

# Interest Computation Under the Look-Back Method for Completed Long-Term Contracts

▶ See separate instructions.  
▶ Please print or type.

For contracts completed during the tax year beginning \_\_\_\_\_, 19 \_\_\_\_\_ and ending \_\_\_\_\_, 19 \_\_\_\_\_. (See instructions.)

Name \_\_\_\_\_ A Identifying number \_\_\_\_\_

<b>Fill In Your Address Only If You Are Filing This Form by Itself and Not with Your Tax Return</b>	Number and street (or P.O. box number if mail is not delivered to street address)	<b>B Check applicable box to show type of taxpayer:</b> <input type="checkbox"/> Corporation <input type="checkbox"/> S Corporation <input type="checkbox"/> Individual <input type="checkbox"/> Partnership <input type="checkbox"/> Estate or trust
	City or town, state, and ZIP code	

**C** If you were an owner of an interest in a pass-through entity (such as a partnership or an S corporation) that holds one or more long-term contracts to which this interest computation relates, enter the name and employer identification number of the entity. (Attach a schedule if there is more than one such entity.)

Name of entity \_\_\_\_\_ Employer identification number \_\_\_\_\_

**Pass-through entities: Skip lines 1, 3, 4, and 5.**

	Enter date of each prior year to which interest computation relates:						
	(a) Year ended mo. yr.		(b) Year ended mo. yr.		(c) Year ended mo. yr.		
<b>1</b> Taxable income (or loss) for the prior year(s) shown on tax return (or as previously adjusted) before net operating loss or capital loss carrybacks (other than carrybacks that must be taken into account to properly compute interest under section 460). If you were required to file Form 8697 for an earlier contract completion year, enter adjusted taxable income for the prior year(s) from line 3, Form 8697, for the most recent contract completion year that affects the prior year(s).							
<b>2</b> Adjustment to income to reflect the difference between: (a) the amount of income required to be allocated for post-February 1986 contracts completed during the tax year based on the <b>actual</b> contract price and costs, and (b) the amount of income reported for such contracts based on <b>estimated</b> contract price and costs. (See instructions and attach a schedule listing each separate contract, unless you were an owner of an interest in a pass-through entity reporting this amount from Schedule K-1 or similar statement.)							
<b>3</b> Adjusted taxable income for look-back purposes—Combine line 1 and line 2							
<b>4</b> Income tax liability on line 3 amount using tax rates in effect for the prior year(s). (See instructions.)							
<b>5</b> Income tax liability shown on return (or as previously adjusted) for the prior year(s). (See instructions.) If you were required to file Form 8697 for an earlier contract completion year, enter the amount required to be reported on line 4, Form 8697, for the most recent contract completion year that affects the prior year(s).							
<b>6</b> Increase (or decrease) in tax for the prior year(s) on which interest is due (or is to be refunded)—Line 4 less line 5. ( <b>Pass-through entities: See instructions.</b> )							
<b>7</b> Interest due on increase, if any, shown on line 6—See instructions for computation							
<b>8</b> Interest to be refunded on decrease, if any, shown on line 6—See instructions for computation							
<b>9</b> Net amount of <b>INTEREST TO BE REFUNDED TO YOU</b> —If line 8, column (d) exceeds line 7, column (d), enter the excess. File Form 8697 separately—Do NOT attach to your income tax return. (See instructions.)							
<b>10</b> Net amount of <b>INTEREST YOU OWE</b> —If line 7, column (d) exceeds line 8, column (d), enter the excess. Attach Form 8697 to your income tax return. See instructions for where to include this amount on your return							

**Sign Here Only If You Are Filing This Form by Itself and Not with Your Tax Return**

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 preparer has any knowledge.

Signature(s) \_\_\_\_\_ Date \_\_\_\_\_

<b>Paid Preparer's Use Only</b>	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's social security number
	Firm's name (or yours if self-employed) and address	E.I. No.		
		ZIP code		