

**U.S. Life Insurance Company
 Income Tax Return**

Please type or print	Name		A Employer identification number
	Number and street		B Date and place incorporated
	City or town, State, and ZIP code		

Taxable Income	1 (a) Taxable investment income (Schedule C)	1(a)		
	(b) Gain from operations (Schedule E) (If a loss, enter zero)	1(b)		
	(c) The smaller of (a) or (b)			1(c)
	2 50% of any excess of 1(b) over 1(a)			2
	3 Amount subtracted from policyholders' surplus account (Schedule G, line 5)			3
	4 Life insurance company taxable income (add lines 1(c), 2, and 3)			4

Tax Computation	5 Enter line 4 or \$25,000, whichever is less (members of a controlled group, see instructions)		5
	6 Subtract line 5 from line 4		6
	7 Enter line 6 or \$25,000, whichever is less (members of a controlled group, see instructions)		7
	8 Subtract line 7 from line 6		8
	9 Enter line 8 or \$25,000, whichever is less (members of a controlled group, see instructions)		9
	10 Subtract line 9 from line 8		10
	11 Enter line 10 or \$25,000, whichever is less (members of a controlled group, see instructions)		11
	12 Subtract line 11 from line 10		12
	13 17% of line 5		13
	14 20% of line 7		14
	15 30% of line 9		15
	16 40% of line 11		16
	17 46% of line 12		17
	18 Add lines 13 through 17		18

Tax	19 Income tax—the lesser of line 18 (above) or line 32 of Schedule D (Form 1120L)		19
	20 Less: (a) Foreign tax credit (attach Form 1118)	20(a)	
	(b) Investment credit (attach Form 3468)	20(b)	
	(c) Work incentive (WIN) credit (attach Form 4874)	20(c)	
	(d) Jobs credit (attach Form 5884)	20(d)	
	21 Add lines 20(a), (b), (c), and (d)		21
	22 Balance of tax (subtract line 21 from line 19)		22
	23 Foreign corporations—tax on income not connected with U.S. business (see Tax Computation Instructions)		23
	24 Tax from recomputing a prior year investment credit (attach Form 4255)		24
	25 Tax from recomputing a prior year WIN credit (see instructions—attach computation)		25
	26 Minimum tax on tax preference items (see instructions—attach Form 4626)		26
	27 Total tax (add lines 22 through 26)		27
	28 Credits: (a) Overpayment from 1978 allowed as a credit	28(a)	
	(b) 1979 estimated tax payments	28(b)	
	(c) Less refund of 1979 estimated tax applied for on Form 4466	28(c)	()
	(d) Tax deposited with Form 7004	28(d)	
	(e) Tax deposited with Form 7005 (attach copy)	28(e)	
	(f) Credit from regulated investment companies (attach Form 2439)	28(f)	
	(g) U.S. tax on special fuels, nonhighway gas and lubricating oil (attach Form 4136)	28(g)	
	(h) U.S. income tax paid or withheld at source	28(h)	
29 TAX DUE (subtract line 28 from line 27). See instruction F for depository method of payment		29	
30 OVERPAYMENT (subtract line 27 from line 28)		30	
31 Enter amount of line 30 you want: Credited to 1980 estimated tax ▶ Refunded ▶		31	

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. Declaration of preparer (other than taxpayer) is based on all information of which the preparer has any knowledge.

Please Sign Here	Signature of officer	Date	Title	
	Preparer's signature and date		Check if self-employed <input type="checkbox"/>	Preparer's social security no.
	Firm's name (or yours, if self-employed) and address		E.I. No.	ZIP code

PART IV—AVERAGE INTEREST RATE ASSUMED (Section 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, 6. Amount of reserve at end, 7. Mean of column 5 and 6, 8. Column 3 times column 7.

*See instructions for section 806(b) and section 818(c) adjustments. **Adjusted under section 806(a) (attach schedule).

PART V—PENSION PLAN RESERVES (Section 805(d))

Table with 8 columns for pension plan reserves: 1-6 Section 805(d)(1)-(6) reserves, 7 Totals.

PART VI—ADJUSTED LIFE INSURANCE RESERVES (Section 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 subtract line 2(d) from line 2(c).

