

Do not write in space below

PLEASE TYPE OR PRINT PLAINLY

Name

Serial No.

Address (Number, street, city or town, postal zone number, State)

a. Date and place incorporated

b. Employer's identification number

c. Amount of total depreciation claimed for current year

d. Amount of total insurance liabilities. (See Instruction P)

e. Amount of total depreciable assets

f. Is this a consolidated return? (If "Yes," see Instruction M.)

Yes  No

g. Do you have any variable annuity contracts outstanding? (If "Yes," see section 801(g).)

Yes  No

h. Are you a burial or funeral benefit insurance company, engaged directly in the manufacture of funeral supplies or in the performance of funeral services? (If "Yes," see section 801(f).)

Yes  No

i. Did you file Forms 1096 and 1099 for the calendar year in connection with taxable dividends? (See General Instruction H.)

Yes  No

j. Did you file Forms 1096 and 1099 for the calendar year in connection with other payments? (See General Instruction H.)

Yes  No

**LIFE INSURANCE COMPANY TAXABLE INCOME**

- 1. (a) The taxable investment income (Schedule C) .....
- (b) The gain (loss) from operations (Schedule E) .....
- (c) The smaller of (a) or (b) .....
- 2. 50 percent of the excess, if any, of 1(b) over 1(a) .....
- 3. Amount subtracted from policyholders, surplus account (line 5, Schedule G) .....
- 4. Life insurance company taxable income (Total lines 1(c)-3) .....

**COMPUTATION OF TAX DUE OR REFUND**

- 5. If amount of line 4 is:
  - (a) Not over \$25,000—  
Enter 30 percent of line 4 (32 percent if a consolidated return) .....
  - (b) Over \$25,000—  
Enter 52 percent of line 4 (54 percent if a consolidated return) .....
  - Subtract \$5,500, and enter difference ..... 5,500.00
- 6. Capital gains tax (line 19, separate Schedule D, Form 1120 L) .....
- 7. Increase in 1957 tax prior to deferment (818(e)(3)) (Attach Schedule) .....
- 8. Total of lines 5-7 .....
- 9. Less: (a) Reduction under 802(a)(3) Schedule J) .....
- (b) Credit allowed a domestic corporation for income taxes paid to a foreign country or U.S. possession (Submit Form 1118) .....
- 10. Total income tax (line 8 less line 9) .....
- 11. Less: (a) Tax paid with application for extension of time in which to file .....
- (b) Payments and credits on 1959 Declaration of Estimated Tax .....
- (c) Deferment under 818(e)(3)-(NOT to exceed 90 percent of line 7) .....
- 12. If line 10 is larger than line 11, the balance is **TAX DUE** ..... Enter such balance here →
- 13. If line 11 is larger than line 10 ..... Enter the **OVERPAYMENT** here →
- 14. Enter amount of line 13 you want: Credited on 1960 estimated tax .....
- Refunded .....

**SIGNATURE AND VERIFICATION (See Instruction E)**

I declare under the penalties of perjury that this return (including any accompanying schedules and statements) has been examined by me and to the best of my knowledge and belief is a true, correct, and complete return. If the return is prepared by a person other than the taxpayer, his declaration is based on all the information relating to the matters required to be reported in the return of which he has knowledge.

**CORPORATE SEAL**

(Date)

(Signature of officer)

(Title)

(Date)

(Individual or firm signature)

(Address)

