Form **1120L**

Department of the Treasury
Internal Revenue Service

U.S. Life Insurance Company Income Tax Return

▶ See separate instructions.

For calendar 1990, or tax year beginning _____, 1990, and ending _____, 19 ____

OMB No. 1545-0128

1990

Please type or print

Name

Number, street, and room or suite no. (If a P.O. box, see page 4 of instructions.)

City or town, state, and ZIP code

A Employer identification number

B Date incorporated

C Check box if this is a consolidated return . . ▶ ☐

D Check box if nonlife insurance companies are included . . . . ▶ ☐

E Check applicable boxes: (1) ☐ Final return (2) ☐ Change in address (3) ☐ Amended return

F Check applicable box if an election has been made under section(s) ▶ (1) ☐ 953(c)(3)(C) (2) ☐ 953(d)

Taxable income

1	Life insurance company taxable income (LICTI)—(Schedule A, line 22)	1
2	Limitation on noninsurance losses (Schedule P, line 9)	2
3	Amount subtracted from policyholder surplus account (Schedule N, line 3)	3
4	Total taxable income—Add lines 1, 2, and 3; however, the total may not be less than line 3	4

Tax

5	Check if you are a member of a controlled group (see sections 1561 and 1563) . . . . ▶ ☐		
a	Enter your share of the $50,000 amount and $25,000 amount (in that order) in each tax bracket: (i) $ _____ (ii) $ _____		
b	Enter your share of the additional 5% tax (not to exceed $11,750): $ _____		
6	Income tax (see instructions to figure the tax)		6
7a	Foreign tax credit (attach Form 1118)	7a	
b	Other credits (see instructions)	7b	
c	General business credit. Check if from: ☐ Form 3800 ☐ Form 3468 ☐ Form 5884 ☐ Form 6478 ☐ Form 6765 ☐ Form 8586	7c	
d	Credit for prior year minimum tax (attach Form 8801)	7d	
8	Total credits (add lines 7a through 7d)		8
9	Balance of tax (Line 6 less line 8)		9
10	Foreign corporations—tax on income not connected with U.S. business		10
11	Recapture taxes. Check if from: ☐ Form 4255 ☐ Form 8611		11
12a	Alternative minimum tax (attach Form 4626) (see instructions)		12a
b	Environmental tax (attach Form 4626)		12b
13	Total tax (add lines 9 through 12b)		13
14a	Overpayment from 1989 allowed as a credit	14a	
b	1990 estimated tax payments	14b	
c	Less 1990 refund applied for on Form 4466	14c ( )	
d	Sum of lines 14a and 14b minus line 14c	14d	
e	Tax deposited with Form 7004	14e	
f	Credit from regulated investment companies (attach Form 2439)	14f	
g	Credit for Federal tax on fuels (attach Form 4136)	14g	
h	U.S. income tax paid or withheld at source	14h	
15	Total credits (combine lines 14d through 14h)		15
16	Enter any **PENALTY** for underpayment of estimated tax—Check ▶ ☐ if Form 2220 is attached		16
17	**TAX DUE**—If the total of lines 13 and 16 is larger than line 15, enter AMOUNT OWED		17
18	**OVERPAYMENT**—If line 15 is larger than the total of lines 13 and 16, enter AMOUNT OVERPAID		18
19	Enter amount of line 18 you want: **Credited to 1991 estimated tax** ▶ $ **Refunded** ▶		19

Please Sign Here

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.

▶ Signature of officer | Date ▶ Title

Paid Preparer's Use Only

Preparer's signature ▶ | Date | Check if self-employed ▶ ☐ | Preparer's social security no.

Firm's name (or yours if self-employed) and address ▶ | E.I. No. ▶ | ZIP Code ▶

For Paperwork Reduction Act Notice, see page 1 of the instructions.

SCHEDULE A Life Insurance Company Taxable Income (LICTI) (Section 801(b)) (See instructions.)

