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

U.S. Life Insurance Company Income Tax Return

FOR CALENDAR YEAR **1976**

Please type or print

Name

Number and street

City or town, State, and ZIP code

A Employer identification number

B Date and place incorporated

C Check if a—

☐ Legal reserve company—If so, check
Type of company— ☐ Stock ☐ Mutual
Principal business— ☐ Life insurance
☐ Health and accident insurance

☐ Fraternal or assessment association

☐ Burial or other insurance company

D Do you have any variable annuity contracts outstanding? . . . . ☐ Yes ☐ No

E Do you have any segregated asset accounts? ☐ Yes ☐ No
If "Yes," see instruction P.

F Were you a member of a controlled group subject to the provisions of Section 1561? ☐ Yes ☐ No

If answer was "Yes," check type of relationship:

(a) Parent-subsidiary . . . . . ☐
(b) Brother-sister . . . . . ☐
(c) Combination of (a) and (b) . . . . . ☐
(See section 1563)

G Amount of total insurance liabilities. (See instruction O.)

H Enter the percentage that the total of your life insurance reserves (sec. 801 (b)) plus unearned premiums and unpaid losses (whether or not ascertained) on noncancellable life, health or accident policies not included in life insurance reserves is to your total reserves (sec. 801(c)). Attach schedule.

%

TAXABLE INCOME

1	(a) Taxable investment income (Schedule C)	1(a)		
	(b) Gain from operations (Schedule E) (If a loss, enter zero)	1(b)		
	(c) The smaller of (a) or (b)		1(c)	
2	50% of any excess of 1(b) over 1(a)		2	
3	Amount subtracted from policyholders' surplus account (line 5, Schedule G)		3	
4	Life insurance company taxable income (total of lines 1(c), 2, and 3)		4	

TAX COMPUTATION

5	Enter line 4 or $25,000, whichever is lesser (members of a controlled group, see instructions)	5	
6	Line 4 less line 5	6	
7	Enter line 6 or $25,000, whichever is lesser (members of a controlled group, see instructions)	7	
8	Line 6 less line 7	8	
9	20% of line 5	9	
10	22% of line 7	10	
11	48% of line 8	11	
12	Total of lines 9, 10, and 11	12	

TAX

13	Income tax—the lesser of line 12 (above) or line 26 of Schedule D (Form 1120L)		13	
14	**Less:** (a) Foreign tax credit (attach Form 1118)	14(a)		
	(b) Investment credit (attach Form 3468)	14(b)		
	(c) Work incentive (WIN) credit (attach Form 4874)	14(c)		
15	Total of lines 14(a), (b), and (c)		15	
16	Balance of tax (line 13 less line 15)		16	
17	Foreign corporations—tax on income not connected with U.S. business (see Tax Computation Instructions)		17	
18	Tax from recomputing a prior year investment credit (attach Form 4255)		18	
19	Tax from recomputing a prior year WIN credit (see instructions—attach computation)		19	
20	Minimum tax on tax preference items (see instructions—attach Form 4626)		20	
21	Total tax (add lines 16 through 20)		21	
22	**Credits:** (a) Overpayment from 1975 allowed as a credit	22(a)		
	(b) 1976 estimated tax payments	22(b)		
	(c) Less refund of 1976 estimated tax applied for on Form 4466	22(c) ( )		
	(d) Tax deposited with Form 7004 (attach copy)	22(d)		
	(e) Tax deposited with Form 7005 (attach copy)	22(e)		
	(f) Credit from regulated investment companies (attach Form 2439)	22(f)		
	(g) U.S. tax on special fuels, nonhighway gas and lubricating oil (attach Form 4136)	22(g)		
	(h) U.S. income tax paid or withheld at source	22(h)		
23	**TAX DUE** (line 21 less line 22). See instruction F for depositary method of payment →		23	
24	**OVERPAYMENT** (line 22 less line 21) →		24	
25	Enter amount of line 24 you want: **Credited to 1977 estimated tax** ▶ **Refunded** ▶		25	

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 the preparer has any knowledge.