**SCHEDULE A.—INVESTMENT YIELD (See Instructions)**

| Line and Instruction No.  | Gross Investment Income (Section 804(b))  | 1. Interest | 2. Accrual of Discount | 3. Amortization of Premium | 4. Total<br>(In Case of Line 1, Column 1 Plus Column 2 Less Column 3) |
|---|---|-------------|------------------------|----------------------------|---|
| <b>1. Interest on:</b>  |   |             |                        |                            |   |
| (a)   | Wholly exempt obligations. (Attach schedule)  |             |                        |                            |   |
| (b)   | United States Savings Bonds and Treasury Bonds owned in excess of the principal amount of \$5,000 issued prior to March 1, 1941 |             |                        |                            |   |
| (c)   | Obligations of instrumentalities of the United States issued prior to March 1, 1941   |             |                        |                            |   |
| (d)   | Obligations issued on or after March 1, 1941, by the United States or any agency or instrumentality thereof. (Attach schedule)  |             |                        |                            |   |
| (e)   | Loans, notes, mortgages, bank deposits, bonds, debentures, etc.   |             |                        |                            |   |
|   | Totals  |             |                        |                            |   |
| <b>2. Dividends on stock of:</b>  |   |             |                        |                            |   |
| (a)   | Domestic corporations subject to taxation under Chapter 1, I.R.C.   |             |                        |                            |   |
| (b)   | Certain preferred stock of public utilities taxable under Chapter 1, I.R.C.   |             |                        |                            |   |
| (c)   | Foreign corporations  |             |                        |                            |   |
| (d)   | Other corporations  |             |                        |                            |   |
| <b>3. Rents. (Attach schedule)</b>  |   |             |                        |                            |   |
| <b>4. Royalties. (Attach schedule)</b>  |   |             |                        |                            |   |
| <b>5. Leases, terminations, etc.</b>  |   |             |                        |                            |   |
| <b>6. Net short-term capital gain reduced by any net long-term capital loss (line 15, separate Schedule D, Form 1120L).</b> |   |             |                        |                            |   |
| <b>7. Gross income from trade or business other than insurance business. (Attach schedule)</b>                              |   |             |                        |                            |   |
| <b>8. GROSS INVESTMENT INCOME (total lines 1-7)</b>   |   |             |                        |                            |   |
| <b>Deductions (Section 804(c))</b>  |   |             |                        |                            |   |
| <b>9. Investment expenses. (Attach schedule) (See Schedule H)</b>   |   |             |                        |                            |   |
| <b>10. Real estate expenses. (Attach schedule)</b>  |   |             |                        |                            |   |
| <b>11. Depreciation. (Attach schedule)</b>  |   |             |                        |                            |   |
| <b>12. Depletion of mines, oil and gas wells, timber, etc. (Attach schedule)</b>  |   |             |                        |                            |   |
| <b>13. Trade or business deductions as provided in 804(c)(5). (Attach schedule)</b>   |   |             |                        |                            |   |
| <b>14. Total deductions (lines 9-13)</b>  |   |             |                        |                            |   |
| <b>15. INVESTMENT YIELD (line 8 less line 14)</b>   |   |             |                        |                            |   |

**SCHEDULE B.—PART I—POLICY AND OTHER CONTRACT LIABILITY REQUIREMENTS (Sec. 805(a)) (See instructions)**

|           |   |   |
|-----------|---|---|
| <b>1.</b> | Adjusted life insurance reserves (from Part VI)                               |   |
| <b>2.</b> | Multiplied by the adjusted reserves rate (lesser of lines 1 or 7, Part III)   | % |
| <b>3.</b> | Pension plan reserves (from line 5, col. 7, Part V)                           |   |
| <b>4.</b> | Multiplied by the current earnings rate (line 1, Part III)                    | % |
| <b>5.</b> | Interest paid (from Part VII)   |   |
| <b>6.</b> | Policy and other contract liability requirements (total of lines 2, 4, and 5) |   |

**PART II—ASSETS (Sec. 805(b)(4))**

|            | 1. Beginning of Taxable Year                            | 2. End of Taxable Year | 3. Mean of Column 1 and Column 2* |
|------------|---|------------------------|-----------------------------------|
| <b>1.</b>  | Real estate   |                        |                                   |
| <b>2.</b>  | Mortgages:  |                        |                                   |
|            | (a) Without service fees                                |                        |                                   |
|            | (b) With service fees                                   |                        |                                   |
| <b>3.</b>  | Collateral loans  |                        |                                   |
| <b>4.</b>  | Policy loans, including premium notes                   |                        |                                   |
| <b>5.</b>  | Corporate bonds   |                        |                                   |
| <b>6.</b>  | Stocks  |                        |                                   |
| <b>7.</b>  | Government obligations, etc. (Submit detailed schedule) |                        |                                   |
| <b>8.</b>  | Bank deposits, cash, etc.                               |                        |                                   |
| <b>9.</b>  | Other assets (Attach schedule)                          |                        |                                   |
| <b>10.</b> | Totals  |                        |                                   |