PART VII—INTEREST PAID (Section 805(e))

Table for interest paid with rows: 1 Interest on indebtedness, 2 Amounts in the nature of interest, 3 Discount on prepaid premiums, 4 Interest on certain special contingency reserves, 5 Total interest paid.

Schedule C TAXABLE INVESTMENT INCOME (See instructions)

Table for taxable investment income with rows: 1 Policyholder's share, 2 Company's share, 3 Total.

Table for interest and dividends with rows: 4 Interest wholly tax-exempt, 5 (a) Dividends from Schedule A, (b) Dividends from Schedule A, (c) Dividends from Schedule A, (d) Dividends from Schedule A, (e) Dividends from Schedule A, 6 Other items of investment yield, 7 Net capital gain, 8 Totals.

REDUCTIONS

Table for reductions with rows: 9 Interest wholly tax-exempt, 10 Dividends-received deduction (a) 85% of line 5(a), (b) 59.13% of line 5(b), (c) 85% of line 5(c), (d) Total, 11 Small business deduction, 12 Total, 13 Taxable investment income.

Schedule E GAIN OR (LOSS) FROM OPERATIONS (See instructions)

1 Policyholder's share (section 809) (Schedule E-1, line 6 divided by Schedule A, line 15), but not to exceed 100%		%
2 Company's share		%
3 Total		100%

	1. Total	2. Exclusion—policyholder's share (line 1 times column 1)	3. Company's share (column 1 less column 2)
4 Interest wholly tax-exempt (Schedule A, line 1(a), column 4—see instructions)			
5 (a) Dividends from Schedule A, line 2(a)			
(b) Dividends from Schedule A, line 2(b)			
(c) Dividends from Schedule A, line 2(c)			
(d) Dividends from Schedule A, line 2(d)			
(e) Dividends from Schedule A, line 2(e)			
6 Other items of investment yield (Schedule A, line 15 less 4 and 5 above)			
7 Totals (add lines 4 through 6)			
8 Net capital gain (Schedule D (Form 1120L), line 11)			
9 Gross premiums Less: Return premiums, etc.			
10 (a) Decrease in reserves (after adjustment under section 810(a)) (attach schedule)			
(b) Decrease in section 811(b)(2) reserves (see Schedule E-2, Part II, line 3)			
11 Other amounts (attach schedule). (Also include amount from Schedule D (Form 1120L), line 36 (c))			
12 Total (add lines 7 through 11)			

DEDUCTIONS

13 Death benefits, etc.	
14 Increase in reserves (after reduction for investment yield under section 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 (Schedule C, line 11)	
19 Other deductions not deducted on Schedule A (attach schedule)	
20 Total (add lines 13 through 19)	
21 Dividends-received deduction (affiliated groups, see instructions):	
(a) 85% of line 5(a), column 3	
(b) 59.13% of line 5(b), column 3	
(c) 85% of line 5(c), column 3	
(d) Total, but not to exceed 85% of any excess of line 12 over line 20	
22 Operations loss deduction (attach schedule)	
23 Tentative deduction (add lines 20 through 22)	
24 Plus: (a) Dividends to policyholders (Schedule E-2, Part I, line 7)	
(b) Accident and health, and group life insurance (Schedule E-2, Part I, line 9)	
(c) Certain nonparticipating contracts (Schedule E-2, Part I, line 11)	
25 Total deductions (add lines 23 and 24)	
26 Gain or (loss) from operations (subtract line 25 from line 12). Enter here and on page 1, line 1(b)	

Schedule E-1 REQUIRED INTEREST (Section 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 Sec. 810(c)(1) reserves (from Schedule B, Part IV, line 5, column 8 and Schedule B, Part V, line 7, column 8)					
2 Sec. 810(c)(3) reserves					
3 Sec. 810(c)(4) reserves					
4 Sec. 810(c)(5) reserves					
5 Sec. 810(c)(6) reserves					
6 Required interest (add lines 1 through 5)					

Schedule E-2

PART I—LIMITATION ON DEDUCTION (SCHEDULE E, LINE 24) (Section 809(f))

Table with 11 rows for Part I. Row 1: Statutory amount \$250,000. Rows 2-11: (a) Schedule E, line 12; (b) Tentative deduction; Gain from operations; Taxable investment income; Subtraction of line 4; Maximum possible deduction; Deductions for dividends, accident/health insurance, and nonparticipating contracts.

