

McLAUGHLIN

STATISTICS OF INCOME . . . 1956

Estate and Gift TAX RETURNS

Filed during
calendar year 1957



U. S. TREASURY DEPARTMENT • INTERNAL REVENUE SERVICE

Statistics of Income

1956

Estate and Gift
TAX RETURNS

*Filed during
calendar year 1957*



*Prepared under the direction of the
Commissioner of Internal Revenue
by the Statistics Division*

U. S. TREASURY DEPARTMENT

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TREASURY DEPARTMENT,
OFFICE OF COMMISSIONER OF INTERNAL REVENUE,
Washington, D. C., April 20, 1959.

SIR: I have the honor to submit the report, *Statistics of Income-1956, Estate and Gift Tax Returns*, compiled in accordance with the provisions of section 6108 of the Internal Revenue Code of 1954, which requires publication of statistics with respect to the operation of Federal tax laws. The data presented were compiled from estate and gift tax returns filed during the calendar year 1957.

For estates, information on gross estate, deductions, exemptions, taxable estate, and estate tax, is classified by size of gross estate, size of net estate, tax status, applicable revenue acts, and States and Territories.

For gifts, data are shown on total gifts, exclusions, deductions, taxable gifts, and gift tax, with classifications by size of taxable gifts and size of total gift plus tax.

Respectfully,

DANA LATHAM,
Commissioner of Internal Revenue.

HONORABLE ROBERT B. ANDERSON,
Secretary of the Treasury.

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INTRODUCTION

The statistics presented in this report from estate and gift tax returns filed during 1957 are not as comprehensive as those published for these same types of returns for earlier years. The curtailment of the program was accomplished by restricting the estate tax tabulations to selected key items, and by excluding from the gift tax tabulations non-taxable gift tax returns on which no consent was indicated by the donor's spouse to have gifts made during the year considered as being made one-half by each.

For a more complete coverage of estate tax data, see *Statistics of Income-1954, Estate Tax Returns*. Gift tax information for all gift tax returns filed during a calendar year was most recently presented in *Statistics of Income-1953, Part I, Individual Income Tax Returns, Estate Tax Returns, Gift Tax Returns*.

Estate Tax Returns

ESTATE TAX RETURNS

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ESTATE TAX RETURNS FILED DURING 1957

Estate tax data were compiled from all such returns filed during 1957. There were 47,381 of these returns, including 908 for estates of nonresident aliens having all or part of their estates within the United States or its territories. This report is primarily about estates of United States citizens and resident aliens.

ESTATE TAX RESUME

Gross estates totaling \$10.3 billion were reported on 46,473 returns filed during 1957 for estates of citizens or resident aliens. As shown in the following table, this is an increase of 38 percent in the value of the gross estates over the corresponding amount tabulated from returns filed during 1955, the most recent group of returns from which estate tax data were tabulated. Taxable estates of \$4.3 billion, a 45 percent rise from the 1955 amount, remained after reducing total gross estates by allowable deductions and the specific exemption. While the credit for state death taxes of \$147 million is 71 percent greater than the 1955 credit, it did not change the net estate tax enough to prevent a record tax of \$1.2 billion.

NUMBER OF RETURNS, GROSS ESTATE, TAXABLE ESTATE, STATE
DEATH TAX CREDIT, AND TAX: 1957 AND 1955

Items	1957	1955	1957 percent increase over 1955
Number of returns, total.....	46,473	36,595	27.0
Taxable.....	32,131	25,143	27.8
Nontaxable.....	14,342	11,452	25.2
Gross estate....million dollars..	10,294	7,467	37.9
Taxable estate.....do.....	4,342	2,991	45.2
Credit for State death taxes.....do.....	147	86	70.9
Net estate tax.....do.....	1,177	778	51.3

The number of estate tax returns filed during 1957 for citizens and resident aliens increased 27 percent over the number filed during 1955. There was an increase in the number of returns filed within each of the gross estate classes tabulated, but the percentage increase was generally greater for the large estate classes. As shown in the table below, the percentage increase ranged from about 23 percent for returns for estates valued at