Date — Signature of officer — Preparer's signature (and employer's name, if any) — Date

Title — Identifying number (see instructions) — Address and ZIP Code

218-112-1

Schedule A INVESTMENT YIELD (See instructions)

	1. Interest	2. Accrual of discount	3. Amortization of premium	4. Total (for line 1: column 1 plus column 2 less column 3)
GROSS INVESTMENT INCOME				
1 Interest:				
(a) Wholly exempt obligations (attach schedule)				
(b) U.S. obligations and U.S. instrumentalities				
(c) Loans, notes, mortgages, bank deposits, bonds, debentures, etc.				
(d) Totals				
2 Dividends (see instructions):				
(a) Domestic corporations subject to 85% deduction				
(b) Certain preferred stock of public utilities				
(c) Foreign corporations subject to 85% deduction				
(d) Qualifying dividends received from affiliated groups and subject to the 100% deduction (section 243(a)(3))				
(e) Qualifying dividends received from affiliated groups and subject to the provisions of section 1564(b)				
(f) Other (attach schedule)				
3 Gross rents (attach schedule)				
4 Gross royalties (attach schedule)				
5 Leases, terminations, etc.				
6 Net short-term capital gain reduced by any net long-term capital loss (line 10, Schedule D (Form 1120L))				
7 Gross income from trade or business other than insurance business (attach schedule)				
8 GROSS INVESTMENT INCOME (add lines 1(d) through 7)				
DEDUCTIONS				
9 Investment expenses (attach schedule) (see Schedule H)				
10 Real estate expenses (attach schedule)				
11 Depreciation (Schedule K)				
12 Depletion (attach schedule)				
13 Trade or business deductions as provided in section 804(c)(5) (attach schedule)				
14 Total deductions (add lines 9 through 13)				
15 INVESTMENT YIELD (line 8 less line 14)				

Schedule B PART I—POLICY AND OTHER CONTRACT LIABILITY REQUIREMENTS (Section 805(a)) (See instructions)

1 Adjusted life insurance reserves (from Part VI)		
2 Multiplied by the adjusted reserves rate (lesser of lines 1 or 7, Part III)	%	
3 Pension plan reserves (line 5, column 7, Part V)		
4 Multiplied by the current earnings rate (line 1, Part III)	%	
5 Interest paid (from Part VII)		
6 Policy and other contract liability requirements (add lines 2, 4 and 5)		

PART II—ASSETS (Section 805(b)(4))

	1. Beginning of taxable year	2. End of taxable year	3. Mean of column 1 and column 2 *
1 Real estate			
2 Mortgages: (a) Without service fees			
(b) With service fees			
3 Collateral loans			
4 Policy loans, including premium notes			
5 Corporate bonds			
6 Stocks			
7 Government obligations, etc. (attach schedule)			
8 Bank deposits, cash, etc.			
9 Other assets (attach schedule)			
10 Totals			

*Adjusted under section 806(a) (see instructions—attach schedule)

PART III—EARNINGS RATES (Section 805(b))

1 Current earnings rate (line 15, Schedule A, divided by line 10, column 3, Part II)	%
2 Earnings rate for first preceding year (attach schedule)	%
3 Earnings rate for second preceding year (attach schedule)	%
4 Earnings rate for third preceding year (attach schedule)	%
5 Earnings rate for fourth preceding year (attach schedule)	%
6 Total (add lines 1 through 5)	%
7 Average earnings rate (see instructions)	%

PART IV—AVERAGE INTEREST RATE ASSUMED (Section 805(c)(2))

1. Nature of reserve (life, annuity, etc.)	2. Assumed morbidity or mortality table	3. Assumed interest rate	4. Method of computation (Illinois Standards, etc.)	5. Amount of reserve at beginning of taxable year*	6. Amount of reserve at end of taxable year*	7. Mean of column 5 and 6**	8. Column 3 times column 7
1							
2							
3							
4							
5 Totals							

6 Average rate of interest assumed in computing life insurance reserves (total of column 8 divided by total of column 7) . . . %

*See instructions for section 806(b) and section 818(c) adjustments. **Adjusted under section 806(a) (attach schedule).

PART V—PENSION PLAN RESERVES (Section 805(d))

1 Section 805(d)(1)(A) reserves							
2 Section 805(d)(1)(B) reserves							
3 Section 805(d)(1)(C) reserves							
4 Section 805(d)(1)(D) reserves							
5 Totals							

PART VI—ADJUSTED LIFE INSURANCE RESERVES (Section 805(c)(1))

1 Mean of the reserves (column 7, line 5, Part IV) . . . .

2 (a) . . . 100%

(b) Plus 10 times the average rate of interest assumed (line 6, Part IV) . . .

(c) **Total** (add lines 2(a) and 2(b)) . . .

(d) 10 times the adjusted reserves rate (line 2, Part I) . . .