PART II—DIVIDENDS TO POLICYHOLDERS (Section 809(d)(3))

Table with 3 rows for Part II. Row 1: Dividends paid to policyholders. Row 2: (a) Increased by the excess of (i) over (ii); (i) Reserve at the end of the taxable year; (ii) Reserve at the end of the preceding taxable year. Row 3: (b) Decreased by the excess of (i) over (ii); (i) Reserve at the end of the preceding taxable year; (ii) Reserve at the end of the taxable year.

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

Table with 4 rows for Part III. Row 1: Amount of deductions allowed or allowable in prior years. Row 2: Net premiums. Row 3: Line 2 multiplied by 2%. Row 4: Tentative deduction—the lesser of line 3 or (50% of line 2, less amount on line 1).

PART IV—CERTAIN NONPARTICIPATING CONTRACTS (Section 809(d)(5))

Table with 3 rows for Part IV. Row 1: (a) Reserve at the end of the taxable year; (b) Subtract: Reserve at the beginning of the taxable year; (c) Increase (if the difference is less than zero, enter zero); (d) Multiplied by 10%. Row 2: (a) Net premiums; (b) Multiplied by 3%. Row 3: Tentative deduction—the greater of line 1 or line 2.

Schedule F SHAREHOLDER'S SURPLUS ACCOUNT (Section 815(b))

Table with 11 rows for Schedule F. Row 1: (a) Balance at the end of the preceding year; (b) Transfers under section 815(d)(1) and (4) for preceding year; (c) Balance at the beginning of the taxable year (line 1(a) plus line 1(b)). Row 2: Life insurance company taxable income. Row 3: Net capital gain income. Row 4: Dividends-received deduction (affiliated groups—see instructions); (a) 85% of Schedule A, line 2(a); (b) 59.13% of Schedule A, line 2(b); (c) 85% of Schedule A, line 2(c); (d) Total, but not to exceed 85% of any excess of line 12, Schedule E over line 20, Schedule E. Row 5: Interest wholly tax-exempt. Row 6: Small business deduction. Row 7: Total (add lines 1 through 6). Row 8: Tax liability for 1979 under section 802(a). Row 9: Subtract line 8 from line 7. Row 10: Distributions in 1979. Row 11: Balance as of the end of the taxable year (subtract line 10 from line 9).

Schedule G POLICYHOLDER'S SURPLUS ACCOUNT (Section 815(c))

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

Schedule H LIMITATION OF INVESTMENT EXPENSE DEDUCTION
 (You need not fill in Schedule H unless you claim a deduction for general expenses allocated to investment income.)

1 Mean of the assets for the taxable year (Schedule B, Part II, line 10, column 3)		
2 One-fourth of 1% of the mean of the assets (line 1)		
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 Schedule B, Part II, line 2(a), column 3		
(c) The greater of (a)(vi) or (b)		
5 Limit on deduction for investment expenses (add lines 2 through 4)		

Schedule J COMPENSATION OF OFFICERS (See instructions, page 7)

1. Name of officer	2. Social security number	3. Time devoted to business	Percent of corporation stock owned		6. Amount of compensation	7. Expense account allowance
			4. Common	5. Preferred		

Additional Information Required

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

D Were you a member of a controlled group subject to the provisions of section 1561?

If answer was "Yes," check type of relationship:

(1) Parent-subsidiary

(2) Brother-sister

(3) Combination of (1) and (2)

(See section 1563)

E Enter 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.

F Do you have any variable annuity contracts outstanding?

G Do you have any segregated asset accounts?
If "Yes," see instruction P.

H Amount of total insurance-liabilities (see Schedule K) ▶

I (1) Did you at the end of the taxable year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation (for rules of attribution, see section 267(c))?

If "Yes," attach a schedule showing:

(a) Name, address, and identifying number;

(b) Percentage owned; and

(c) Taxable income or (loss) from line 28, page 1, Form 1120 of such corporation for the taxable year ending with or within your taxable year.

