FORM 1120 L
U.S. Treasury Department
Internal Revenue Service

U.S. LIFE INSURANCE COMPANY INCOME TAX RETURN

PLEASE TYPE OR PRINT

FOR CALENDAR YEAR 1965

a. Date and place incorporated

Name

Number and street

b. **Employer identification number**

City or town, State, and Postal ZIP code

c. Amount of total depreciation claimed for current year

d. 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 (See Instruction A)

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

Do you have any segregated asset accounts? Yes ☐ No ☐

(If "Yes," see section 801(g).)

f. Were you a member of a controlled group subject to the provisions of section 1561? Yes ☐ No ☐ or section 1562? Yes ☐ No ☐ If so, check type of relationship: 1. parent-subsidiary ☐; 2. brother-sister ☐; 3. combination of (1) and (2) ☐; 4. certain insurance companies ☐ (see section 1563).

g. Amount of total insurance liabilities. (See Instruction O.)

h. State 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.

_____%

LIFE INSURANCE COMPANY TAXABLE INCOME

1. (a) The taxable investment income (Schedule C) .....
(b) The gain from operations (Schedule E) (If a loss, enter zero) .....
(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), 2, and 3) .....

COMPUTATION OF TAX DUE OR REFUND

(Component members of controlled corporate group use Form 3920 to compute your tax)

5. If amount of line 4 is:
(a) Not over $25,000—
Enter 22 percent of line 4 .....
(b) Over $25,000—
Enter 48 percent of line 4 .....
Subtract $6,500, and enter difference 6,500.00

6. Income tax (line 5 or from line 24, separate Schedule D, Form 1120 L) .....

7. Foreign tax credit (attach Form 1118) .....

8. Balance (line 6 less line 7) .....

9. Investment credit (attach Form 3468) .....

10. Balance of income tax (line 8 less line 9) .....

11. Tax from recomputing prior year investment credit (attach statement) .....

12. Total tax (line 10 plus line 11) .....

13. Credits: (a) Tax paid with Form 7004 application for extension (attach copy) .....
(b) Payments and credits on 1965 declaration of estimated tax .....
(c) Credit from regulated investment companies (attach Form 2439) .....

14. If line 12 is larger than line 13, the balance is **TAX DUE** ..... **Enter such balance here** →

15. If line 12 is less than line 13 ..... **Enter the OVERPAYMENT here** →

16. Enter amount of line 15 you want: Credited on 1966 estimated tax .....
Refunded .....

SIGNATURE AND VERIFICATION (See instruction E)

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. If prepared by a person other than taxpayer, his declaration is based on all information of which he has any knowledge.

CORPORATE SEAL

Date ..... Signature of officer ..... Title .....

Date ..... Individual or firm signature of preparer ..... 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 (In Case of Line 1, Column 1 Plus Column 2 Less Column 3)
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.				
	Totals				
2.	Dividends:				
	(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				
	(e) Amount includible by a shareholder of a controlled foreign corporation (attach Form 3646)				
3.	Rents (**attach schedule**)				
4.	Royalties (**attach schedule**)				
5.	Leases, terminations, etc.				
6.	Net short-term capital gain reduced by any net long-term capital loss (line 15, separate Schedule D, Form 1120 L)				
7.	Gross income from trade or business other than insurance business (**attach schedule**)				
8.	GROSS INVESTMENT INCOME (total lines 1–7)				
	Deductions (Section 804(c))				
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 804(c)(5) (**attach schedule**)				
14.	Total deductions (lines 9–13)				
15.	INVESTMENT YIELD (line 8 less line 14)				

PART IV—AVERAGE INTEREST RATE ASSUMED (Sec. 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 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
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) ... %

PART V—PENSION PLAN RESERVES (Sec. 805(d))

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))

1. Mean of the reserves (col. 7, line 5, Part IV) .....
2. (a) Multiplied by that percentage which equals 100%
   (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))

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)

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 ..... 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, Sch. A, see inst.)			
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			
6. Other items of investment yield (line 15, Schedule A, less 4–5 above)			
7. Net long-term capital gain from line 16, separate Schedule D			
8. Total (lines 4–7)			

REDUCTIONS

9. Interest wholly tax-exempt (line 4, column 3) .....
10. Dividends-received deduction (Affiliated groups—see instructions):
    (a) 85% of dividends from line 5(a), column 3 .....
    (b) 60.208% of dividends from line 5(b), column 3 .....
    (c) 85% of dividends from ***certain*** foreign corporations from 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) .....
12. Total (lines 9, 10(d), and 11) .....
13. Taxable investment income (line 8 less line 12, but not less than zero) .....

SCHEDULE E.—GAIN AND LOSS FROM OPERATIONS (See instructions)

1. Policyholders' share (Sec. 809) (line 5, Sch. E-1, divided by line 15, Sch. 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, Sch. A, see inst.)			
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			
6. Other items of investment yield (line 15, Schedule A, less 4–5 above)			
7. Total (lines 4–6)			