(e) Line (c) less line (d) . . . %

3 Adjusted life insurance reserves (line 1 multiplied by line 2(e)). Enter here and on line 1, Part I, Schedule B . .

PART VII—INTEREST PAID (Section 805(e))

1 Interest on indebtedness . . .

2 Amounts in the nature of interest . . .

3 Discount on prepaid premiums . . .

4 Interest on certain special contingency reserves . . .

5 Total interest paid (add lines 1 through 4). Enter here and on line 5, Part I, Schedule B . . .

Schedule C TAXABLE INVESTMENT INCOME (See instructions)

1 Policyholder's share (section 804) (line 6, Part I, Schedule B, divided by line 15, Schedule A) but not to exceed 100% . . . %

2 Company's share . . . %

3 Total . . . 100%

	1. Total	2. Exclusion—policyholders' share (line 1 times col. 1)	3. Company's share (col. 1 less col. 2)
4 Interest wholly tax-exempt (line 1(a), col. 4, Schedule A—see instructions)			
5 (a) Dividends from line 2(a), Schedule A			
(b) Dividends from line 2(b), Schedule A			
(c) Dividends from line 2(c), Schedule A			
(d) Dividends from line 2(d), Schedule A			
(e) Dividends from line 2(e), Schedule A			
(f) Dividends from line 2(f), Schedule A			
6 Other items of investment yield (line 15, Schedule A, less lines 4 and 5 above)			
7 Net long-term capital gain (line 11, Schedule D (Form 1120L))			
8 Totals (add lines 4 through 7)			

REDUCTIONS

9 Interest wholly tax-exempt (line 4, column 3) . . .

10 Dividends-received deduction (affiliated groups—see instructions):

(a) 85% of line 5(a), column 3 . . .

(b) 60.208% of line 5(b), column 3 . . .

(c) 85% of line 5(c), column 3 . . .

(d) Total, but not to exceed 85% of taxable investment income (line 13) computed without regard to this deduction . . .

11 Small business deduction (10% of line 15, Schedule A, not to exceed $25,000; members of a controlled group, see instructions) . . .

12 Total (add lines 9, 10(d), and 11) . . .

13 Taxable investment income (line 8 less line 12, but not less than zero). Enter here and on line 1(a), page 1 . .

Schedule E GAIN OR (LOSS) FROM OPERATIONS (See instructions)

1 Policyholder's share (section 809) (line 6, Schedule E–1, divided by line 15, Schedule A), but not to exceed 100% ____ %

2 Company's share . . . . . ____ %

3 Total 100%

	1. Total	2. Exclusion—policyholder's share (line 1 times col. 1)	3. Company's share (col. 1 less col. 2)
4 Interest wholly tax-exempt (line 1(a), column 4, Schedule A—see instructions)			
5 (a) Dividends from line 2(a), Schedule A			
(b) Dividends from line 2(b), Schedule A			
(c) Dividends from line 2(c), Schedule A			
(d) Dividends from line 2(d), Schedule A			
(e) Dividends from line 2(e), Schedule A			
(f) Dividends from line 2(f), Schedule A			
6 Other items of investment yield (line 15, Schedule A less 4 and 5 above)			
7 Totals (add lines 4 through 6)			

8 Net long-term capital gain (line 11, Schedule D (Form 1120L)) . . . . . .

9 Gross premiums ..... **Less:** Return premiums, etc. .....

10 (a) Decrease in reserves (after adjustment under section 810(a)) (attach schedule) . . . . . .

(b) Decrease in section 811(b)(2) reserves (see line 3, Part II, Schedule E–2) . . . . . .

11 Other amounts (attach schedule). (Also include amount from line 30, Schedule D (Form 1120L)) . . . . .

12 Total (add lines 7 through 11) . . . . . .

DEDUCTIONS

13 Death benefits, etc. . . . . .

14 Increase in reserves (after reduction for investment yield under section 810(b)) (attach schedule) . . . . .

15 Assumption by another person of liabilities under insurance, etc., contracts . . . . . .

16 Interest wholly tax-exempt (line 4, column 3) . . . . . .

17 Investment expenses, etc., not deducted on Schedule A (attach schedule) . . . . . .

18 Small business deduction (line 11, Schedule C) . . . . . .

19 Other deductions not deducted on Schedule A (attach schedule) . . . . . .

20 Total (add lines 13 through 19) . . . . . .

21 Dividends-received deduction (affiliated groups, see instructions): **(a)** 85% of line 5(a), column 3 . . . ____

(b) 60.208% of line 5(b), column 3 . . . . . ____

(c) 85% of line 5(c), column 3 . . . . . ____

(d) Total, but not to exceed 85% of any excess of line 12 over line 20 . . . . . .

