



**Schedule A Cost of Goods Sold** (see instructions)

1	Inventory at beginning of year . . . . .	1		
2	Purchases . . . . .	2		
3	Cost of labor . . . . .	3		
4	Additional section 263A costs (attach statement) . . . . .	4		
5	Other costs (attach statement) . . . . .	5		
6	<b>Total.</b> Add lines 1 through 5 . . . . .	6		
7	Inventory at end of year . . . . .	7		
8	<b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on page 1, line 2 . . . . .	8		

9a Check all methods used for valuing closing inventory: (i)  Cost as described in Regulations section 1.471-3  
(ii)  Lower of cost or market as described in Regulations section 1.471-4  
(iii)  Other (specify method used and attach explanation) ▶ \_\_\_\_\_

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) . . . . .

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) . . . . .

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO . . . . . **9d** \_\_\_\_\_

e If property is produced or acquired for resale, do the rules of Section 263A apply to the corporation? . . . . .  Yes  No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? . . . . .  Yes  No  
If "Yes," attach explanation.

**Schedule B Other Information** (see instructions)

	Yes	No
1 Check method of accounting: (a) <input type="checkbox"/> Cash (b) <input type="checkbox"/> Accrual (c) <input type="checkbox"/> Other (specify) ▶ _____		
2 See the instructions and enter the: (a) Business activity ▶ _____ (b) Product or service ▶ _____		
3 At the end of the tax year, did the corporation 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 statement showing: (a) name, address, and employer identification number and (b) percentage owned. . . . .		
4 Was the corporation a member of a controlled group subject to the provisions of section 1561? . . . . .		
5 Has this corporation filed, or is it required to file, a return under section 6111 to provide information on any reportable transaction? . . . . .		
6 Check this box if the corporation issued publicly offered debt instruments with original issue discount . . . . . <input type="checkbox"/> If checked, the corporation may have to file <b>Form 8281</b> , Information Return for Publicly Offered Original Issue Discount Instruments.		
7 If the corporation: (a) was a C corporation before it elected to be an S corporation <b>or</b> the corporation acquired an asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a C corporation <b>and</b> (b) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years . . . . . ▶ \$ _____		
8 Check this box if the corporation had accumulated earnings and profits at the close of the tax year . . . . . <input type="checkbox"/>		
9 Are the corporation's total receipts (see instructions) for the tax year <b>and</b> its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1.		

**Note:** If the corporation had assets or operated a business in a foreign country or U.S. possession, it may be required to attach **Schedule N (Form 1120)**, Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

**Schedule K Shareholders' Shares of Income, Deductions, Credits, etc.**

Shareholders' Pro Rata Share Items		Total amount	
Income (Loss)	1 Ordinary business income (loss) (page 1, line 21) . . . . .	1	
	2 Net rental real estate income (loss) (attach Form 8825) . . . . .	2	
	3a Other gross rental income (loss) . . . . . <b>3a</b>		
	b Expenses from other rental activities (attach statement) . . . . . <b>3b</b>		
	c Other net rental income (loss). Subtract line 3b from line 3a . . . . . <b>3c</b>		
	4 Interest income . . . . .	4	
	5 Dividends: a Ordinary dividends . . . . . <b>5a</b> b Qualified dividends . . . . . <b>5b</b>		
	6 Royalties . . . . .	6	
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120S)) . . . . .	7	
	8a Net long-term capital gain (loss) (attach Schedule D (Form 1120S)) . . . . . <b>8a</b>		
b Collectibles (28%) gain (loss) . . . . . <b>8b</b>			
c Unrecaptured section 1250 gain (attach statement) . . . . . <b>8c</b>			
9 Net section 1231 gain (loss) (attach Form 4797) . . . . .	9		
10 Other income (loss) (see instructions) . . . . . Type ▶ _____	10		