8. Net long-term capital gain from line 16, separate Schedule D	
9. Gross premiums _____ Less: Return premiums, etc. _____	
10. (a) Decrease in reserves (after adjustment under 810(a)) **(attach schedule)**	
(b) Decrease in 811(b)(2) reserves (See line 3, Part II, Schedule E–2)	
11. Other amounts **(attach schedule)**	
12. Total (lines 7–11)	
DEDUCTIONS	
13. Death benefits, etc.	
14. Increase in reserves (after reduction for investment yield under 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 (10% of line 15, Schedule A, not to exceed $25,000)	
19. Other deductions not deducted on Schedule A **(attach schedule)**	
20. Total (lines 13–19)	
21. Dividends-received deduction (Affiliated groups—see instructions):	
(a) 85% of dividends from line 5(a), column 3	
(b) 60.208% of dividends from line 5(b), column 3	
(c) 85% of dividends from ***certain*** foreign corporations from line 5(c), column 3	
(d) Total, but not to exceed 85% of the excess, if any, of line 12 over line 20	
22. Operations loss deduction **(attach schedule)**	
23. Tentative deduction (lines 20–22)	
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 (loss) from operations (line 12 less line 25)	

SCHEDULE E-1.—REQUIRED INTEREST (Sec. 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. 810(c)(1) Reserves (from line 5, column 8, Parts IV and V, Schedule B)					
2. 810(c)(3) Reserves.					
3. 810(c)(4) Reserves.					
4. 810(c)(5) Reserves.					
5. Required interest (Total, lines 1–4)					

SCHEDULE E-2.—PART I—LIMITATION ON LINE 24, SCHEDULE E, DEDUCTION (Sec. 809(f))

1. Statutory amount		250,000
2. (a) From line 12, Schedule E		
(b) Less: Tentative deduction, line 23, Schedule E		
3. Gain from operations without regard to line 24, Schedule E		
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) (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) (not in excess of line 8)		
10. Maximum deduction for certain nonparticipating contracts (line 8 less line 9)		
11. Deduction for certain nonparticipating contracts (Part IV) (not in excess of line 10)		

PART II—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 7, Schedule E–2; if negative, enter on line 10(b), Schedule E		

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

1. Net premiums	
2. Multiplied by	2%
3. Tentative deduction (not to exceed 50% of line 1, less the total amount deducted for prior years)	

PART IV—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")		
(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.—SHAREHOLDERS SURPLUS ACCOUNT (Sec. 815(b))

1. (a) Balance as of the end of the preceding year		
(b) Transfers under 815 (d) (1) and (4) for preceding year		
(c) Balance as of 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 4 less line 3, page 1)		
3. Net long-term capital gain in excess of net short-term capital loss, reduced by income, if any, on line 2		
4. Dividends-received deduction (Affiliated groups—see instructions):		
(a) 85% of dividends received from line 2(a), Schedule A		
(b) 60.208% of dividends received from line 2(b), Schedule A		
(c) 85% of dividends received from ***certain*** foreign corporations		
(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 18, Schedule E)		
7. Total (lines 1–6)		
8. Less: Tax liability for 1965 under 802(a) (computed without regard to 802(b)(3))		
9. Excess of line 7 over line 8		
10. Less: Distributions in 1965 (not to exceed line 9)		
11. Balance as of the end of the taxable year (line 9 less line 10)		

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

1. Balance as of the beginning of the taxable year		
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 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. Less: (a) Actual distributions only in excess of line 9, Schedule F		
(b) Tax increase on 4(a) by reason of 802(b)(3)		
(c) Subtractions under 815 (d) (1) and (4) (see instructions)		
(d) Tax increase on 4(c) by reason of 802(b)(3)		
(e) Subtraction required under 815(d) (2) due to termination		
5. Total of lines 4(a)–(e) (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.—COMPENSATION OF OFFICERS

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

SCHEDULE K.—DEPRECIATION (See instruction 11, page 2)

Taxpayers using Revenue Procedure 62–21, in column 3 state the cost or other basis of assets held at end of year. Column 2 is not applicable to Revenue Procedure 62–21.

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) →						
Buildings						
Furniture and fixtures						
Transportation equipment						
Machinery and other equipment						
Other (specify)						
2. Totals			Enter here and on line 11, Schedule A			

i. (1) Did the corporation at the end of the taxable year own directly or indirectly 50 percent or more of the voting stock of a domestic corporation? Yes ☐ No ☐

(2) Did any corporation, individual, partnership, trust, or association at the end of the taxable year own directly or indirectly 50 percent or more of the corporation's voting stock? Yes ☐ No ☐ (For rules of attribution, see section 267 (c).)

If the answer to (1) or (2) is "Yes," attach separate schedule showing:
(a) name, address, and employer identification no.; and
(b) percentage owned.

If the answer to (1) above is "Yes," include the 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.

j. 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 ☐

k. 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. If a copy of the annual statement does not accompany this return, explain why the statement is not attached.

m. Did you incur expenses in connection with: (If answer to any question is "Yes," check applicable boxes within that question.)

(1) A hunting lodge ☐, working ranch or farm ☐, fishing camp ☐, resort property ☐, pleasure boat or yacht ☐, or other similar facility ☐? (Other than where the operation of the facility was the principal business.) Yes ☐ No ☐

(2) The leasing, renting, or ownership of a hotel room or suite ☐, apartment ☐, or other dwelling ☐, which was used by customers or employees or members of their families? (Other than use by employees while in business travel status.) Yes ☐ No ☐

(3) The attendance of your employees' families at conventions or business meetings? Yes ☐ No ☐

(4) Vacations for employees or members of their families? (Other than amount reported on Form W–2.) Yes ☐ No ☐

n. Were you liable for filing Forms 1096 and 1099 or 1087 for the calendar year 1965? Yes ☐ No ☐
If "Yes" where were they filed?

o. Were you a U.S. shareholder of any controlled foreign corporation? Yes ☐ No ☐ (see sections 951 and 957.) If "Yes," attach Form 3646 for each such corporation.

☆☆☆☆ U.S. GOVERNMENT PRINTING OFFICE : 1965—O-780-719