22 Operations loss deduction (attach schedule) . . . . . .

23 Tentative deduction (add lines 20 through 22) . . . . . .

24 **Plus: (a)** Dividends to policyholders (line 7, Part I, Schedule E–2) . . . . . ____

(b) Accident and health, and group life insurance (line 9, Part I, Schedule E–2) . . ____

(c) Certain nonparticipating contracts (line 11, Part I, Schedule E–2) . . . . . ____

25 Total deductions (line 23 plus line 24) . . . . . .

26 Gain or (loss) from operations (line 12 less line 25). Enter here and on line 1(b), page 1 . . . . . .

Schedule E–1 REQUIRED INTEREST (Section 809(a)(2))

	1. Rate	2. Beginning of taxable year	3. End of taxable year	4. Mean of columns 2 and 3	5. Column 1 times column 4
1 Sec. 810(c)(1) reserves (from line 5, column 8, Parts IV and V, Schedule B)					
2 Sec. 810(c)(3) reserves					
3 Sec. 810(c)(4) reserves					
4 Sec. 810(c)(5) reserves					
5 Sec. 810(c)(6) reserves					
6 Required interest (add lines 1 through 5)					

Schedule E–2 PART I—LIMITATION ON DEDUCTION (LINE 24, SCHEDULE E) (Section 809(f))

1 Statutory amount 250,000

2 (a) Line 12, Schedule E . . . . . ____

(b) **Less:** Tentative deduction (line 23, Schedule E) . . . . . ____

3 Gain from operations without regard to line 24, Schedule E (line 2(a) minus line 2(b)) . . ____

4 **Less:** Taxable investment income (line 13, Schedule C) . . . . . ____

5 Excess of line 3 over line 4 (but not less than zero) . . . . . .

6 Maximum possible deduction for line 24, Schedule E (line 1 plus line 5) . . . . . .

7 Deduction for dividends to policyholders (Part II, Schedule E–2) (not in excess of line 6) . . . . . .

8 Maximum deduction for accident and health, and group life insurance (line 6 less line 7) . . . . . .

9 Deduction for accident and health, and group life insurance (Part III, Schedule E–2) (not in excess of line 8) . .

10 Maximum deduction for certain nonparticipating contracts (line 8 less line 9) . . . . . .

11 Deduction for certain nonparticipating contracts (line 3, Part IV, Schedule E–2) (not in excess of line 10) . . .

PART II—DIVIDENDS TO POLICYHOLDERS (Section 809(d)(3))

1 Dividends paid to policyholders

2 (a) Increased by the excess of (i) over (ii):
- (i) Reserve at the end of the taxable year
- (ii) Reserve at the end of the preceding taxable year

OR

(b) Decreased by the excess of (i) over (ii):
- (i) Reserve at the end of the preceding taxable year
- (ii) Reserve at the end of the taxable year

3 If positive, enter on line 7, Schedule E–2; if negative, enter on line 10(b), Schedule E

PART III—CERTAIN ACCIDENT AND HEALTH INSURANCE AND GROUP LIFE INSURANCE (Section 809(d)(6))

1 Amount of deductions allowed or allowable in prior years under section 809(d)(6)

2 Net premiums

3 Line 2 multiplied by 2%

4 Tentative deduction—the lesser of line 3 or (50% of line 2, less amount on line 1)

PART IV—CERTAIN NONPARTICIPATING CONTRACTS (Section 809(d)(5))

1 (a) Reserve at the end of the taxable year

(b) Less: Reserve at the beginning of the taxable year

(c) Increase (if the difference is negative, enter zero)

(d) Multiplied by 10%

2 (a) Net premiums

(b) Multiplied by 3%

3 Tentative deduction—the greater of line 1 or line 2

Schedule F SHAREHOLDER'S SURPLUS ACCOUNT (Section 815(b))

1 (a) Balance at the end of the preceding year

(b) Transfers under section 815(d)(1) and (4) for preceding year

(c) Balance at the beginning of the taxable year (line 1(a) plus line 1(b))

2 Life insurance company taxable income computed without regard to section 802(b)(3) (line 1(c), page 1, plus line 2, page 1)