1	Gross premiums, etc., less return premiums, etc. Enter balance			1	
2	Decrease in reserves			2	
3	10% of any decrease in reserves under section 807(f)(1)(B)(ii)			3	
4	3⅓% of end of year balance of reserves under section 807(e)(7)(B)			4	
5	Investment income (Schedule C, line 8)			5	
6	Net capital gain (line 10, Schedule D (Form 1120))			6	
7	Other amounts (attach schedule)			7	
8	Life insurance company gross income (add lines 1 through 7)			8	
9	Death benefits, etc.	9			
10	Increase in reserves (Schedule B, line 12)	10			
11	10% of any increase in reserves under section 807(f)(1)(B)(i)	11			
12	Deductible policyholder dividends (Schedule E, line 7)	12			
13	Consideration paid for assumption by another person of liabilities	13			
14	Dividends reimbursable by taxpayer	14			
15a	Interest ▶ _____ b Less tax-exempt _____ c Balance ▶	15c			
16	Other deductions (attach schedule)	16			
17	Dividends-received deduction (Schedule G, column (c), line 15)—enter here and on Schedule M, line 2c	17			
18	Operations loss deduction (attach schedule)	18			
19	Total deductions (add lines 9 through 18)			19	
20	Gain or (loss) from operations (Line 8 less line 19), enter here and on Schedule H, line 1			20	
21	Small life insurance company deduction (Schedule H, line 10), enter here and on Schedule M, line 2b			21	
22	LICTI (line 20 less line 21), enter here and on page 1, line 1			22	

SCHEDULE B Increase or (Decrease) in Reserves (Section 807) (See instructions.)

			(a) Beginning of tax year	(b) End of tax year
1	Life insurance reserves	1		
2	Unearned premiums and unpaid losses	2		
3	Supplementary contracts	3		
4	Dividend accumulations and other amounts	4		
5	Advance premiums	5		
6	Special contingency reserves	6		
7	Total (add lines 1 through 6 in both columns)	7		
8	Increase (decrease) in reserves (column (b) less column (a))		8	
9	Policyholders' share of tax-exempt interest (Schedule C, line 9 times Schedule K, line 26)		9	
10	Line 8 less line 9		10	
11	**Less:** Adjustment to reserves of mutual insurance company per section 809(a)(2) (Schedule E, line 8)		11	
12	Net increase (decrease) in reserves. (If an increase, enter here and on Schedule A, line 10. If a (decrease), enter here and on Schedule A, line 2.)		12	

SCHEDULE C Gross Investment Income (Section 812(d)) (See instructions.)

1	Interest (excluding tax-exempt interest)	1		
2	Gross taxable dividends (Schedule G, column (a), line 15)	2		
3	Gross rents	3		
4	Gross royalties	4		
5	Leases, terminations, etc.	5		
6	Excess of net short-term capital gain over net long-term capital loss (line 9, Schedule D (Form 1120))	6		
7	Gross income from trade or business other than insurance (attach schedule)	7		
8	Investment income (add lines 1 through 7), enter here and on Schedule A, line 5	8		
9	Tax-exempt interest, enter here and on Schedule K, line 5 and on Schedule M, line 2d	9		
10	Add lines 8 and 9	10		
11	100% qualifying dividends	11		
12	Gross investment income (line 10 less line 11), enter here and on Schedule K, line 1	12		

SCHEDULE E Policyholder Dividends (Section 808)

1	Amounts paid or accrued	1	
2	Excess interest	2	
3	Premium adjustments	3	
4	Experience-rated refunds	4	
5	Total (add lines 1 through 4)	5	
6	Differential earnings amount for mutual companies only (Schedule F, line 13)	6	
7	Deductible policyholder dividends (line 5 less line 6, but not less than zero), enter here and on Schedule A, line 12 and Schedule K, line 10	7	
8	Adjustment to reserves of mutual insurance company (excess of line 6 over line 5), enter here and on Schedule B, line 11	8	
9	Deductible percentage (line 7 divided by line 5)	9	%

SCHEDULE F Differential Earnings Amount—Mutual Companies Only (Section 809)

		(a) End of preceding tax year	(b) End of this tax year
1	Annual statement surplus and capital		
2	Nonadmitted financial assets (attach schedule)		
3	Excess of statutory reserves over tax reserves on section 807(c) items		
4	Deficiency reserves		
5	Mandatory securities valuation reserve		
6	Other voluntary reserves		
7	50% of the amount of any provision for policyholder dividends payable in the next tax year		
8a	Subtotal (add lines 1 through 7)		
b	Adjustment for equity allocable to noncontiguous Western Hemisphere countries and other adjustments		
c	Combine lines 8a and 8b, both columns		
9	Total of line 8c, columns (a) and (b)		
10	Tentative average equity base—Enter 50% of line 9		
11	Other adjustments (attach schedule)		
12	Average equity base (line 10 plus line 11)		
13	Differential earnings amount (line 12 times the differential earnings rate), enter here and on Schedule E, line 6 (See instructions.)		

