

FORM  
**1120-S**

**U.S. SMALL BUSINESS CORPORATION  
RETURN OF INCOME**

**1962**

U.S. Treasury Department  
Internal Revenue Service

or other taxable year beginning \_\_\_\_\_, 1962,  
and ending \_\_\_\_\_, 19

**PLEASE TYPE OR PRINT PLAINLY**

**A.** Date of election as small business corporation

Name

**B.** Business Code No. (see page 4 instr.)

Number and street

City or town, postal zone number, State

**C.** Total assets from line 13 Sch. L (see instruction N)

**D.** County in which located

**E.** Employer identification number

**IMPORTANT**—All applicable lines and schedules must be filled in. If the lines on the schedules are not sufficient, see instruction M.

**GROSS INCOME**

- 1. Gross receipts or gross sales ..... Less: Returns and allowances .....
- 2. Less: Cost of goods sold (Schedule A) and/or operations (attach schedule) .....
- 3. Gross profit .....
- 4. Dividends .....
- 5. Interest on obligations of the United States, etc., issued:
 

Gross amount	Amortizable premium
(a) Prior to 3-1-41 .....	.....
(b) After 2-28-41 .....	.....
- 6. Other interest .....
- 7. Rents .....
- 8. Royalties .....
- 9. Gains and losses (from separate Schedule D (Form 1120-S))
  - (a) Net short-term capital gain reduced by any net long-term capital loss .....
  - (b) Net long-term capital gain reduced by any net short-term capital loss .....
  - (c) Net gain (loss) from sale or exchange of property other than capital assets .....
- 10. Other income (attach schedule) .....
- 11. Total income, lines 3 to 10, inclusive .....

**DEDUCTIONS**

- 12. Compensation of officers (Schedule E) .....
- 13. Salaries and wages (not deducted elsewhere) .....
- 14. Repairs (do not include cost of improvements or capital expenditures) .....
- 15. Bad debts (from Schedule F if reserve method is used) .....
- 16. Rents .....
- 17. Taxes (Schedule G) .....
- 18. Interest .....
- 19. Contributions or gifts paid (Schedule H) .....
- 20. Losses by fire, storm, shipwreck, or other casualty, or theft (attach schedule) .....
- 21. Amortization (attach schedule) .....
- 22. Depreciation (Schedule I) .....
- 23. Depletion of mines, oil and gas wells, timber, etc. (attach schedule) .....
- 24. Advertising (attach schedule) .....
- 25. (a) Pension, profit-sharing, stock bonus, annuity plans (see instructions) .....
- (b) Other employee benefit plans (see instructions) .....
- 26. Other deductions (Schedule J) .....
- 27. Total deductions in lines 12 to 26, inclusive .....
- 28. Taxable income, line 11 less line 27 .....

**SIGNATURE AND VERIFICATION. (See Instruction F)**

I declare under penalties of perjury 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.



\_\_\_\_\_  
(Date) (Signature of officer) (Title)

\_\_\_\_\_  
(Date) (Individual or firm signature of preparer) (Address)

Schedule A.—COST OF GOODS SOLD. (See Instruction 2)

(Where inventories are an income-determining factor)

Table with 7 rows for Schedule A: 1. Inventory at beginning of year, 2. Merchandise bought for manufacture or sale, 3. Salaries and wages, 4. Other costs per books, 5. Total, 6. Less: Inventory at end of year, 7. Cost of goods sold.

- 1. Was inventory valued at—Cost; lower of cost or market; LIFO; other? If other, attach explanation.
2. Have write-downs been made to inventory? Yes No. If yes, were the write-downs computed on the basis of: (a) Percentage reductions from parts of the inventory (b) Percentage reductions from the total inventory (c) Valuation of individual items.
3. Was the inventory verified by physical count during the year? Yes No. If "No," attach explanation of how the closing inventory was determined.
4. Was there any substantial change in the manner of determining quantities, costs or valuations between the opening and closing inventories? Yes No. If "Yes," attach explanation.

Schedule D.—Separate Schedule D (Form 1120-S) should be used in reporting sales or exchanges of property. (See Instruction 9)

Schedule E.—COMPENSATION OF OFFICERS. (See page 3 of instructions)

Table for Schedule E with columns: 1. Name and address of officer, 2. Official title (abbreviate), 3. Time devoted to business, 4. Percentage of corporation's stock owned (Common, Preferred), 5. Amount of compensation, 6. Expense account allowances.

Total compensation of officers (enter here and on line 12, page 1) . . . . . x x x x x x x x

Schedule F.—BAD DEBTS. (See Instruction 15)

Table for Schedule F with columns: 1. Taxable year, 2. Notes and accounts receivable outstanding at end of year, 3. Sales on account, 4. Gross amount added to reserve, 5. Amount charged against reserve, 6. Reserve for bad debts at end of year.

NOTE: Securities which are capital assets and which became worthless within the taxable year should be reported in separate Schedule D (Form 1120-S)

Schedule G.—TAXES. (See Instruction 17)

Table for Schedule G with columns: Explanation, Amount.

Schedule H.—CONTRIBUTIONS OR GIFTS PAID

(See Instruction 19)

Table for Schedule H with columns: Name and address of organization, Amount. Includes rows for Contributions carryover and Total contributions.

