schedule C.
2. Enter the total of column 10, Schedule C.
3. Balance (line 1 minus line 2)
4. Enter distributable net income (line 5, Schedule F)
5. Enter the total of lines 2(a) and 2(b) of Schedule F.
6. Balance (line 4 minus line 5)
7. Distributions deduction. (Enter here and on line 18, page 1, the lesser of line 3 or line 6 above)

During the taxable year did you make an accumulation distribution as defined in Sec. 665(b) and (c)? See general instruction Q. [ ] Yes [ ] No. If "Yes," attach Schedule J (Form 1041).