SCHEDULE G Dividend Income and Dividends-Received Deduction (See instructions.)

	Dividends subject to proration	(a) Gross taxable dividends	(b) Deduction rate	(c) Deduction (column (a) times column (b))
1	Domestic corporations, less-than-20%-owned (other than debt-financed stock)		70%	
2	Domestic corporations, 20%-or-more-owned (other than debt-financed stock)		80%	
3	Debt-financed stock of domestic and foreign corporations		see instructions	
4	Public utility corporations, less-than-20%-owned		41.176%	
5	Public utility corporations, 20%-or-more-owned		47.059%	
6	Foreign corporations, less-than-20%-owned, and certain FSCs		70%	
7	Foreign corporations, 20%-or-more-owned, and certain FSCs		80%	
8	Wholly owned foreign corporations		100%	
9	Certain affiliated company dividends		100%	
10	Gross dividends-received deduction (add lines 1 through 9 of column (c))			
11	Company share percentage (Schedule K, line 25)			
12	Prorated amount (line 10 times line 11)			
	Dividends not subject to proration			
13	Affiliated company dividends		see instructions	
14	Other corporate dividends			
15	Total (add lines 1 through 14 in column (a) and lines 12 and 13 in column (c)). (Reduce the deduction as provided in section 805(a)(4)(D)(ii).)—Enter the amount from line 15, column (a), on Schedule C, line 2, and enter the amount from line 15, column (c), on Schedule A, line 17			

SCHEDULE H **Small Life Insurance Company Deduction (Section 806(a))**—If assets (Schedule O, Part I, line 6, column (b) are $500,000,000 or more, complete lines 1 through 5, line 9, and enter zero on line 10. (See instructions.)

1	Gain or (loss) from operations (Schedule A, line 20)	1			
2a	Less: noninsurance income	2a			
b	Plus: noninsurance deductions	2b			
3a	Gain or (loss) on insurance operations (line 1 less line 2a plus line 2b)	3a			
b	Adjustments (attach schedule)	3b			
c	Tentative LICTI (total of lines 3a and 3b)	3c			
4	Controlled group tentative LICTI (Schedule I, line 8)	4			
5	Combined tentative LICTI (line 3c plus line 4). If $15,000,000 or more, omit lines 6 through 8, enter zero on line 10 below, and on Schedule A, line 21	5			
6	Line 5 times .6, but not more than $1,800,000	6	x .6		
7a	Maximum statutory amount	7a	3,000,000		
b	Line 5 less line 7a, but not less than zero	7b			
c	Line 7b times .15, but not more than $1,800,000	7c	x .15		
8	Tentative small life insurance company deduction (line 6 less line 7c)			8	
9	Taxpayer's share (line 3c, but not less than zero, divided by the sum of line 3c and Schedule I, column (a), line 6)			9	
10	Allowable small life insurance company deduction (line 9 times line 8). Enter here and on Schedule A, line 21			10	

SCHEDULE I **Controlled Group Information (Section 806(c))** (See instructions.)

	Company	Tentative LICTI (a) Income	Tentative LICTI (b) (Loss)
1			
2			
3			
4			
5			
6	Total—Add lines 1 through 5 in both columns		
7	Enter amount from line 6, column (b)	( )	
8	Net controlled group tentative LICTI (line 6 less line 7). Enter here and on Schedule H, line 4.		

SCHEDULE K **Part I—Company/Policyholder Share Percentage (Section 812)** (See instructions.)