NUMBER OF RETURNS FOR CITIZENS AND RESIDENT ALIENS FILED
DURING 1957 AND 1955

Gross estate classes	1957	1955	1957 percent increase over 1955
Under \$100,000.....	18,610	15,144	22.9
\$100,000 under \$500,000.....	24,762	19,286	28.4
\$500,000 under \$1,000,000.....	1,966	1,392	41.2
\$1,000,000 under \$5,000,000.....	1,015	670	51.5
\$5,000,000 and over.....	97	48	102.1
Total.....	46,450	36,540	27.1

¹Excludes 23 returns for estates which were administered under the 1942 and prior revenue acts.

less than \$100 thousand, to 102 percent for returns for estates valued at more than \$5 million.

RETURNS USED

The estate tax returns used for this report were selected from all Forms 706 filed during 1957. Tentative returns and those for estates with a gross value too small to require a return were not included. Amended returns were used only if the original was excluded. All returns were checked for arithmetic and edited for statistical use but were not subject to an official audit.

ESTATE TAX LAW

The requirements for filing an estate tax return are based on the law in effect at the time of the decedent's death. Since the 1954 Code applies to 99 percent of the returns used for this report, it is the only law discussed.

A return must be filed for the estate of each citizen or resident if the estate was valued at more than \$60,000 at the time of death. The return is required to be filed within 15 months after the person's death in the Internal Revenue Service District in which he legally resided. An extension of time for filing this return, not to exceed 15 months, may be granted for the estate of a resident, or a longer extension may be granted for a nonresident by the District Director of Internal Revenue.

The value of the entire estate must be reported on the return. This gross estate is valued either

ESTATE TAX RETURNS FILED DURING 1957

as of the date of death or one year later. If the estate uses the alternative date of one year after death, property disposed of within the year is valued as of the moment it left the estate. The alternative valuation date is used only in computing the tax and cannot be used to decide if a return must be filed.

A citizen's or resident's taxable estate is his gross estate reduced by an exemption for the first \$60,000 value of the estate and certain expenses, losses, and transfers of property. Funeral and administrative costs; unpaid personal debts and pledges to charity; uninsured losses from accidents or theft; transfers of property for public, charitable, or cultural use, and transfers of property interests to a surviving husband or wife are all deductible under conditions mentioned in the law.

The amount of estate tax is found by using a table printed on the back of each return form. The table provides a straight 3 percent tax on the taxable estates valued at less than \$5,000. For taxable estates valued at \$5,000 or more, the tax rates increase to a maximum of 77 percent on amounts of taxable estate over \$10,000,000. The tax table is included at the end of this report on one of the facsimiles of pages from the Estate Tax Return.

An estate is allowed credits against its tax for State death taxes, gift taxes paid on property included in the estate, estate taxes paid on property received from another estate, and for death taxes paid to a foreign country. The exact amount allowed for each credit depends on conditions described in the law.

NONRESIDENT ALIEN

There were 908 returns for estates of nonresident aliens filed during 1957. Of the gross estates on these returns, the property located in the United States or its territories was valued at \$28.9 million. The 696 taxable returns had taxable estates totaling \$21 million, yielding a tax of \$4.6 million.

There are special provisions in the Code for estates of nonresident aliens. A return must be filed if the part of the nonresident alien's estate situated in the United States or its territories is valued at \$2,000 or more. The entire gross estate is included on the return but only the property in the United States or its territories is taxed. The property included in the gross estate varies according to death duty conventions in effect with some foreign countries. As a general rule, estates of nonresident aliens are allowed a specific exemption of \$2,000. Deductions for charitable contributions are limited to donations to be used in the United States or to corporations or associations created and organized in the United States. The credit for foreign death taxes is not allowed the estate of a nonresident alien.

EXPLANATION OF CLASSIFICATIONS AND TERMS

Classification of Estate Tax Returns

Data presented in the accompanying tables were classified according to significant features of the

estate tax law. Returns of citizens and residents were tabulated separately from those for nonresident aliens, and both were classified as taxable and nontaxable returns. The more numerous returns for estates of citizens and residents were further classified by applicable revenue acts, by net estate before specific exemption classes, by gross estate classes, and by the State or Territory in which the return was filed. Returns with a tax credit for State death taxes paid are also shown separately in one table.