\*Adjusted under Section 806(a) (Attach schedule)

**PART III—EARNINGS RATES (Sec. 805(b))**

|           |  |   |
|-----------|--|---|
| <b>1.</b> | Current earnings rate (line 15, Schedule A, divided by line 10, column 3, Part II) | % |
| <b>2.</b> | Earnings rate for first preceding year (Attach schedule)                           | % |
| <b>3.</b> | Earnings rate for second preceding year (Attach schedule)                          | % |
| <b>4.</b> | Earnings rate for third preceding year (Attach schedule)                           | % |
| <b>5.</b> | Earnings rate for fourth preceding year (Attach schedule)                          | % |
| <b>6.</b> | Total (lines 1-5)  |   |
| <b>7.</b> | Average earnings rate (See instructions)   | % |

**PART IV—AVERAGE INTEREST RATE ASSUMED (Sec. 805(c)(2))**

Table with 8 columns: 1. Nature of Reserve (Life, Annuity, Etc.), 2. Assumed Morbidity or Mortality Table, 3. Assumed Interest Rate, 4. Method of Computation (Illinois Standard, Etc.), 5. Amount of Reserve at Beginning of Taxable Year\*, 6. Amount of Reserve at End of Taxable Year\*, 7. Mean of Columns 5 and 6\*\*, 8. Column 3 times Column 7. Includes rows for 1-4, 5. Totals, and 6. Average rate of interest assumed in computing life insurance reserves.

**PART V—PENSION PLAN RESERVES (805(d)) (Include one-third of "qualified" pension plan reserves excluded from Part IV)**

Table with 8 columns (same as Part IV) for pension plan reserves. Rows include 1. 805(d)(1)(A) reserves, 2. 805(d)(1)(B) reserves, 3. 805(d)(1)(C) reserves, 4. 805(d)(1)(D) reserves, 5. Totals.

\*See Instructions for 806(b) and 818(c) adjustments

\*\*Adjusted under 806(a) (Attach schedule)

**PART VI—ADJUSTED LIFE INSURANCE RESERVES (Sec. 805(c)(1))**

Table for adjusted life insurance reserves. Rows include 1. Mean of the reserves (col. 7, line 5, Part IV), 2. (a) Multiplied by that percentage which equals (with 100% input), (b) Increased by 10 times the average rate of interest assumed (from line 6, Part IV), (c) Total, (d) Reduced by 10 times the adjusted reserves rate (from line 2, Part I, Schedule B), (e) Line (c) less line (d), 3. Adjusted life insurance reserves (line 1 multiplied by line 2(e)).

**PART VII—INTEREST PAID (Sec. 805(e))**

Table for interest paid. Rows include 1. Interest on indebtedness, 2. Amounts in the nature of interest, 3. Discount on prepaid premiums, 4. Total interest paid (lines 1-3).

**SCHEDULE C.—TAXABLE INVESTMENT INCOME (See Instructions)**

Table for taxable investment income. Rows include 1. Policyholders' share (Sec. 804) (line 6, Part I, Sch. B, divided by line 15, Sch. A) but not to exceed 100%, 2. Company's share, 3. Total (with 100% input).

Table for taxable investment income with sub-columns. Rows include 4. Interest wholly tax-exempt (line 1(a), column 4, Schedule A), 5. Interest partially tax-exempt (lines 1(b) and (c), column 4, Sch. A), 6. (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, 7. Other items of investment yield (line 15, Schedule A, less 4-6 above), 8. Total (Lines 4-7).

