Form **1120**
Department of the Treasury
Internal Revenue Service

U.S. Corporation Income Tax Return

For calendar year 2003 or tax year beginning _____, 2003, ending _____, 20____
▶ Instructions are separate. See page 20 for Paperwork Reduction Act Notice.

OMB No. 1545-0123
2003

A Check if a:
1 Consolidated return (attach Form 851) ☐
2 Personal holding co. (attach Sch. PH) ☐
3 Personal service corp. (as defined in Regulations sec. 1.441-3(c)— see instructions) ☐

Use IRS label. Otherwise, print or type.
Name
Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.)
City or town, state, and ZIP code

B Employer identification number
C Date incorporated
D Total assets (see page 8 of instructions) $

E Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change

Income	1a	Gross receipts or sales ____ **b** Less returns and allowances ____ **c** Bal ▶		1c	
	2	Cost of goods sold (Schedule A, line 8)		2	
	3	Gross profit. Subtract line 2 from line 1c		3	
	4	Dividends (Schedule C, line 19)		4	
	5	Interest		5	
	6	Gross rents		6	
	7	Gross royalties		7	
	8	Capital gain net income (attach Schedule D (Form 1120))		8	
	9	Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)		9	
	10	Other income (see page 9 of instructions—attach schedule)		10	
	11	**Total income.** Add lines 3 through 10 ▶		11	
Deductions (See instructions for limitations on deductions.)	12	Compensation of officers (Schedule E, line 4)		12	
	13	Salaries and wages (less employment credits)		13	
	14	Repairs and maintenance		14	
	15	Bad debts		15	
	16	Rents		16	
	17	Taxes and licenses		17	
	18	Interest		18	
	19	Charitable contributions (see page 11 of instructions for 10% limitation)		19	
	20	Depreciation (attach Form 4562)	20		
	21	Less depreciation claimed on Schedule A and elsewhere on return	21a	21b	
	22	Depletion		22	
	23	Advertising		23	
	24	Pension, profit-sharing, etc., plans		24	
	25	Employee benefit programs		25	
	26	Other deductions (attach schedule)		26	
	27	**Total deductions.** Add lines 12 through 26 ▶		27	
	28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11		28	
	29	**Less:** **a** Net operating loss (NOL) deduction (see page 13 of instructions)	29a		
		b Special deductions (Schedule C, line 20)	29b	29c	
Tax and Payments	30	**Taxable income.** Subtract line 29c from line 28		30	
	31	**Total tax** (Schedule J, line 11)		31	
	32	**Payments: a** 2002 overpayment credited to 2003	32a		
	b	2003 estimated tax payments	32b		
	c	Less 2003 refund applied for on Form 4466	32c ( ) **d** Bal ▶	32d	
	e	Tax deposited with Form 7004		32e	
	f	Credit for tax paid on undistributed capital gains (attach Form 2439)		32f	
	g	Credit for Federal tax on fuels (attach Form 4136). See instructions		32g	32h
	33	Estimated tax penalty (see page 14 of instructions). Check if Form 2220 is attached ▶ ☐		33	
	34	**Tax due.** If line 32h is smaller than the total of lines 31 and 33, enter amount owed		34	
	35	**Overpayment.** If line 32h is larger than the total of lines 31 and 33, enter amount overpaid		35	
	36	Enter amount of line 35 you want: **Credited to 2004 estimated tax** ▶ **Refunded** ▶		36	

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 ____

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ **Yes** ☐ **No**

Paid Preparer's Use Only

Preparer's signature ▶ | Date | Check if self-employed ☐ | Preparer's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP code ▶ | EIN | Phone no. ( )

Schedule A Cost of Goods Sold (see page 14 of instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1	8	

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost as described in Regulations section 1.471-3

(ii) ☐ Lower of cost or market as described in Regulations section 1.471-4

(iii) ☐ Other (Specify method used and attach explanation.) ►

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ► ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ► ☐

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? ☐ Yes ☐ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☐ No

Schedule C Dividends and Special Deductions (see instructions beginning on page 15)