3 Net long-term capital gain in excess of net short-term capital loss, reduced by any income on line 2

4 Dividends-received deduction (affiliated groups—see instructions):

(a) 85% of line 2(a), Schedule A

(b) 60.208% of line 2(b), Schedule A

(c) 85% of line 2(c), Schedule A

(d) Total, but not to exceed 85% of line 12 less line 20, Schedule E

5 Interest wholly exempt from tax (line 1(a), column 4, Schedule A)

6 Small business deduction (line 11, Schedule C)

7 Total (add lines 1 through 6)

8 Less: Tax liability for 1976 under section 802(a) (computed without regard to section 802(b)(3)) (income tax computed on line 2 as if line 2 was total life insurance company taxable income)

9 Excess of line 7 over line 8

10 Less: Distributions in 1976 (not to exceed line 9)

11 Balance as of the end of the taxable year

Schedule G POLICYHOLDER'S SURPLUS ACCOUNT (Section 815(c))

1 Balance as of the beginning of the taxable year

2 Add: (a) 50% of any excess of the gain from operations over the taxable investment income (line 2, page 1)

(b) The deduction for certain nonparticipating contracts (line 24(c), Schedule E)

(c) The deduction for accident and health, and group life insurance (line 24(b), Schedule E)

3 Total (line 1 plus line 2)

4 (a) Actual distributions only in excess of line 9, Schedule F

(b) Tax increase on line 4(a) by reason of section 802(b)(3)

(c) Subtractions under section 815(d)(1) and (4) (see instructions)

(d) Tax increase on line 4(c) by reason of section 802(b)(3)

(e) Subtraction required under section 815(d)(2) due to termination

5 Total of lines 4(a) through (e) (not to exceed line 3). Enter here and on line 3, page 1

6 Balance at the end of the year (line 3 less line 5)

Schedule H LIMITATION OF INVESTMENT EXPENSE DEDUCTION

(You need not fill in Schedule H unless you claim a deduction for general expenses allocated to investment income.)

1 Mean of the assets for the taxable year (line 10, column 3, Part II, Schedule B)		
2 One-fourth of 1% of the mean of the assets (line 1)		
3 Mortgage service fees		
4 (a) (i) Investment yield computed without regard to investment expenses		
(ii) Three and three-fourths percent of line 1		
(iii) Line (i) less line (ii)		
(iv) One-fourth of line (iii)		
(v) Mortgage service fees (line 3)		
(vi) Line (iv) less line (v)		
(b) One-fourth of 1% of the amount on line 2(a), column 3, Part II, Schedule B		
(c) The greater of (a)(vi) or (b)		
5 Limit on deduction for investment expenses (add lines 2 through 4)		

Schedule J COMPENSATION OF OFFICERS (See instructions, page 8)

1. Name of officer	2. Social security number	3. Title	4. Time devoted to business	Percent of corporation stock owned 5. Common	6. Preferred	7. Amount of compensation	8. Expense account allowances

Schedule K DEPRECIATION (See instruction 11, page 3)

Note: *If depreciation is computed by using the Class Life (ADR) System or the Guideline Class Life System, you must file Form 4832 (Class Life (ADR) System) or Form 5006 (Guideline Class Life System) with your return.*

Check box(es) if you made an election this taxable year to use ☐ Class Life (ADR) System and/or ☐ Guideline Class Life System. See Publication 534.

1. Group and guideline class or description of property	2. Date acquired	3. Cost or other basis	4. Depreciation allowed or allowable in prior years	5. Method of computing depreciation	6. Life or rate	7. Depreciation for this year
1 Total additional first-year depreciation (do not include in items below) →						
2 Depreciation from Form 4832						
3 Depreciation from Form 5006						
4 Other depreciation:						
Buildings						
Furniture and fixtures						
Transportation equipment						
Machinery and other equipment						
Other (specify)						
5 Total—enter here and on line 11, Schedule A						

	Yes	No
I (1) Did you at the end of the taxable year own, directly or indirectly 50% or more of the voting stock of a domestic corporation (for rules of attribution, see section 267(c))? If "Yes," attach a schedule showing: (a) name, address, and identifying number; (b) percentage owned; and (c) taxable income or (loss) from line 30, page 1, Form 1120 of such corporation for the taxable year ending with or within your taxable year.		
(2) Did any individual, partnership, corporation, estate, or		

	Yes	No
L Did you claim a deduction for expenses connected with:		
(1) Entertainment facility (boat, resort, ranch, etc.)?		
(2) Living accommodations (except for employees on business)?		
(3) Employees' families at convention or meetings?		
(4) Employee or family vacations not reported on Form W-2?		
M Did you file all required Forms 1087, 1096, and 1099?		