

**Computation of U.S.  
Personal Holding Company Tax**

▶ See separate instructions. Attach to your tax return.

**1989**

Employer identification number

**Part I—Computation of Tax on Undistributed Personal Holding Company Income**

<b>Additions</b>	<b>1</b> Taxable income before net operating loss deduction and special deductions (Form 1120, line 28—see instructions) . . . . .		<b>1</b>	
	<b>2</b> Contributions deducted in figuring line 1 (Form 1120, line 19) . . . . .		<b>2</b>	
	<b>3</b> Excess expenses and depreciation under section 545(b)(6) (Schedule A, line 2) . . . . .		<b>3</b>	
	<b>4</b> Total—Add lines 1 through 3 . . . . .		<b>4</b>	
<b>Deductions</b>	<b>5</b> Federal and foreign income, war profits, and excess profits taxes not deducted in figuring line 1 (attach schedule) . . . . .		<b>5</b>	
	<b>6</b> Contributions deductible under section 545(b)(2) (see instructions for limitation) . . . . .		<b>6</b>	
	<b>7</b> Net operating loss for the preceding tax year (deductible under section 545(b)(4)) . . . . .		<b>7</b>	
	<b>8a</b> Net capital gain (from Schedule D (Form 1120), line 10) (Foreign corporations see instructions) . . . . .	<b>8a</b>	<b>8c</b>	
	<b>b Less:</b> Income tax on this net capital gain (see section 545(b)(5)—attach computation) . . . . .	<b>8b</b>	<b>8c</b>	
	<b>9</b> Amounts used or irrevocably set aside to pay or retire qualified indebtedness (see instructions) . . . . .		<b>9</b>	
	<b>10</b> Deduction for dividends paid (other than dividends paid after the end of the tax year (Schedule B, line 5)) . . . . .		<b>10</b>	
	<b>11</b> Total—Add lines 5 through 10 . . . . .		<b>11</b>	
	<b>12</b> Subtract line 11 from line 4 . . . . .		<b>12</b>	
	<b>13</b> Dividends paid after the end of the tax year (other than deficiency dividends defined in section 547(d)) but not more than the smaller of line 12 or 20% of Schedule B, line 1 . . . . .		<b>13</b>	
	<b>14</b> Undistributed personal holding company income—Subtract line 13 from line 12. (Foreign corporations see instructions) . . . . .		<b>14</b>	
	<b>Tax</b>	<b>15</b> Personal holding company tax (enter 28% of line 14 here and on Schedule J (Form 1120), line 7, or on the proper line of the appropriate tax return) . . . . .		<b>15</b>

**Part II—Information Required Under Section 6501(f).** If the information on personal holding company income and stock ownership is not submitted with the corporation's return, the limitation period for assessment and collection of personal holding company tax is 6 years.

**Personal Holding Company Income (See instructions.)**

<b>1</b> Dividends . . . . .		<b>1</b>
<b>2a</b> Interest . . . . .	<b>2a</b>	<b>2c</b>
<b>b Less:</b> Amounts excluded under section 543(a)(1)(A), 543(a)(1)(B), 543(a)(1)(D), or 543(b)(2)(C) (attach schedule) . . . . .	<b>2b</b>	<b>2c</b>
<b>3</b> Royalties (other than mineral, oil, gas, or copyright royalties) . . . . .		<b>3</b>
<b>4</b> Annuities . . . . .		<b>4</b>
<b>5a</b> Rents . . . . .	<b>5a</b>	<b>5c</b>
<b>b Less:</b> Adjustments described in section 543(b)(2)(A) (attach schedule) . . . . .	<b>5b</b>	<b>5c</b>
<b>6a</b> Mineral, oil, and gas royalties . . . . .	<b>6a</b>	<b>6c</b>
<b>b Less:</b> Adjustments described in section 543(b)(2)(B) (attach schedule) . . . . .	<b>6b</b>	<b>6c</b>
<b>7</b> Copyright royalties . . . . .		<b>7</b>
<b>8</b> Produced film rents . . . . .		<b>8</b>
<b>9</b> Compensation received for use of corporation property by 25% shareholder . . . . .		<b>9</b>
<b>10</b> Amounts received under personal service contracts and from their sale . . . . .		<b>10</b>
<b>11</b> Amounts includible in taxable income from estates and trusts . . . . .		<b>11</b>
<b>12</b> Total personal holding company income—Add lines 1 through 11 . . . . .		<b>12</b>

**Stock Ownership**

Enter the names and addresses of the individuals who together owned directly or indirectly at any time during the last half of the tax year more than 50% in value of the outstanding stock of the corporation.

(a) Name	(b) Address	Highest percentage of shares owned during last half of tax year	
		(c) Preferred	(d) Common
		%	%
		%	%
		%	%
		%	%
		%	%

**Schedule A Excess of Expenses and Depreciation Over Income From Property Not Allowable Under Section 545(b)(6) (See instructions for Part I, line 3.)**

(a) Kind of property	(b) Date acquired	(c) Cost or other basis	(d) Depreciation	(e) Repairs, insurance, and other expenses (section 162) (attach schedule)	(f) Total of columns (d) and (e)	(g) Income from rent or other compensation	(h) Excess (col. (f) less col. (g))
<b>1</b>							

**2** Total excess of expenses and depreciation over rent or other compensation. Enter here and on Part I, line 3.  
**Note:** Attach a statement showing the names and addresses of persons from whom rent or other compensation was received for the use of, or the right to use, each property.

**Schedule B Deduction for Dividends Paid (Determined Under Section 562)**

<b>1</b> Taxable dividends paid (do not include dividends considered as paid in the preceding tax year under section 563, or deficiency dividends as defined in section 547) . . . . .	<b>1</b>	
<b>2</b> Consent dividends (attach Forms 972 and 973) . . . . .	<b>2</b>	
<b>3</b> Taxable distributions—Add lines 1 and 2 . . . . .	<b>3</b>	
<b>4</b> Dividend carryover from first and second preceding tax years (attach computation) . . . . .	<b>4</b>	
<b>5</b> Deduction for dividends paid—Add lines 3 and 4. Enter here and on Part I, line 10 . . . . .	<b>5</b>	