		(a) Dividends received	(b) %	(c) Special deductions (a)	(c) Special deductions (b)
1	Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)		70		
2	Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)		80		
3	Dividends on debt-financed stock of domestic and foreign corporations (section 246A)		see instructions		
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		42		
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		48		
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction		70		
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction		80		
8	Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))		100		
9	Total. Add lines 1 through 8. See page 16 of instructions for limitation				
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100		
11	Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))		100		
12	Dividends from affiliated group members subject to the 100% deduction (section 243(a)(3))		100		
13	Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11				
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)				
15	Foreign dividend gross-up (section 78)				
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))				
17	Other dividends				
18	Deduction for dividends paid on certain preferred stock of public utilities				
19	Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1 ►				
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1 ►				

Schedule E Compensation of Officers (see instructions for line 12, page 1, on page 10 of instructions)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are $500,000 or more.

	(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned (d) Common	Percent of corporation stock owned (e) Preferred	(f) Amount of compensation
1			%	%	%	
			%	%	%	
			%	%	%	
			%	%	%	
			%	%	%	

2	Total compensation of officers	
3	Compensation of officers claimed on Schedule A and elsewhere on return	
4	Subtract line 3 from line 2. Enter the result here and on line 12, page 1	

Schedule J Tax Computation (see page 17 of instructions)

1 Check if the corporation is a member of a controlled group (see sections 1561 and 1563) . . . . ► ☐
Important: Members of a controlled group, see instructions on page 17.

2a If the box on line 1 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 more than $11,750) $
(2) Additional 3% tax (not more than $100,000) $

3 Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) . ► ☐ — 3

4 Alternative minimum tax (attach Form 4626) . . . . . — 4

5 Add lines 3 and 4 . . . . . — 5

6a Foreign tax credit (attach Form 1118) . . . . . — 6a

b Possessions tax credit (attach Form 5735) . . . . . — 6b

c Check: ☐ Nonconventional source fuel credit ☐ QEV credit (attach Form 8834) — 6c

d General business credit. Check box(es) and indicate which forms are attached.
☐ Form 3800 ☐ Form(s) (specify) ► — 6d

e Credit for prior year minimum tax (attach Form 8827) . . . . . — 6e

f Qualified zone academy bond credit (attach Form 8860) . . . . . — 6f

7 Total credits. Add lines 6a through 6f . . . . . — 7

8 Subtract line 7 from line 5 . . . . . — 8

9 Personal holding company tax (attach Schedule PH (Form 1120)) . . . . . — 9

10 Other taxes. Check if from: ☐ Form 4255 ☐ Form 8611 ☐ Form 8697
☐ Form 8866 ☐ Other (attach schedule) . . . . . — 10

11 Total tax. Add lines 8 through 10. Enter here and on line 31, page 1 . . . . . — 11

Schedule K Other Information (see page 19 of instructions)

1 Check method of accounting: a ☐ Cash
b ☐ Accrual c ☐ Other (specify) ►

2 See page 21 of the instructions and enter the:
a Business activity code no. ►
b Business activity ►
c Product or service ►

3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) . . . . . Yes ☐ No ☐
If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (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.

4 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? . . . . . Yes ☐ No ☐
If "Yes," enter name and EIN of the parent corporation ►

5 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) . . . . . Yes ☐ No ☐
If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned ►

6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) . . . Yes ☐ No ☐
If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.
If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.

7 At any time during the tax year, did one foreign person 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? . . . . . Yes ☐ No ☐
If "Yes," enter: (a) Percentage owned ►
and (b) Owner's country ►
c The corporation may have to file Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ►

8 Check this box if the corporation issued publicly offered debt instruments with original issue discount . . ► ☐
If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.

9 Enter the amount of tax-exempt interest received or accrued during the tax year ► $

10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) ►

11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ► ☐
If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3)(i) or (ii) must be attached or the election will not be valid.

12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ► $

13 Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than $250,000? . . . Yes ☐ No ☐
If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ► $

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Schedule L Balance Sheets per Books

Assets	Beginning of tax year (a)	Beginning of tax year (b)	End of tax year (c)	End of tax year (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 instructions)				
6 Other current assets (attach schedule)				
7 Loans to shareholders				

Schedule M-1

Schedule M-2