

UNITED STATES
CORPORATION INCOME, DECLARED VALUE EXCESS-PROFITS, AND DEFENSE
TAX RETURN

1940

For Calendar Year 1940

or fiscal year beginning ..., 1940, and ended ..., 1941

PRINT PLAINLY CORPORATION'S NAME AND ADDRESS

(Name)

(Street and number)

(Post office)

(County)

(State)

Kind of business:

Business group serial number (from Instruction 15)

File Code

Serial No.

District

(Cashier's stamp)

Cash Check M. O.
First Payment

NORMAL-TAX NET INCOME COMPUTATION

Table with columns for Item No., Description, and Amount. Rows include Gross Income (1-14), Deductions (15-28), Net Income (29-36), and Total Income, Declared Value Excess-Profits, and Defense Taxes (37-41).

AFFIDAVIT. (See Instruction 5)

We, the undersigned, president (or vice president, or other principal officer) and treasurer (or assistant treasurer, or chief accounting officer) of the corporation for which this return is made, being severally duly sworn, each for himself deposes and says that this return (including any accompanying schedules and statements) has been examined by him and is, to the best of his knowledge and belief, a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the Internal Revenue Code and the regulations issued thereunder.

Subscribed and sworn to before me this ... day of ..., 194...

(President or other principal officer) (State title)

NOTARIAL SEAL

(Signature of officer administering oath)

(Title)

CORPORATE SEAL

(Treasurer, Assistant Treasurer, or Chief Accounting Officer) (State title)

AFFIDAVIT. (See Instruction 5)

I/we swear (or affirm) that I/we prepared this return for the person named herein and that the return (including any accompanying schedules and statements) is a true, correct, and complete statement of all the information respecting the tax liability of the person for whom this return has been prepared of which I/we have any knowledge.

Subscribed and sworn to before me this ... day of ..., 194...

(Signature of person preparing the return)

(Signature of person preparing the return)

NOTARIAL SEAL

(Signature of officer administering oath)

(Title)



(Name of firm or employer, if any)

DECLARED VALUE EXCESS-PROFITS AND DECLARED VALUE EXCESS-PROFITS DEFENSE TAX COMPUTATION. (See Instruction 34)

Table with 3 columns: Column 1, Col. 2 Rate, Column 3 Amount of Tax. Rows 1-10 detailing tax computations for declared value excess-profits.

INCOME AND INCOME DEFENSE TAX COMPUTATION. (See Instructions 35 and 36)

Table for corporations with normal-tax net incomes of not more than \$25,000. Rows 11-15.

Table for corporations with normal-tax net incomes of more than \$25,000 and less than \$38,565.89. Rows 17-21.

Table for corporations with normal-tax net incomes of \$38,565.89 or more. Rows 22-24.

Table for special classes of corporations not subject to graduated income tax rates. (I) Foreign corporations. Rows 25-27.

Table for special classes of corporations not subject to graduated income tax rates. (II) Mutual investment companies. Rows 28-35.

Schedule A.—COST OF GOODS SOLD. (Where inventories are an income-determining factor). Rows for inventory, materials, salaries, and total cost of goods sold.

Schedule B.—COST OF OPERATIONS (Where inventories are not an income-determining factor). Rows for salaries, other costs, and total cost of operations.

Schedule C.—CAPITAL GAINS AND LOSSES. (See Instruction 20)

Table for short-term capital gains and losses—assets held for not more than 18 months. Columns 1-7.

Table for long-term capital gains and losses—assets held for more than 18 months. Columns 1-7.

Schedule D.—GAINS AND LOSSES FROM SALES OR EXCHANGES OF PROPERTY OTHER THAN CAPITAL ASSETS. (See Instruction 20)

Table for gains and losses from sales or exchanges of property other than capital assets. Columns 1-7.

Supplemental information required for Schedules C and D

State with respect to each item of property reported in Schedules C and D: (1) how property was acquired, (2) whether at time of sale or exchange...

1. Name and Address of Paying Corporation	2. *Domestic Corporations Taxable under Chapter 1, Internal Revenue Code		3. Foreign Corporations		4. Other Corporations	
	\$		\$		\$	
Totals	\$		\$		\$	
Total of columns 2, 3, and 4. (Enter as item 12, page 1)						

*Except dividends received from corporations organized under the China Trade Act, 1922, and corporations entitled to the benefits of section 251 of the Internal Revenue Code, which dividends should be entered in column 4.

Schedule F.—COMPENSATION OF OFFICERS

1. Name and Address of Officer	2. Official Title	3. Time Devoted to Business	Percentage of Corporation's Stock Owned		6. Amount of Compensation
			4. Common	5. Preferred	
					\$
					\$
					\$
Total compensation of officers. (Enter as item 15, page 1)					\$

NOTE.—Schedule F-1 (IN DUPLICATE) also must be filed with this return if compensation in excess of \$75,000 was paid to any officer or employee.