Schedule I.—DEPRECIATION. (See Instruction 22 and Summary on Page 3)

This schedule is designed for taxpayers using the new guidelines and administrative procedures described in Revenue Procedure 62-21 as well as for those taxpayers who wish to continue using previously authorized procedures. Where double headings appear use the first heading for the new procedure and the second heading for the older procedure. Reduce the basis of property which qualifies for the investment credit by 7 percent of the qualified investment. (3 percent for public utilities.)

Table for Schedule I with columns: 1. Group and guideline class OR Description of property, 2. Cost or other basis at beginning of year OR Cost or other basis, 3. Asset additions in year (amount) OR Date acquired, 4. Asset retirements in year (amount) (applicable only to Rev. Proc. 62-21), 5. Depreciation allowed or allowable in prior years, 6. Method of computing depreciation, 7. Class life OR Rate (%) or life, 8. Depreciation for this year.

SUMMARY OF DEPRECIATION AND AMORTIZATION SCHEDULES

Table with columns: DEPRECIATION, UNDER REV. PROC. 62-21, OTHER, AMORTIZATION. Rows include Straight line method, Declining balance method, Sum of the years-digits method, etc.

Schedule J.—OTHER DEDUCTIONS. (See General Instruction I and Specific Instruction 26)

Table for Schedule J with multiple rows for listing other deductions and a total line at the bottom.

Schedule K.—SHAREHOLDER'S SHARE OF INCOME. (See page 3 of the instructions)

Computation of Corporation's Undistributed Taxable Income

Table for Schedule K computation with rows: 1. Taxable income, 2. Less: Money distributed as dividends, 3. Corporation's undistributed taxable income.

Schedule of Distribution and Income

Table for Schedule of Distribution and Income with columns: 1. Name and address of each shareholder, Social security number, 2. Stock ownership (Number of shares, Period held).

Continuation of Schedule of Distribution and Income

Table for Continuation of Schedule of Distribution and Income with columns: 3. Percentage of time devoted to business, 4. Compensation, 5. Dividends, 6. Share of undistributed taxable income, 7. Share of long-term capital gain, 8. Dividends entitled to exclusions and credit, 9. Amount taxable as ordinary income, 10. Nondividend distributions.

F. Date incorporated.....

G. Did the corporation derive more than 80% of its gross receipts from sources outside the United States?.....

Did the corporation derive more than 20% of its gross receipts from royalties, rents, dividends, interest, annuities, and sales or exchanges of stock or securities (gross receipts from sales or exchanges being taken into account for purposes of this question only to the extent of gains therefrom).....

H. Did the corporation during the taxable year have any contracts or subcontracts subject to the Renegotiation Act of 1951?..... If "Yes," enter the aggregate gross dollar amount billed during the year.....

I. Amount of income (or loss) for: 1959 \$.....; 1960 \$.....; 1961 \$.....

J. Refer to page 4 of instructions and state the: Principal business activity..... Principal product or service.....

K. Did you claim a deduction for expenses connected 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? (Other than vacation pay reported on Form W-2.)

**Schedule L.—BALANCE SHEETS. (See Instructions)**

ASSETS	Beginning of taxable year		End of taxable year	
	Amount	Total	Amount	Total
1. Cash.....				
2. Notes and accounts receivable.....				
(a) Less: Reserve for bad debts.....				
3. Inventories.....				
4. Investments in Government obligations.....				
5. Other current assets (attach schedule).....				
6. Loans to shareholders.....				
7. Other investments (attach schedule).....				
8. Buildings and other fixed depreciable assets.....				
(a) Less: Accumulated amortization and depreciation.....				
9. Depletable assets.....				
(a) Less: Accumulated depletion.....				
10. Land (net of any amortization).....				
11. Intangible assets (amortizable only).....				
(a) Less: Accumulated amortization.....				
12. Other assets (attach schedule).....				
13. Total assets.....				
<b>LIABILITIES AND CAPITAL</b>				
14. Accounts payable.....				
15. Mortgages, notes, and bonds payable in less than 1 year...				
16. Other current liabilities (attach schedule).....				
17. Loans from shareholders.....				
18. Mortgages, notes, and bonds payable in 1 year or more...				
19. Other liabilities (attach schedule).....				
20. Capital stock.....				
21. Paid-in or capital surplus.....				
22. Surplus reserves (attach schedule).....				
23. Earned surplus and undivided profits accumulated.....				
24. Shareholders' undistributed taxable income.....				
25. Total liabilities and capital.....				

**Schedule M.—RECONCILIATION OF TAXABLE INCOME**

1. Income from books.....		Nontaxable income and allowable deductions not recorded on books:	
Add: Nondeductible items—		9. Nontaxable interest.....	
2. Contributions in excess of 5% limitation.....			
3. Insurance premiums paid on the life of any officer or employee where the corporation is directly or indirectly a beneficiary.....		10. Other nontaxable income.....	
4. Unallowable interest expense.....			
5. Excess of capital losses over capital gains.....		11. Adjustment for tax purposes.....	
6. Adjustment for tax purposes not recorded on books.....			
		12. Other.....	
7. Other.....			
		13. Total of lines 9 through 12.....	
8. Total of lines 1 through 7.....		14. Taxable income (line 8 minus 13).....	