

U.S. Treasury Department  
Internal Revenue Service

PLEASE TYPE OR PRINT

**a** Date and place incorporated \_\_\_\_\_ Name \_\_\_\_\_  
 \_\_\_\_\_ Number and street \_\_\_\_\_  
**b** Employer identification number \_\_\_\_\_ City or town, State, and ZIP code \_\_\_\_\_

**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 (See Instruction A)

**d** Do you have any variable annuity contracts outstanding? Yes  No

**e** 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 0.) \_\_\_\_\_

**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**

**5** Surtax exemption (line 4, \$25,000, or amount apportioned under section 1561, whichever is lesser) . . . . . \_\_\_\_\_  
**6** Line 4 less line 5 . . . . . \_\_\_\_\_  
**7** (a) 22 percent of line 4 . . . . . \_\_\_\_\_  
 (b) 26 percent of line 6 . . . . . \_\_\_\_\_  
 (c) If multiple surtax exemption is elected under section 1562, enter 6 percent of line 5 . . . . . \_\_\_\_\_  
**8** Income tax (line 7 or line 29 of separate Schedule D, whichever is lesser) . . . . . \_\_\_\_\_  
**9** Foreign tax credit (attach Form 1118) . . . . . \_\_\_\_\_  
**10** Balance (line 8 less line 9) . . . . . \_\_\_\_\_  
**11** Investment credit (attach Form 3468) . . . . . \_\_\_\_\_  
**12** Balance of income tax (line 10 less line 11) . . . . . \_\_\_\_\_  
**13** Tax from recomputing prior year investment credit (attach statement) . . . . . \_\_\_\_\_  
**14** Total tax (line 12 plus line 13) . . . . . \_\_\_\_\_  
**15** Credits: (a) Tax paid with Form 7004 application for extension (attach copy) . . . . . \_\_\_\_\_  
 (b) Payments and credits on 1966 declaration of estimated tax . . . . . \_\_\_\_\_  
 (c) Credit from regulated investment companies (attach Form 2439) . . . . . \_\_\_\_\_  
 (d) Credit for U.S. tax on nonhighway gas. and lub. oil (attach Form 4136) . . . . . \_\_\_\_\_  
**16** If tax (line 14) is larger than credits (line 15), the balance is **TAX DUE**. Enter balance here \_\_\_\_\_  
**17** If tax (line 14) is less than credits (line 15) . . . . . Enter the **OVERPAYMENT** here \_\_\_\_\_  
**18** Enter amount of line 17 you want: Credited on 1967 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)

Table with 4 columns: 1. Interest, 2. Accrual of Discount, 3. Amortization of Premium, 4. Total (For Line 1: Column 1 Plus Column 2 Less Column 3). Rows include Gross Investment Income (Section 804(b)) and Deductions (Section 804(c)).

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

Table with 2 columns: Description and Percentage (%). Rows include Adjusted life insurance reserves, Pension plan reserves, Interest paid, and Policy and other contract liability requirements.

PART II—ASSETS (Sec. 805(b)(4))

Table with 3 columns: 1. Beginning of Taxable Year, 2. End of Taxable Year, 3. Mean of Column 1 and Column 2\*. Rows include Real estate, Mortgages, Collateral loans, Policy loans, Corporate bonds, Stocks, Government obligations, Bank deposits, and Other assets.

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

PART III—EARNINGS RATES (Sec. 805(b))

Table with 2 columns: Description and Percentage (%). Rows include Current earnings rate, Earnings rate for first, second, third, and fourth preceding years, Total (lines 1-5), and Average earnings rate.

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

1. Nature of Reserve (Life, Annuity, Etc.)	2. Assumed Morbidity or Mortality Table	3. As- sumed Interest Rate	4. Method of Computation (Illinois Stand- ard, 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, Schedule B, divided by line 15, Schedule A) but not to exceed 100% . . .							%
2 Company's share . . .							%
3 Total . . .							100%
4 Interest wholly tax-exempt (line 1(a), col. 4, Schedule 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) . . .							
<b>REDUCTIONS</b>							
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 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, Schedule E-1, divided by line 15, Schedule A), but not to exceed 100%				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 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)				
<b>DEDUCTIONS</b>					
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 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") . . . . .		10%
(d) Multiplied by . . . . .		
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 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 18, Schedule E) . . . . .		
7 Total (lines 1-6) . . . . .		
8 Less: Tax liability for 1966 under 802(a) (computed without regard to 802(b)(3)) . . . . .		
9 Excess of line 7 over line 8 . . . . .		
10 Less: Distributions in 1966 (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

Table with 7 columns: 1. Name, address, and social security number of officer; 2. Title; 3. Time devoted to business; 4. Common; 5. Preferred; 6. Amount of compensation; 7. Expense account allowances.

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

Taxpayers using Revenue Procedure 62-21: Make no entry in column 2, enter the cost or other basis of assets held at end of year in column 3, and enter the accumulated depreciation at end of year in column 4.

Table with 7 columns: 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.

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 a schedule showing:
(a) name, address, and identifying number; 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.

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 1966? 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.