Schedule G.—BAD DEBTS. (See Instruction 23) (See note 1)

1. Taxable Year	2. Net Income Reported	3. Sales on Account	4. Bad Debts Charged Off by Corporation if No Reserve is Carried on Books. (See note 2)	If Corporation Carries a Reserve—	
				5. Gross Amount Added to Reserve	6. Amount Charged Against Reserve
1936	\$	\$	\$	\$	\$
1937					
1938. (See note 2)					
1939. (See note 2)					
1940. (See note 2)					

1. Check whether deduction claimed represents worthless debts charged off , or is an addition to a reserve .

2. Not including securities which are capital assets ascertained to be worthless and charged off within the taxable year. Such securities charged off within the year covered by this return should be reported in Schedule C.

Schedule H.—TAXES. (See Instruction 25)

Schedule I.—CONTRIBUTIONS OR GIFTS PAID. (See Instruction 26)

Nature	Amount		Name and Address of Organization	Amount	
	\$			\$	
Total. (Enter as item 21, page 1)	\$		Total. (Enter as item 22, page 1, subject to 5 percent limitation). (See Instruction 26).	\$	

Schedule J.—DEPRECIATION. (See Instruction 28)

1. Kind of Property (If buildings, state material of which constructed)	2. Date Acquired	3. Cost or Other Basis (Do not include land or other nondepreciable property)	4. Assets Fully Depreciated in Use at End of Year	5. Depreciation Allowed for allowable in Prior Years	6. Remaining Cost or Other Basis to be Recovered	7. Estimated Life Used in Accumulating Depreciation	8. Estimated Remaining Life From Beginning of Year	9. Depreciation Allowable This Year
		\$	\$	\$	\$			\$
Total. (Enter as item 24, page 1)								\$

Schedule K.—OTHER DEDUCTIONS. (See Instruction 32)

QUESTIONS

- Date of incorporation _____
- State or country _____
- State collector's office where the corporation's return for the preceding year was filed _____
- The corporation's books are in care of _____
Located at _____
- Number of places of business _____
- Was the corporation during the taxable year engaged in the production of facilities for national defense through Government contracts or subcontracts? _____
- Is the corporation a personal holding company within the meaning of section 501 of the Internal Revenue Code? _____ (If so, an additional return on Form 1120 H must be filed.)
- Is this a consolidated return of railroad corporations or Pan-American trade corporations? _____ (If so, procure from the collector of internal revenue for your district Form 851, Affiliations Schedule, which shall be filled in, sworn to, and filed as a part of this return.)
- If this is not a consolidated return of railroad corporations or Pan-American trade corporations, (a) did you own at any time during the taxable year 50 percent or more of the voting stock of another corporation either domestic or foreign? _____; or (b) did any corporation, individual, partnership, trust, or association own at any time during the taxable year 50 percent or more of your voting stock? _____ (If either answer is "yes," attach separate schedule showing: (1) Name and address; (2) percentage of stock owned; (3) date stock was acquired; and (4) the collector's office in which the income tax return of such corporation, individual, partnership, trust, or association for the last taxable year was filed.)
- Is this return made on the basis of cash receipts and disbursements? _____ If not, describe fully what other basis or method was used in computing net income _____
- State whether the inventories at the beginning and end of the taxable year were valued at cost, or cost or market, whichever is lower _____ If other basis is used, describe fully, state why used, and the date inventory was last reconciled with stock _____
- Did the corporation make a return of information on Forms 1096 and 1099 for the calendar year 1940 (see Instruction 8-(1))? _____
- Did the corporation at any time during the taxable year own directly or indirectly any stock of a foreign corporation? (Answer "yes" or "no") _____ (If answer is "yes," attach statement as required by Instruction 12-(2).)

ASSETS	Beginning of Taxable Year		End of Taxable Year	
	Amount	Total	Amount	Total
1. Cash.....		\$.....		\$.....
2. Notes and accounts receivable..... Less: Reserve for bad debts.....	\$.....		\$.....	
3. Inventories (itemize).....	\$.....		\$.....	
4. Investments (Government obligations): (a) State, Territory, or political subdivision thereof, or the District of Columbia, or United States possessions..... (b) United States..... (c) Instrumentalities of the United States.....	\$.....		\$.....	
5. Other investments (itemize).....	\$.....		\$.....	
6. Capital assets: (a) Depreciable assets (itemize)..... Total depreciable assets..... Less: Reserve for depreciation..... (b) Depletable assets..... Less: Reserve for depletion..... (c) Land.....	\$.....		\$.....	
7. Other assets (itemize).....	\$.....		\$.....	
8. TOTAL ASSETS.....		\$.....		\$.....
LIABILITIES				
9. Accounts payable.....		\$.....		\$.....
10. Bonds, notes, and mortgages payable: (a) With original maturity of less than 1 year..... (b) With original maturity of 1 year or more.....	\$.....		\$.....	
11. Accrued expenses (itemize).....	\$.....		\$.....	
12. Other liabilities (itemize).....	\$.....		\$.....	
13. Surplus reserves (itemize).....	\$.....		\$.....	
14. Capital stock: (a) Preferred stock..... (b) Common stock.....	\$.....		\$.....	
15. Paid-in or capital surplus.....				
16. Earned surplus and undivided profits.....				
17. TOTAL LIABILITIES.....		\$.....		\$.....

