

# U.S. Life Insurance Company Income Tax Return

PLEASE TYPE OR PRINT

Name \_\_\_\_\_

Number and street \_\_\_\_\_

City or town, State, and ZIP code \_\_\_\_\_

**a Employer identification number** \_\_\_\_\_

**b Date and place incorporated** \_\_\_\_\_

**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 instruction P.)

**f Were you a member of a controlled group subject to the provisions of section 1561?**  Yes  No or section 1562?  Yes  No  
If "Yes," check type of relationship: (1) parent-subsidiary ;  
(2) brother-sister ; (3) combination of (1) and (2) ;  
(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.** \_\_\_\_\_ %

<b>TAXABLE INCOME</b>	1 (a) Taxable investment income (Schedule C) . . . . .	<b>1(a)</b>	_____
	(b) Gain from operations (Schedule E) (If a loss, enter zero) . . . . .	<b>1(b)</b>	_____
	(c) The smaller of (a) or (b) . . . . .	<b>1(c)</b>	_____
	2 50 percent of the excess, if any, of 1(b) over 1(a). . . . .	<b>2</b>	_____
3 Amount subtracted from policyholders' surplus account (line 5, Schedule G) . . . . .	<b>3</b>	_____	
4 Life insurance company taxable income (total of lines 1(c), 2, and 3) . . . . .	<b>4</b>	_____	

<b>TAX COMPUTATION</b>	5 Surtax exemption—Enter line 4 or \$25,000, whichever is lesser. (Component members of a controlled group: see page 7 of instructions and enter your surtax exemption, or line 4, whichever is lesser.) . . . . .	<b>5</b>	_____
	6 Line 4 less line 5 . . . . .	<b>6</b>	_____
	7 (a) 22 percent of line 4 . . . . .	<b>7(a)</b>	_____
	(b) 26 percent of line 6 . . . . .	<b>7(b)</b>	_____
(c) If multiple surtax exemption is elected under sec. 1562, enter 6% of line 5 . . . . .	<b>7(c)</b>	_____	

<b>TAX</b>	8 Income tax—the lesser of the total of line 7 (above) or line 30 of separate Schedule D . . . . .	<b>8</b>	_____
	9 Less: (a) Foreign tax credit (attach Form 1118) . . . . .	<b>9(a)</b>	_____
	(b) Investment credit (attach Form 3468) . . . . .	<b>9(b)</b>	_____
	(c) Work incentive (WIN) credit (attach Form 4874) . . . . .	<b>9(c)</b>	_____
	10 Total of lines 9(a), (b), and (c) . . . . .	<b>10</b>	_____
	11 Balance of tax (line 8 less line 10) . . . . .	<b>11</b>	_____
	12 Foreign Corporations—tax on income not connected with U.S. business (see Tax Computation instructions) . . . . .	<b>12</b>	_____
	13 Tax from recomputing a prior year investment credit (attach Form 4255) . . . . .	<b>13</b>	_____
	14 Minimum tax on tax preference items (see instructions). Check here <input type="checkbox"/> if Form 4626 is attached . . . . .	<b>14</b>	_____
	15 Total tax (add lines 11, 12, 13, and 14) . . . . .	<b>15</b>	_____
	16 Credits: (a) Overpayment from 1971 allowed as a credit . . . . .		_____
	(b) 1972 estimated tax payments . . . . .		_____
	(c) Less refund of 1972 estimated tax applied for on Form 4466 . . . . .	( )	_____
	(d) Tax deposited with Form 7004 (attach copy) . . . . .		_____
	(e) Tax deposited with Form 7005 (attach copy) . . . . .		_____
(f) Credit from regulated investment companies (attach Form 2439) . . . . .		_____	
(g) U.S. tax on special fuels, nonhighway gas and lubricating oil (attach Form 4136) . . . . .		_____	
(h) U.S. income tax paid or withheld at source . . . . .		_____	
17 TAX DUE (line 15 less line 16). See instr. F for depositary method of payment . . . . .	<b>17</b>	_____	
18 OVERPAYMENT (line 16 less line 15) . . . . .	<b>18</b>	_____	
19 Enter amount of line 18 you want: Credited to 1973 estimated tax ▶ Refunded ▶	<b>19</b>	_____	

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 the taxpayer, his declaration is based on all information of which he has any knowledge.