1	Gross investment income (Schedule C, line 12)			1	
2	Policy interest (Schedule L, line 6)			2	
3	Line 1 less line 2			3	
4	Life insurance company gross income (Schedule A, line 8)	4			
5	Tax-exempt interest (Schedule C, line 9)	5			
6	Add lines 4 and 5			6	
7	Increase in reserves (Schedule B, line 8) (If a decrease in reserves, enter "0".)			7	
8	Line 6 less line 7			8	
9	Investment income ratio (line 3 divided by line 8)			9	
10	Deductible policyholder dividends (Schedule E, line 7)			10	
11	Deductible excess interest (Schedule L, line 2)	11			
12	Deductible dividends on employee pension funds	12			
13	Deductible dividends on deferred annuities	13			
14	Deductible premium and mortality charges for contracts paying excess interest	14			
15	Add lines 11 through 14			15	
16	Line 10 less line 15			16	
17	Investment portion of dividends (line 9 times line 16)			17	
18	Policy interest (Schedule L, line 6)			18	
19	Policyholder share amount (add lines 17 and 18)			19	

SCHEDULE K **Part II**

20	Gross investment income (from line 1 above)	20	
21	Net investment income (see instructions)	21	
22	Policyholder share amount (from line 19 above)	22	
23	Company share of net investment income (line 21 less line 22)	23	
24	Total share percentage	24	100%
25	Company share percentage (line 23 divided by line 21). Enter here and on Schedule G, line 11	25	%
26	Policyholders' share percentage (line 24 less line 25)	26	%

SCHEDULE L Policy Interest (Section 812(b)(2))

1 Required interest on reserves under sections 807(c)(1), (3), (4), (5), and (6) (attach schedule)	1		
2 Deductible excess interest (Schedule E, line 2 times Schedule E, line 9). Enter here and on Schedule K, line 11	2		
3 Deductible amounts credited to employee pension funds	3		
4 Deductible amounts credited to deferred annuities	4		
5 Deductible interest on amounts left on deposit	5		
6 Total policy interest (add lines 1 through 5). Enter here and on Schedule K, lines 2 and 18	6		

SCHEDULE M Shareholders' Surplus Account—Stock Companies Only (Section 815(c))

1a Balance at the beginning of tax year	1a		
b Transfers under pre-1984 sections 815(d)(1) and (4) for preceding year	1b		
c Balance at the beginning of tax year (add lines 1a and 1b)	1c		
2a LICTI (page 1, sum of lines 1 and 2, but not less than zero)	2a		
b Small life insurance company deduction (Schedule A, line 21)	2b		
c Dividends-received deduction (Schedule A, line 17)	2c		
d Tax-exempt interest (Schedule C, line 9)	2d		
3 Total (add lines 1c through 2d)	3		
4 Tax liability without regard to section 815 (figure the tax on line 2a as if it were total taxable income)	4		
5 Line 3 less line 4 (do not enter less than zero)	5		
6 Direct or indirect distributions in the tax year (not more than line 5)	6		

Part I—Total Assets (Section 806(a)(3)(C))

		(a) As of Beginning of Tax Year		(b) As of Close of Tax Year	
1 Real property	1				
2 Stocks	2				
3 Proportionate share of partnership and trust assets	3				
4 Other assets (attach schedule)	4				
5 Total assets of controlled groups	5				
6 Total assets (add lines 1 through 5)	6				

SCHEDULE O Part II—Total Assets and Total Insurance Liabilities (Section 842(b)(2))

Line references are to the "Assets" (lines 1 and 2) and "Liabilities, Surplus, and Other Funds" (lines 3 through 15) Sections of the NAIC Annual Statement.

		(a) As of Beginning of Tax Year	(b) As of Close of Tax Year
1	Subtotals for Assets (line 22)	1	
2	Total Assets (line 24)	2	
3	Reserve for life policies and contracts (line 1)	3	
4	Reserve for accident and health policies (line 2)	4	
5	Supplementary contracts without life contingencies (line 3)	5	
6	Life policy and contract claims (line 4.1)	6	
7	Accident and health policy and contract claims (line 4.2)	7	
8	Policyholder's dividend and coupon accumulations (line 5)	8	
9	Premiums and annuity considerations received in advance less discount (line 9)	9	
10	Policyholder premiums (line 10.1)	10	
11	Guaranteed interest contracts (line 10.2)	11	
12	Other contract deposit funds (line 10.3)	12	
13	Surrender values on cancelled policies (line 11.1)	13	
14	Part of other amounts payable on reinsurance assumed (line 11.3)	14	
15	Part of aggregate write-ins for liabilities (line 25). (Only include items or amounts includable in "total insurance liabilities on U.S. business" as defined in section 842(b)(2)(B)(i))	15	
16	Separate accounts statement (line 27)	16	
17	Total insurance liabilities (add lines 3 through 16)	17	