**REDUCTIONS**

Table for reductions. Rows include 9. Interest wholly tax-exempt (line 4, column 3), 10. Interest partially tax-exempt (30/52 of line 5, column 3), 11. Dividends received deduction: (a) 85% of dividends from line 6(a), column 3, (b) 62.115% of dividends from line 6(b), column 3, (c) 85% of dividends from certain foreign corporations from line 6(c), column 3, (d) Total, but not to exceed 85% of taxable investment income (line 14) computed without regard to this deduction, 12. Small business deduction (10% of line 15, Schedule A, not to exceed \$25,000), 13. Total (lines 9, 10, 11(d), and 12), 14. Taxable investment income (line 8 less line 13, but not less than zero).



**PART II—GROUP LIFE, ACCIDENT, AND HEALTH INSURANCE (Sec. 809(d)(6))**

|   |  |    |
|---|--|----|
| 1. Net premiums.....  |  |    |
| 2. Multiplied by.....   |  | 2% |
| 3. Tentative deduction (Not to exceed 50% of line 1, less the amount of this deduction for 1958)..... |  |    |

**PART III—CERTAIN NONPARTICIPATING CONTRACTS (Sec. 809(d)(5))**

|  |  |     |
|--|--|-----|
| 1. (a) Reserve at the end of the taxable year.....           |  |     |
| (b) Reserve at the beginning of the taxable year.....        |  |     |
| (c) Increase (If the difference is negative, enter "0")..... |  | 10% |
| (d) Multiplied by.....                                       |  |     |
| 2. (a) Net premiums.....                                     |  |     |
| (b) Multiplied by.....                                       |  | 3%  |
| 3. Tentative deduction—the greater of line 1 or line 2.....  |  |     |

**PART IV—DIVIDENDS TO POLICYHOLDERS (Sec. 809(d)(3))**

|   |  |  |
|---|--|--|
| 1. Dividends paid to policyholders.....   |  |  |
| 2. (a) Increased by the excess of (1) over (2):   |  |  |
| (1) Reserve as of the end of the taxable year.....  |  |  |
| (2) Reserve as of the end of the preceding taxable year.....                                      |  |  |
| OR  |  |  |
| (b) Decreased by the excess of (1) over (2):  |  |  |
| (1) Reserve as of the end of the preceding taxable year.....                                      |  |  |
| (2) Reserve as of the end of the taxable year.....  |  |  |
| 3. If positive, enter on line 11, Schedule E-2; if negative, enter on line 10(b), Schedule E..... |  |  |

**SCHEDULE F.—SHAREHOLDERS SURPLUS ACCOUNT (Sec. 815(b))**

|   |  |  |
|---|--|--|
| 1. Balance as of beginning of the taxable year.....   |  |  |
| 2. Life insurance company taxable income computed without regard to section 802(b)(3) (line 4 less line 3, page 1)..... |  |  |
| 3. The amount, if any, by which the net long-term capital gain exceeds the net short-term capital loss.....             |  |  |
| 4. Partially tax-exempt interest deduction (30/52 of lines 1(b) and (c), column 4, Schedule A).....                     |  |  |
| 5. Dividends received deduction:  |  |  |
| (a) 85% of dividends received from line 2(a), Schedule A.....   |  |  |
| (b) 62.115% of dividends received from line 2(b), Schedule A.....   |  |  |
| (c) 85% of dividends received from <i>certain</i> foreign corporations.....   |  |  |
| (d) Total, but not to exceed 85% of line 12 less line 21, Schedule E.....   |  |  |
| 6. Interest wholly exempt from tax (line 1(a), column 4, Schedule A).....   |  |  |
| 7. Small business deduction (line 19, Schedule E).....  |  |  |
| 8. Total (lines 1-7).....   |  |  |
| 9. Less: Tax liability for 1959 under 802(a) (computed without regard to 802(b)(3)).....                                |  |  |
| 10. Excess of line 8 over line 9.....   |  |  |
| 11. Less: Distributions in 1959 (Not to exceed line 10).....  |  |  |
| 12. Balance as of the end of the taxable year (line 10 less line 11).....   |  |  |