The Internal Revenue Service does not require a seal on this form, but if one is used, please place it here.

Date \_\_\_\_\_ Signature of officer \_\_\_\_\_ Title \_\_\_\_\_

Date \_\_\_\_\_ Signature of individual or firm preparing the return \_\_\_\_\_ Address \_\_\_\_\_

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

	1. Interest	2. Accrual of discount	3. Amortization of premium	4. Total (For line 1: column 1 plus column 2 less column 3)
<b>GROSS INVESTMENT INCOME</b>	<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. Totals . . . . .			
	<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 received from affiliated groups and subject to the 100% deduction (section 243(a)(3)).			
	(e) Qualifying dividends received from affiliated groups and subject to the provisions of section 1564(b)			
	(f) 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 10, separate Schedule D) . . . . .</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</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 section 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 (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)—see instructions (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, 2. Assumed morbidity or mortality table, 3. Assumed interest rate, 4. Method of computation, 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 a 'Totals' row and a calculation for 'Average rate of interest assumed'.

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

Table with 8 columns for pension plan reserves, including rows for Section 805(d)(1)(A) through (D) reserves and a 'Totals' row.

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

Table for adjusted life insurance reserves with rows for mean of reserves, plus 10 times average rate, total, 10 times adjusted reserves rate, and adjusted life insurance reserves. Includes a box for '100%' and a percentage sign.

PART VII—INTEREST PAID (Sec. 805(e))

Table for interest paid with rows for interest on indebtedness, amounts in the nature of interest, discount on prepaid premiums, interest on certain special contingency reserves, and total interest paid.

SCHEDULE C.—TAXABLE INVESTMENT INCOME (See instructions)

Table for taxable investment income with rows for Policyholders' share, Company's share, and Total, with percentage indicators.

Table with 3 columns: 1. Total, 2. Exclusion—policyholders' share, 3. Company's share (col. 1 less col. 2). Includes a shaded area in row 7.

REDUCTIONS

Table for reductions with rows for interest wholly tax-exempt, dividends-received deduction (a-d), small business deduction, and total taxable investment income.



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

<b>1</b> Dividends paid to policyholders . . . . .		
<b>2 (a)</b> 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>(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 . . . . .		
<b>3</b> 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))**

<b>1</b> Amount of deductions allowed or allowable in prior years under section 809(d)(6) . . . . .	
<b>2</b> Net premiums . . . . .	
<b>3</b> Line 2 multiplied by 2% . . . . .	
<b>4</b> Tentative deduction—the lesser of line 3 or (50% of line 2, less the amount on line 1) . . . . .	

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

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

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

<b>1 (a)</b> Balance as of the end of the preceding year . . . . .	
<b>(b)</b> Transfers under sec. 815(d)(1) and (4) for preceding year . . . . .	
<b>(c)</b> Balance as of the beginning of the taxable year (line 1(a) plus line 1(b)) . . . . .	
<b>2</b> Life insurance company taxable income computed without regard to section 802(b)(3) (line 4 less line 3, page 1) . . . . .	
<b>3</b> Net long-term capital gain in excess of net short-term capital loss, reduced by income, if any, on line 2 . . . . .	
<b>4</b> Dividends-received deduction (affiliated groups—see instructions):	
<b>(a)</b> 85% of line 2(a), Schedule A . . . . .	
<b>(b)</b> 60.208% of line 2(b), Schedule A . . . . .	
<b>(c)</b> 85% of line 2(c), Schedule A . . . . .	
<b>(d)</b> Total, but not to exceed 85% of line 12 less line 20, Schedule E . . . . .	
<b>5</b> Interest wholly exempt from tax (line 1(a), column 4, Schedule A) . . . . .	
<b>6</b> Small business deduction (line 11, Schedule C) . . . . .	
<b>7</b> Total (lines 1-6) . . . . .	
<b>8</b> Less: tax liability for 1972 under sec. 802(a) (computed without regard to sec. 802(b)(3)) . . . . .	
<b>9</b> Excess of line 7 over line 8 . . . . .	
<b>10</b> Less: distributions in 1972 (not to exceed line 9) . . . . .	
<b>11</b> Balance as of the end of the taxable year (line 9 less line 10) . . . . .	