SCHEDULE P Limitation on Noninsurance Losses (Section 806(b)(3)(C))

1	Noninsurance income (attach schedule)	1	
2	Noninsurance deductions (attach schedule)	2	
3	Noninsurance operations loss deductions	3	
4	Add lines 2 and 3	4	
5	Noninsurance loss (line 4 less line 1). If line 1 is greater than line 4, skip lines 5 through 8, and enter zero on line 9	5	
6	Enter 35% of line 5	6	
7	Enter 35% of the excess of Schedule A, line 22, over any noninsurance loss included in Schedule A	7	
8	Enter the lesser of line 6 or line 7	8	
9	Limitation on noninsurance losses (line 5 less line 8)—Enter here and on page 1, line 2	9	

SCHEDULE Q Additional Information (See instructions.)

	Yes	No
G Check if the corporation is a:		
(1) ☐ Legal reserve company—if checked:		
Kind of company:		
☐ Stock ☐ Mutual		
Principal business:		
☐ Life insurance		
☐ Health and accident insurance		
(2) ☐ Fraternal or assessment association		
(3) ☐ Burial or other insurance company		
H Enter the percentage that the total of the corporation's life insurance reserves (section 816(b)) plus unearned premiums and unpaid losses (whether or not ascertained) on noncancelable life, health or accident policies not included in life insurance reserves is to the corporation's total reserves (section 816(c)) _____ %. Attach a schedule of the computation.		
I Does the corporation have any variable annuity contracts outstanding?		
J (1) Did the corporation, at the end of the tax 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 identification number; *(b)* Percentage owned; and *(c)* Taxable income or (loss) before NOL or special deductions from line 28, page 1, Form 1120 (or line 24, page 1, Form 1120-A) of that corporation for the tax year ending with or within your tax year.		
(2) Did any individual, partnership, corporation, estate, or trust, at the end of the tax year, own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) . . . . . If "Yes," attach a schedule showing: *(a)* Name, address, and identification number; *(b)* Percentage owned; and *(c)* If the owner of that voting stock was a foreign person (see instructions), check "Yes," and show owner's country. ▶ ----------		
Note: *If question J(2)(c) is checked "Yes," the corporation may have to file Form 5472.*		

	Yes	No
K Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957, and the instructions.) . . . . . If "Yes," attach Form 5471 for each corporation.		
L At any time during the tax year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? (See the instructions for exceptions and filing requirements for Form TD F 90-22.1.) . . . . . If "Yes," write the name of the foreign country. ▶ ----------		
M Was the corporation ever the grantor of or transferor to a foreign trust which existed during the current tax year, whether or not it had any beneficial interest in it? (See instructions.) . . . If "Yes," the corporation may be required to file Form 926, 3520, or 3520-A.		
N During the tax year did the corporation maintain any of its accounting/tax records on a computerized system?		
O Check method of accounting: **(1)** ☐ Accrual **(2)** ☐ Other (specify) ----------		
P Enter the amount of tax-exempt interest received or accrued during the tax year $_____		
Q Has the corporation elected to use its own payout pattern for discounting unpaid losses and unpaid loss adjustment expenses?.		
R Does the corporation discount any of the loss reserves shown on its annual statement?		
S (1) Enter the total unpaid losses shown on the corporation's annual statement: **(a)** for the current year: $ _____ **(b)** for the previous year: $ _____		
(2) Enter the total unpaid loss adjustment expenses shown on the corporation's annual statement: **(a)** for the current year: $ _____ **(b)** for the previous year: $ _____		

SCHEDULE R Reconciliation (See instructions.)

SCHEDULE S Compensation of Officers (See instructions.)

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