**SCHEDULE G.—POLICYHOLDERS SURPLUS ACCOUNT (Sec. 815(c))**

|  |  |      |
|--|--|------|
| 1. Balance as of the beginning of the taxable year.....  |  | zero |
| 2. Add: (a) 50 percent of the excess, if any, of the gain from operations over the taxable investment income (line 2, page 1)..... |  |      |
| (b) The deduction for certain nonparticipating contracts (line 25(b), Schedule E).....   |  |      |
| (c) The deduction for group life, accident, and health insurance (line 25(a), Schedule E).....                                     |  |      |
| 3. Total (line 1 plus line 2).....   |  |      |
| 4. Less: (a) Actual distributions only in excess of line 10, Schedule F.....   |  |      |
| (b) Tax increase on 4(a) by reason of 802(b)(3).....   |  |      |
| (c) Amounts treated as distributions (See instructions).....   |  |      |
| (d) Tax increase on 4(c) by reason of 802(b)(3).....   |  |      |
| (e) Subtractions required under 815(d).....  |  |      |
| 5. Total of lines 4(a)-(d) (Not to exceed line 3) (Enter here and on line 3, page 1).....  |  |      |
| 6. Balance as of the end of the year (line 3 less line 5).....   |  |      |

**SCHEDULE H.—LIMITATION OF INVESTMENT EXPENSE DEDUCTION** (Schedule H need not be filled in if no deduction is claimed for any general expenses that are 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. The greater of (a) or (b):   |  |  |
| (a) (i) Investment yield computed without regard to investment expenses . . . . .             |  |  |
| (ii) Three and three-fourths percent of line 1 . . . . .                                      |  |  |
| (iii) Excess (line (i) over line (ii)) . . . . .  |  |  |
| (iv) One-fourth of line (iii) . . . . .   |  |  |
| (v) Reduced by 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 . . . . .      |  |  |
| 5. Limit on deduction for investment expenses (Total lines 2-4) . . . . .                     |  |  |

**SCHEDULE J.—REDUCTION UNDER 802(a)(3)**

|   |          |  |
|---|----------|--|
| 1. Amount of tax (line 5, page 1) . . . . .   |          |  |
| 2. Life insurance company taxable income (line 4, page 1) . . . . .                             |          |  |
| 3. Amount subtracted from policyholders surplus account on lines 4(a) and (b), Sch. G . . . . . |          |  |
| 4. Line 2 less line 3 . . . . .   |          |  |
| 5. If amount of line 4 is:  |          |  |
| (a) Not over \$25,000—  |          |  |
| Enter 30 percent of line 4 (32 percent if a consolidated return) . . . . .                      |          |  |
| (b) Over \$25,000—  |          |  |
| Enter 52 percent of line 4 (54 percent if a consolidated return) . . . . .                      |          |  |
| Subtract \$5,500, and enter difference . . . . .  | 5,500.00 |  |
| 6. Excess of line 1 over line 5 . . . . .   |          |  |
| 7. Line 6 multiplied by 66 $\frac{2}{3}$ % (Enter here and on line 9(a), page 1) . . . . .      |          |  |

**K.** Did you at any time during the taxable year own directly or indirectly 50% or more of the voting stock of a domestic corporation?  
 Yes       No

**N.** Did you file with the District Director a copy of the annual statement for the preceding year as required by General Instruction K?  
 Yes     No    If "Yes," state office in which filed.

**L.** Did any corporation, individual, partnership, trust, or association at any time during the taxable year own directly or indirectly 50% or more of your voting stock?  
 Yes       No  
 If either answer is "Yes," see Instruction N.

**O.** If a copy of the annual statement does not accompany this return, state why the statement is not attached.

**M.** Did you at any time during the taxable year own directly or indirectly any stock of a foreign corporation? (If "Yes," attach statement required by General Instruction J.)  
 Yes       No