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

<b>1</b> Balance as of the beginning of the taxable year . . . . .	
<b>2</b> Add: <b>(a)</b> 50 percent of the excess, if any, of the gain from operations over the taxable investment income (line 2, page 1) . . . . .	
<b>(b)</b> The deduction for certain nonparticipating contracts (line 24(c), Schedule E) . . . . .	
<b>(c)</b> The deduction for accident and health, and group life insurance (line 24(b), Schedule E) . . . . .	
<b>3</b> Total (line 1 plus line 2) . . . . .	
<b>4 (a)</b> Actual distributions only in excess of line 9, Schedule F . . . . .	
<b>(b)</b> Tax increase on line 4(a) by reason of sec. 802(b)(3) . . . . .	
<b>(c)</b> Subtractions under sec. 815(d)(1) and (4) (see instructions) . . . . .	
<b>(d)</b> Tax increase on line 4(c) by reason of sec. 802(b)(3) . . . . .	
<b>(e)</b> Subtraction required under sec. 815(d)(2) due to termination . . . . .	
<b>5</b> Total of lines 4(a)-(e) (not to exceed line 3). Enter here and on line 3, page 1 . . . . .	
<b>6</b> 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.)

Table with 7 rows for investment expense calculations. Rows include: 1 Mean of the assets for the taxable year, 2 One-fourth of 1% of the mean of the assets, 3 Mortgage service fees, 4 (a) (i) Investment yield computed without regard to investment expenses, (ii) Three and three-fourths percent of line 1, (iii) Line (i) less line (ii), (iv) One-fourth of line (iii), (v) 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, (c) The greater of (a) or (b), 5 Limit on deduction for investment expenses (total lines 2-4).

SCHEDULE J.—COMPENSATION OF OFFICERS (See instructions, page 7)

Table with 8 columns: 1. Name of officer, 2. Social security number, 3. Title, 4. Time devoted to business, 5. Common, 6. Preferred, 7. Amount of compensation, 8. Expense account allowances.

SCHEDULE K.—DEPRECIATION (See instruction 11, page 3)

Note: If depreciation is computed by using the Class Life (ADR) System for assets placed in service after December 31, 1970, or the Guideline Class Life System for assets placed in service before January 1, 1971, you must file Form 4832 (Class Life (ADR) System) or Form 5006 (Guideline Class Life System) with your return. Except as otherwise expressly provided in income tax regulations sections 1.167(a)-11(b)(5)(vi) and 1.167(a)-12, the provisions of Revenue Procedures 62-21 and 65-13 are not applicable for taxable years ending after December 31, 1970.

Check box(es) if you made an election this taxable year to use [ ] Class Life (ADR) System and/or [ ] Guideline Class Life System.

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. Includes rows for Total additional first-year depreciation, Depreciation from Form 4832, Depreciation from Form 5006, Other depreciation (Buildings, Furniture and fixtures, Transportation equipment, Machinery and other equipment, Other), and Total.

(1) Did you 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 your 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," also show 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.

If the answer to (2) above is "Yes," was the owner of such voting stock an alien individual or a foreign corporation, partnership, trust or association? . . . . . [ ] Yes [ ] No

Did you submit a copy of the annual statement for the preceding years as required by General Instruction K? . . . . . [ ] Yes [ ] No If "Yes," state Internal Revenue Service Center in which filed.

k Does a copy of the annual statement accompany this return? [ ] Yes [ ] No. If not, explain why the statement is not attached.

l Did you claim a deduction for expenses connected with any: (1) Entertainment facility (boat, resort, ranch, etc.)? . . . . . [ ] Yes [ ] No

(2) Living accommodations (except employees on business)? . . . . . [ ] Yes [ ] No

(3) Employees' families at conventions or meetings? . . . . . [ ] Yes [ ] No

(4) Employee or family vacations not reported on Form W-2? . . . . . [ ] Yes [ ] No

m Did you file all required Forms 1099, 1096 and 1087? . . . . . [ ] Yes [ ] No

n 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.

o Did the company, at any time during the taxable year, have any interest in or signature or other authority over a bank, securities, or other financial account in a foreign country? . . . . . [ ] Yes [ ] No If "Yes," attach Form 4683. (For definitions, see Form 4683.)