

**SCHEDULE C  
(Form 1040)**

**Profit (or Loss) From Business or Profession  
(Sole Proprietorship)**

**1972**

Department of the Treasury  
Internal Revenue Service

▶ **Attach to Form 1040.**  
▶ **Partnerships, joint ventures, etc., must file Form 1065.**

Name(s) as shown on Form 1040 \_\_\_\_\_ Social security number \_\_\_\_\_

**A** Principal business activity \_\_\_\_\_; product \_\_\_\_\_  
(See Schedule C Instructions) (For example: retail—hardware; wholesale—tobacco; services—legal; manufacturing—furniture; etc.)

**B** Business name \_\_\_\_\_ **C** Employer Identification Number \_\_\_\_\_

**D** Business address (number and street) \_\_\_\_\_  
City, State and ZIP code \_\_\_\_\_

**E** Indicate method of accounting: (1)  cash; (2)  accrual; (3)  other.

**F** Were you required to file Form 1096 for 1972? (See Schedule C Instructions)  YES  NO. If "Yes," where filed? ▶ \_\_\_\_\_

**G** Is this business located within the boundaries of the city, town, etc., indicated?  YES  NO.

**H** Did you own this business at the end of 1972?  YES  NO.

**I** How many months in 1972 did you own this business? \_\_\_\_\_

**J** Was an Employer's Quarterly Federal Tax Return, Form 941, filed for this business for any quarter in 1972?  YES  NO.



**IMPORTANT**—All applicable lines and schedules must be filled in.

<b>INCOME</b>	<b>1</b> Gross receipts or sales \$..... Less returns and allowances \$..... Balance ▶		
	<b>2</b> Less: Cost of goods sold and/or operations (Schedule C-1, line 8) . . . . .		
	<b>3</b> Gross profit . . . . .		
	<b>4</b> Other income (attach schedule) . . . . .		
	<b>5</b> <b>TOTAL</b> income (add lines 3 and 4) . . . . .		
<b>DEDUCTIONS</b>	<b>6</b> Depreciation (explain in Schedule C-2) . . . . .		
	<b>7</b> Taxes on business and business property (explain in Schedule C-3) . . . . .		
	<b>8</b> Rent on business property . . . . .		
	<b>9</b> Repairs (explain in Schedule C-3) . . . . .		
	<b>10</b> Salaries and wages not included on line 3, Schedule C-1 (exclude any paid to yourself) . . . . .		
	<b>11</b> Insurance . . . . .		
	<b>12</b> Legal and professional fees . . . . .		
	<b>13</b> Commissions . . . . .		
	<b>14</b> Amortization (attach statement) . . . . .		
	<b>15</b> (a) Pension and profit-sharing plans (see Schedule C Instructions) . . . . .		
	(b) Employee benefit programs (see Schedule C Instructions) . . . . .		
	<b>16</b> Interest on business indebtedness . . . . .		
	<b>17</b> Bad debts arising from sales or services . . . . .		
	<b>18</b> Depletion . . . . .		
	<b>19</b> Other business expenses (specify):		
	(a) _____		
	(b) _____		
	(c) _____		
	(d) _____		
(e) _____			
(f) _____			
(g) _____			
(h) _____			
(i) _____			
(j) _____			
(k) _____			
(l) _____			
(m) _____			
(n) _____			
(o) _____			
(p) Total other business expenses (add lines 19(a) through 19(o)) . . . . .			
<b>20</b> Total deductions (add lines 6 through 19) . . . . .			
<b>21</b> Net profit (or loss) (subtract line 20 from line 5). Enter here and on line 35, Form 1040. <b>ALSO</b> enter on Schedule SE, line 1 . . . . .			

**SCHEDULE C-1. COST OF GOODS SOLD AND/OR OPERATIONS (See Schedule C Instructions for line 2)**

1	Inventory at beginning of year (if different from last year's closing inventory, attach explanation)	
2	Purchases \$..... Less cost of items withdrawn for personal use \$..... Balance ▶	
3	Cost of labor (do not include salary paid to yourself)	
4	Materials and supplies	
5	Other costs (attach schedule)	
6	Total of lines 1 through 5	
7	Less: Inventory at end of year	
8	Cost of goods sold and/or operations. Enter here and on line 2, page 1.	

Method of inventory valuation ▶

Was there any substantial change in the manner of determining quantities, costs, or valuations between the opening and closing inventories?  YES  NO. If "Yes," attach explanation.

**SCHEDULE C-2. DEPRECIATION (See Schedule C Instructions for line 6)**

**Note:** If depreciation is computed by using the Class Life (ADR) System for assets placed in service after December 31, 1970, or the Guideline Class Life System for assets placed in service before January 1, 1971, you must file Form 4832 (Class Life (ADR) System) or Form 5006 (Guideline Class Life System). Except as otherwise expressly provided in income tax regulations sections 1.167(a)-11(b)(5)(vi) and 1.167(a)-12, the provisions of Revenue Procedures 62-21 and 65-13 are not applicable for taxable years ending after December 31, 1970, if you need more space, use Form 4562.

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

a. Group and guideline class or description of property	b. Date acquired	c. Cost or other basis	d. Depreciation allowed or allowable in prior years	e. Method of computing depreciation	f. Life or rate	g. 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	Totals					
6	Less amount of depreciation claimed in Schedule C-1					
7	Balance—Enter here and on page 1, line 6					

**SUMMARY OF DEPRECIATION (Other Than Additional First Year Depreciation)**

	Straight line	Declining balance	Sum of the years-digits	Units of production	Other (specify)	Total
1	Depreciation from Form 4832					
2	Depreciation from Form 5006					
3	Other					

**SCHEDULE C-3. EXPLANATION OF LINES 7 AND 9**

Line No.	Explanation	Amount	Line No.	Explanation	Amount
		\$.....			\$.....

**SCHEDULE C-4. EXPENSE ACCOUNT INFORMATION (See Schedule C Instructions for Schedule C-4)**

Enter information with regard to yourself and your five highest paid employees. In determining the five highest paid employees, expense account allowances must be added to their salaries and wages. However, the information need not be submitted for any employee for whom the combined amount is less than \$10,000, or for yourself if your expense account allowance plus line 21, page 1, is less than \$10,000.

Name	Expense account	Salaries and Wages
Owner		
1		
2		
3		
4		
5		

Did you claim a deduction for expenses connected with:

- (1) Entertainment facility (boat, resort, ranch, etc.)?  YES  NO (3) Employees' families at conventions or meetings?  YES  NO  
 (2) Living accommodations (except employees on business)?  YES  NO (4) Employee or family vacations not reported on Form W-2?  YES  NO