

Name \_\_\_\_\_ a Employer identification number \_\_\_\_\_

Number and street \_\_\_\_\_ b Date and place incorporated \_\_\_\_\_

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   
 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) Taxable investment income (Schedule C) \_\_\_\_\_  
 (b) 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 tax (line 10 less line 11) \_\_\_\_\_

13 Foreign Corporations—Tax on income not connected with U.S. business (see Tax Computation Instructions) \_\_\_\_\_

14 Total (add lines 12 and 13) \_\_\_\_\_

15 Tax from recomputing prior year investment credit (attach statement) \_\_\_\_\_

16 Total tax (line 14 plus line 15) \_\_\_\_\_

17 Credits: (a) Tax deposited—Form 7004 application for extension (attach copy) \_\_\_\_\_  
 (b) 1967 estimated tax payments (include 1966 overpayment allowed as a credit) \_\_\_\_\_  
 (c) Credit from regulated investment companies (attach Form 2439) \_\_\_\_\_  
 (d) Credit for U.S. tax on nonhighway gas. and lub. oil (attach Form 4136) \_\_\_\_\_

18 If tax (line 16) is larger than credits (line 17), the balance is **TAX DUE**. See instr. F for Tax Deposit System \_\_\_\_\_

19 If tax (line 16) is less than credits (line 17) Enter the **OVERPAYMENT** here \_\_\_\_\_

20 Enter amount of line 19 you want: Credited on 1968 estimated tax \_\_\_\_\_ Refunded \_\_\_\_\_

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)**

Gross Investment Income (Section 804(b))	1. Interest	2. Accrual of Discount	3. Amortization of Premium	4. Total (For Line 1: Column 1 Plus Column 2 Less Column 3)
<b>1 Interest:</b>				
(a) Wholly exempt obligations (attach schedule) . . . . .	-----	-----	-----	-----
(b) U.S. obligations and U.S. instrumentalities . . . . .	-----	-----	-----	-----
(c) Loans, notes, mortgages, bank deposits, bonds, debentures, etc.	-----	-----	-----	-----
<b>Totals</b> . . . . .	-----	-----	-----	-----
<b>2 Dividends (see instructions)</b>				
(a) Domestic corporations subject to 85% deduction . . . . .	-----	-----	-----	-----
(b) Certain preferred stock of public utilities . . . . .	-----	-----	-----	-----
(c) Foreign corporations subject to 85% deduction . . . . .	-----	-----	-----	-----
(d) Qualifying dividends from affiliated groups . . . . .	-----	-----	-----	-----
(e) Other (attach schedule) . . . . .	-----	-----	-----	-----
<b>3 Gross rents (attach schedule)</b> . . . . .	-----	-----	-----	-----
<b>4 Gross 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 1120 L).</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 (Schedule K)</b> . . . . .	-----	-----	-----	-----
<b>12 Depletion (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 Adjusted life insurance reserves (from Part VI)</b> . . . . .	-----	%
<b>2 Multiplied by the adjusted reserves rate (lesser of lines 1 or 7, Part III)</b> . . . . .	-----	
<b>3 Pension plan reserves (from line 5, col. 7, Part V)</b> . . . . .	-----	%
<b>4 Multiplied by the current earnings rate (line 1, Part III)</b> . . . . .	-----	
<b>5 Interest paid (from Part VII)</b> . . . . .	-----	
<b>6 Policy and other contract liability requirements (total of lines 2, 4, and 5)</b> . . . . .	-----	

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

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

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

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

**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	<b>Totals</b>							
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	<b>Totals</b>							

\*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)

Table with 3 main columns: Description, 1. Total, 2. Exclusion Policyholders' share (line 1 times col. 1), 3. Company's share (col. 1 less col. 2). Rows include Policyholders' share, Company's share, Interest wholly tax-exempt, Dividends from line 2(a-e), Other items of investment yield, Net long-term capital gain, Gross premiums, Deductions (lines 13-19), Dividends-received deduction (lines 21-24), and Total deductions (line 25).

SCHEDULE E-1.—REQUIRED INTEREST (Sec. 809(a)(2))

Table with 5 columns: 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. Rows include 810(c)(1) Reserves, 810(c)(3) Reserves, 810(c)(4) Reserves, 810(c)(5) Reserves, and Required interest (Total, lines 1-4).

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

Table with 3 main columns: Description, 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. Rows include Statutory amount, Deductions from line 24, Gain from operations, Less: Taxable investment income, Excess of line 3 over line 4, Maximum possible deduction, Deduction for dividends, Maximum deduction for accident and health, Deduction for certain nonparticipating contracts.

**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 . . . . .		
<b>OR</b>		
(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 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 1967 under 802(a) (computed without regard to 802(b)(3)) . . . . .		
9 Excess of line 7 over line 8 . . . . .		
10 Less: Distributions in 1967 (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 (See instructions, page 6)

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 Procedures 62-21 and 65-13: 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?
(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?
j Did you submit a copy of the annual statement for the preceding year as required by General Instruction K?
k Does a copy of the annual statement accompany this return?

- l 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?
(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?
(3) The attendance of your employees' families at conventions or business meetings?
(4) Vacations for employees or members of their families?
m Were you liable for filing Forms 1096 and 1099 or 1087 for the calendar year 1967?
n Were you a U.S. shareholder of any controlled foreign corporation?