Citizens and residents, and nonresident aliens.—The Federal estate tax law applies to two classes of decedents: (1) citizens and aliens residing in the United States and citizens residing abroad, and (2) nonresident aliens owning property located in the United States. These two categories were used in this report.

Applicable revenue acts.—Estate tax returns of citizens and residents were classified according to the revenue act under which the estate was administered, that is, the act in effect at date of death of the decedent. In table 1 the returns filed during 1957 were combined into three significant groups of revenue acts:

Acts	Date of death	Number of returns
1954 Code.....	On or after Aug. 17, 1954...	46,065
1948 Act.....	Jan. 1, 1948, through Aug. 16, 1954.....	385
1942 and prior acts.....	Before Jan. 1, 1948.....	23

Taxable and nontaxable returns.—This classification was based on the presence or absence of a gross tax before the allowance of the tax credits for State death taxes, Federal gift taxes, tax on prior transfers, and foreign death taxes.

Net estate before specific exemption classes.—These classes for taxable estates of citizens and residents were based on the sum of taxable estate and specific exemption.

Gross estate classes.—The value of the entire estate of a citizen or resident alien served as the basis for this classification. The value was either the date of death value or the alternative value, whichever was reported by the executor for estate tax purposes.

States and Territories.—Returns of citizens and residents were classified by the 48 States, Hawaii, Alaska, and the District of Columbia. This geographic breakdown agrees with the internal revenue districts, or groups of districts, in which the estate tax return was filed, with the exceptions of Alaska and the District of Columbia. In the latter two cases, the returns were filed within the districts of Seattle (Washington) and Baltimore (Maryland), respectively, and the classification was determined by the residence of the individual at time of death.

Returns with State credit.—Returns for citizens and residents that had a tax credit for death taxes paid to any State, Territory, District of Columbia, or possession of the United States were classified so that the amount of the tax credit

might be associated with the amount of net estate and gross estate reported on such returns.

Estate Tax Terms

Gross estate is the value of all property possessed to the extent of the decedent's interest therein at time of death, including real estate, tangible and intangible personal property, certain transfers made during the life of the decedent without adequate and full consideration, joint estates with right of survivorship, tenancies by the entirety, property over which the decedent had a power of appointment, dower and curtesy of surviving spouse, life insurance, and the decedent's interest in annuities receivable by a surviving beneficiary.

Specific exemption is an amount specified by law which is allowed as a reduction of the gross estate to arrive at the taxable estate. Under the 1954 Code it is \$60,000 for citizens and resident aliens; \$2,000 for nonresident aliens.

Allowable deductions are the amounts subtracted from the value of gross estate in the computation of the taxable estate upon which the tax is based. It is the excess of the total deductions reported by the executor over the disallowed deductions. Allowable deductions include such items as funeral expenses, administration expenses, claims against

the estate, unpaid mortgages, charitable bequests, bequests to the surviving spouse, and losses which occurred during the settlement of the estate.

Taxable estate is the excess of the gross estate over allowable deductions plus the specific exemption. The tax rates are applied to the taxable estate in computing the gross estate tax.

Gross estate tax is the tax computed on the taxable estate and may be the tax payable unless there are credits for other taxes paid, in which case it becomes the basis against which the credits are applied in determining actual tax liability.

Credit for State death taxes relates to the estate, inheritance, legacy, or succession taxes paid as a result of the decedent's death to any State, Territory, District of Columbia, or possession of the United States with respect to property included in the gross estate. Under the 1954 Code, the maximum tax credit is determined by means of a table based on the taxable estate, which shows the amount of credit and percentage rate for the various taxable estate brackets above \$40,000.

Other tax credits are those for Federal gift taxes, foreign death taxes, and estate tax paid on property transferred to the decedent through the death of another.

Net estate tax is the net tax payable as reported by the executor at time of filing the estate tax return, allowable credits having been deducted.