Schedule M.—RECONCILIATION OF NET INCOME AND ANALYSIS OF EARNED SURPLUS AND UNDIVIDED PROFITS

1. Total distributions to stockholders charged to earned surplus during the taxable year: (a) Cash..... (b) Stock of the corporation..... (c) Other property.....	\$.....		13. Earned surplus and undivided profits at close of preceding taxable year (Schedule L).....	\$.....
2. Contributions (excess over 5 percent limitation).....			14. Adjusted net income (item 34, page 1).....	
3. Federal income taxes.....			15. Nontaxable and partially exempt income: (a) Interest on: (1) Obligations of a State, Territory, or political subdivision thereof, or the District of Columbia, or United States possessions..... (2) Obligations of the United States issued on or before Sept. 1, 1917, Treasury notes, Treasury bills, and Treasury certificates of indebtedness..... (3) United States savings bonds and Treasury bonds owned in the principal amount of \$5,000 or less..... (4) United States savings bonds and Treasury bonds owned in the principal amount of over \$5,000..... (5) Obligations of instrumentalities of the United States..... (b) Other nontaxable income (itemize): (1)..... (2).....	
4. Income taxes claimed as a credit in whole or in part in item 38, page 1.....			16. Charges against surplus reserves (itemize): (a)..... (b).....	
5. Federal taxes paid on tax-free covenant bonds.....			17. Adjustments not recorded on books (itemize): (a)..... (b).....	
6. Excess of short-term capital losses over short-term capital gains.....			18. Sundry credits to earned surplus (itemize): (a)..... (b).....	
7. Additions to surplus reserves (list separately): (a)..... (b).....			19. Total of lines 13 to 18.....	\$.....
8. Other unallowable deductions: (a)..... (b).....				
9. Adjustments not recorded on books (itemize): (a)..... (b).....				
10. Sundry debits to earned surplus (itemize): (a)..... (b).....				
11. Earned surplus and undivided profits at close of the taxable year (Schedule L).....				
12. Total of lines 1 to 11.....	\$.....			

EXCESS PROFITS TAX (Second Revenue Act of 1940). (See Instructions for Form 1121)

- (a) Is an excess profits tax return on Form 1121 being filed for the taxable period covered by this return?
- (b) A corporation joining in the making of a consolidated excess profits tax return should indicate below the name and address of the corporation which filed the consolidated excess profits tax return for the entire affiliated group, and the internal revenue district in which the consolidated return is filed
- (c) If a personal service corporation signifies below its desire not to be subject to the excess profits tax, it shall be exempt from such tax and the provisions of Supplement S, Chapter 1, shall apply to the shareholders in such corporation who were such shareholders on the last day of the taxable year of the corporation. (Attach Form 1121PS.)
- (d) If corporation claims exemption under section 727 of the Internal Revenue Code, state basis of claim
- (e) If an excess profits tax return is not being filed for the reason that it is claimed that the excess profits net income computed under the invested capital method is not greater than \$5,000, the following Schedule N should be filed in. The completion of Schedule N does not constitute the filing of an excess profits tax return.

Schedule N.—EXCESS PROFITS NET INCOME COMPUTATION

1. Normal-tax net income (item 36, page 1).....	\$.....		5. Dividends received credit adjustment (item 12, page 1, excluding dividends received from foreign personal holding companies, minus item 35, page 1).....	\$.....
2. 50 percent of interest on borrowed capital.....			6. Income and income defense taxes (item 39, page 1).....	
3. Net long-term capital loss (item 11 (b), page 1).....			7. Net long-term capital gain (item 11(b), page 1).....	
4. Total of lines 1 to 3.....	\$.....		8. Net gain from sale or exchange of depreciable property held more than 18 months.....	
			9. Income from retirement of bonds, etc.....	
			10. Refunds and interest on Agricultural Adjustment Act taxes.....	
			11. Recoveries of bad debts.....	
			12. Total of lines 5 to 11.....	\$.....
13. Excess profits net income (for purpose of determining necessity for filing return) (line 4 minus line 12).....				\$.....