(2) Did any individual, partnership, corporation, estate, or trust at the end of the taxable year own, directly or indirectly, 50% or more of your voting stock (for rules of attribution, see section 267(c))?

If "Yes":

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

(b) Enter percentage owned ▶%

(c) Was the owner of such voting stock a person other than a U.S. person?
If "Yes," enter owner's country (see instruction R) ▶

J Did you previously file a copy of the annual statement for the preceding years as required by General Instruction K?
If "Yes," name the Internal Revenue Service Center in which filed ▶

K Does a copy of the 1979 annual statement accompany this return? If "No," see instructions and attach an explanation why the statement is not attached

L (1) Did you claim a deduction for expenses connected with:

(a) Entertainment facility (boat, resort, ranch, etc.)?

(b) Living accommodation (except for employees on business)?

(c) Employees attending conventions or meetings outside the U.S. or its possessions?

(d) Employees' families at conventions or meetings?

If "Yes," were any of these conventions or meetings outside the U.S. or its possessions?

(e) Employee or family vacations not reported on Form W-2?

(2) Enter total amount claimed on Form 1120L for entertainment, entertainment facilities, gifts, travel, and conventions of the type for which substantiation is required under section 274(d). (See instruction W.) ▶

M Did you file all required Forms 1087, 1096, and 1099?

N Were you a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957)
If "Yes," attach Form 3646 for each such corporation.

O Enter the number of defined benefit and defined contribution plans you have for your employees (see instruction I) ▶

P At any time during the tax year, did you have an interest in or a signature or other authority over a bank account, securities account, or other financial account in a foreign country (see instruction T)?

Q Were you the grantor of or transferor to a foreign trust which existed during the current tax year, whether or not you have any beneficial interest in it? If "Yes," you may be required to file Forms 3520, 3520A, or 926.

R During the tax year was any part of your tax accounting records maintained on a computerized system?

	Yes	No		Yes	No
C			(c)		
D			J		
E			K		
F			L (1)		
G			(a)		
H			(b)		
I (1)			(c)		
(a)			(d)		
(b)			(e)		
(c)			(2)		
(a)			M		
(b)			N		
			O		
			P		
			Q		
			R		

Schedule K ASSETS (Section 805(b)(4)) AND TOTAL INSURANCE LIABILITIES (Section 819(a)) (See instructions)

Assets—section 805(b)(4) (Schedule B, Part II, line 10, column 2) ▶			General account	Separate account	
Line	1. Section	2. NAIC* page 3	3. Description of item	4. General account	5. Separate account
			Liabilities:		
1	801(c)(1)	Line 1	Reserve for life policies and contracts Subtract: Deficiency reserves		
2	801(c)(2)	Line 2	Reserve for accident and health policies Subtract: Reserves for rate credits		
3	810(c)(3)	Line 3	Supplementary contracts without life contingencies		
4	810(c)(3)	Line 4.1	Policy and contract claims, life Subtract: Resisted life claims		
5	810(c)(3)	Line 4.2	Policy and contract claims, accident and health		
6	810(c)(4)	Line 5	Policyholders' dividend and coupon accumulations		
7	810(c)(5)	Line 9	Premiums and annuity considerations received in advance Subtract: Discount		
8	810(c)(5)	Line 10	Liability for premium deposits and other funds		
			Other:		
			Miscellaneous insurance liabilities, not included above, such as—		
9	810(c)(6)		(a) Special contingency reserves group life, health and accident insurance		
10	810(c)(3)		(b) Amounts held at interest under insurance, annuity or deposit administration contracts or pension trust side funds		
11	810(c)(3)		(c) Funds held to provide for future conversion of policies or contracts		
12	810(c)(3)		(d) Amounts held pending issue of contracts supplementary to insurance or annuity contracts		
13	801(c)(3)		(e) Other insurance liabilities or adjustments:		
			(i) Reserves for mortality fluctuations		
			(ii) Liability for insurance or annuity benefits for employees and agents		
14	801(c)(3)		(f) Other items (please describe):		
15			Totals		
16			Total general account insurance liabilities. Enter total from line 15, column 4, here and in question H. See instructions .		

*1979 Annual Statement Form approved by the National Association of Insurance Commissioners. References in column 2 apply to the general account only.