		Shareholders' Pro Rata Share Items (continued)	Total amount	
<b>Deductions</b>	<b>11</b>	Section 179 deduction ( <i>attach Form 4562</i> ) . . . . .	<b>11</b>	
	<b>12a</b>	Contributions . . . . .	<b>12a</b>	
	<b>b</b>	Investment interest expense . . . . .	<b>12b</b>	
	<b>c</b>	Section 59(e)(2) expenditures <b>(1) Type</b> ▶ . . . . . <b>(2) Amount</b> ▶	<b>12c(2)</b>	
	<b>d</b>	Other deductions ( <i>see instructions</i> ) . . . . . Type ▶	<b>12d</b>	
<b>Credits &amp; Credit Recapture</b>	<b>13a</b>	Low-income housing credit (section 42(j)(5)) . . . . .	<b>13a</b>	
	<b>b</b>	Low-income housing credit (other) . . . . .	<b>13b</b>	
	<b>c</b>	Qualified rehabilitation expenditures (rental real estate) ( <i>attach Form 3468</i> ) . . . . .	<b>13c</b>	
	<b>d</b>	Other rental real estate credits ( <i>see instructions</i> ) . Type ▶	<b>13d</b>	
	<b>e</b>	Other rental credits ( <i>see instructions</i> ) . . . . . Type ▶	<b>13e</b>	
	<b>f</b>	Credit for alcohol used as fuel ( <i>attach Form 6478</i> ) . . . . .	<b>13f</b>	
	<b>g</b>	Other credits and credit recapture ( <i>see instructions</i> ) Type ▶	<b>13g</b>	
<b>Foreign Transactions</b>	<b>14a</b>	Name of country or U.S. possession ▶		
	<b>b</b>	Gross income from all sources . . . . .	<b>14b</b>	
	<b>c</b>	Gross income sourced at shareholder level . . . . .	<b>14c</b>	
		<i>Foreign gross income sourced at corporate level:</i>		
	<b>d</b>	Passive . . . . .	<b>14d</b>	
	<b>e</b>	Listed categories ( <i>attach statement</i> ) . . . . .	<b>14e</b>	
	<b>f</b>	General limitation . . . . .	<b>14f</b>	
		<i>Deductions allocated and apportioned at shareholder level:</i>		
	<b>g</b>	Interest expense . . . . .	<b>14g</b>	
	<b>h</b>	Other . . . . .	<b>14h</b>	
		<i>Deductions allocated and apportioned at corporate level to foreign source income:</i>		
	<b>i</b>	Passive . . . . .	<b>14i</b>	
	<b>j</b>	Listed categories ( <i>attach statement</i> ) . . . . .	<b>14j</b>	
	<b>k</b>	General limitation . . . . .	<b>14k</b>	
	<i>Other information:</i>			
	<b>l</b>	Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued . . . . .	<b>14l</b>	
	<b>m</b>	Reduction in taxes available for credit ( <i>attach statement</i> ) . . . . .	<b>14m</b>	
	<b>n</b>	Other foreign tax information ( <i>attach statement</i> ) . . . . .		
<b>Alternative Minimum Tax (AMT) Items</b>	<b>15a</b>	Post-1986 depreciation adjustment . . . . .	<b>15a</b>	
	<b>b</b>	Adjusted gain or loss . . . . .	<b>15b</b>	
	<b>c</b>	Depletion (other than oil and gas) . . . . .	<b>15c</b>	
	<b>d</b>	Oil, gas, and geothermal properties—gross income . . . . .	<b>15d</b>	
	<b>e</b>	Oil, gas, and geothermal properties—deductions. . . . .	<b>15e</b>	
	<b>f</b>	Other AMT items ( <i>attach statement</i> ) . . . . .	<b>15f</b>	
<b>Items Affecting Shareholder Basis</b>	<b>16a</b>	Tax-exempt interest income . . . . .	<b>16a</b>	
	<b>b</b>	Other tax-exempt income . . . . .	<b>16b</b>	
	<b>c</b>	Nondeductible expenses . . . . .	<b>16c</b>	
	<b>d</b>	Property distributions . . . . .	<b>16d</b>	
	<b>e</b>	Repayment of loans from shareholders . . . . .	<b>16e</b>	
<b>Other Information</b>	<b>17a</b>	Investment income . . . . .	<b>17a</b>	
	<b>b</b>	Investment expenses . . . . .	<b>17b</b>	
	<b>c</b>	Dividend distributions paid from accumulated earnings and profits . . . . .	<b>17c</b>	
	<b>d</b>	Other items and amounts ( <i>attach statement</i> ) . . . . .		
	<b>e</b>	<b>Income/loss reconciliation.</b> (Required only if Schedule M-1 must be completed.) Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14l . . . . .	<b>17e</b>	

**Note:** The corporation is not required to complete Schedules L and M-1 if question 9 of Schedule B is answered "Yes."

<b>Schedule L Balance Sheets per Books</b>		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash . . . . .				
2a	Trade notes and accounts receivable . . . . .				
b	Less allowance for bad debts . . . . .				
3	Inventories . . . . .				
4	U.S. government obligations . . . . .				
5	Tax-exempt securities . . . . .				
6	Other current assets ( <i>attach statement</i> ) . . . . .				
7	Loans to shareholders . . . . .				
8	Mortgage and real estate loans . . . . .				
9	Other investments ( <i>attach statement</i> ) . . . . .				
10a	Buildings and other depreciable assets . . . . .				
b	Less accumulated depreciation . . . . .				
11a	Depletable assets . . . . .				
b	Less accumulated depletion . . . . .				
12	Land (net of any amortization) . . . . .				
13a	Intangible assets (amortizable only) . . . . .				
b	Less accumulated amortization . . . . .				
14	Other assets ( <i>attach statement</i> ) . . . . .				
15	Total assets . . . . .				
<b>Liabilities and Shareholders' Equity</b>					
16	Accounts payable . . . . .				
17	Mortgages, notes, bonds payable in less than 1 year . . . . .				
18	Other current liabilities ( <i>attach statement</i> ) . . . . .				
19	Loans from shareholders . . . . .				
20	Mortgages, notes, bonds payable in 1 year or more . . . . .				
21	Other liabilities ( <i>attach statement</i> ) . . . . .				
22	Capital stock . . . . .				
23	Additional paid-in capital . . . . .				
24	Retained earnings . . . . .				
25	Adjustments to shareholders' equity ( <i>attach statement</i> ) . . . . .				
26	Less cost of treasury stock . . . . .		( )		( )
27	Total liabilities and shareholders' equity . . . . .				

<b>Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return</b>			
1	Net income (loss) per books . . . . .	5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize): . . . . .	a	Tax-exempt interest \$ . . . . .
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14l (itemize):	6	Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):
a	Depreciation \$ . . . . .	a	Depreciation \$ . . . . .
b	Travel and entertainment \$ . . . . .	7	Add lines 5 and 6. . . . .
4	Add lines 1 through 3. . . . .	8	Income (loss) (Schedule K, line 17e). Line 4 less line 7

<b>Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see instructions)</b>			
	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1	Balance at beginning of tax year . . . . .		
2	Ordinary income from page 1, line 21 . . . . .		
3	Other additions . . . . .		
4	Loss from page 1, line 21 . . . . .	( )	
5	Other reductions . . . . .	( )	
6	Combine lines 1 through 5 . . . . .		
7	Distributions other than dividend distributions . . . . .		
8	Balance at end of tax year. Subtract line 7 from line 6		