TABLES FOR ESTATE TAX RETURNS FILED DURING 1957

Table 1.—GROSS ESTATE, ALLOWABLE DEDUCTIONS, TAXABLE ESTATE, AND TAX, BY REVENUE ACTS
[Citizens and resident aliens]

Applicable revenue act	Number of returns	Gross estate (Thousand dollars)	Allowable deductions (Thousand dollars)	Specific exemption (Thousand dollars)	Taxable estate (Thousand dollars)	Gross estate tax (Thousand dollars)	Credit for State death taxes (Thousand dollars)	Other tax credits (Thousand dollars)	Net estate tax (Thousand dollars)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
TAXABLE RETURNS									
1954 Code (estates of persons who died on or after August 17, 1954).....	31,925	8,871,716	2,624,317	1,915,500	4,331,899	1,350,464	146,495	29,644	1,174,325
1948 act (estates of persons who died in period January 1, 1948 through August 16, 1954).....	187	30,017	9,225	11,220	9,572	2,736	274	139	2,323
1942 and prior acts (estates of persons who died before January 1, 1948).....	19	1,878	257	1,020	601	62	-	-	62
Total.....	32,131	8,903,611	2,633,799	1,927,740	4,342,072	1,353,262	146,769	29,783	1,176,710
NONTAXABLE RETURNS									
1954 Code (estates of persons who died on or after August 17, 1954).....	14,140	1,371,177	763,535	848,400	-	-	-	-	-
1948 act (estates of persons who died in period January 1, 1948 through August 16, 1954).....	198	18,601	10,506	11,880	-	-	-	-	-
1942 and prior acts (estates of persons who died before January 1, 1948).....	4	280	170	270	-	-	-	-	-
Total.....	14,342	1,390,058	774,211	860,550	-	-	-	-	-
Grand total.....	46,473	10,293,669	3,408,010	2,788,290	4,342,072	1,353,262	146,769	29,783	1,176,710

See text for "Explanation of Terms."

Table 2.—ESTATES SUBJECT TO THE 1948 AND SUBSEQUENT ACTS—GROSS ESTATE, ALLOWABLE DEDUCTIONS, TAXABLE ESTATE, AND TAX, BY GROSS ESTATE CLASSES
[Citizens and resident aliens]

Gross estate classes	Number of returns	Gross estate (Thousand dollars)	Allowable deductions (Thousand dollars)	Specific exemption (Thousand dollars)	Taxable estate (Thousand dollars)	Gross estate tax (Thousand dollars)	Credit for State death taxes (Thousand dollars)	Other tax credits (Thousand dollars)	Net estate tax (Thousand dollars)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Taxable returns:									
\$60,000 under \$70,000.....	1,489	98,959	5,091	89,340	4,528	284	-	65	219
\$70,000 under \$80,000.....	2,887	214,922	16,033	173,220	25,669	1,359	-	29	1,330
\$80,000 under \$90,000.....	2,382	201,165	18,077	142,920	40,168	3,138	-	51	3,087
\$90,000 under \$100,000.....	1,984	187,047	19,089	119,040	48,918	4,682	-	59	4,623
\$100,000 under \$120,000.....	3,154	343,704	43,216	189,240	111,248	13,352	42	197	13,113
\$120,000 under \$150,000.....	4,606	618,790	161,701	276,360	180,729	27,601	194	724	26,683
\$150,000 under \$200,000.....	4,842	832,817	258,257	290,520	284,040	51,861	1,162	1,058	49,641
\$200,000 under \$300,000.....	4,672	1,125,701	361,586	280,320	483,795	105,386	3,835	2,322	99,229
\$300,000 under \$500,000.....	3,083	1,166,937	365,755	184,980	616,202	157,627	9,154	3,701	144,772
\$500,000 under \$1,000,000.....	1,920	1,308,730	403,896	115,200	789,634	228,984	18,960	5,734	204,290
\$1,000,000 under \$2,000,000.....	727	978,031	290,700	43,620	643,711	211,266	23,855	4,166	183,245
\$2,000,000 under \$3,000,000.....	173	419,575	125,700	10,380	283,495	105,427	14,153	1,588	89,686
\$3,000,000 under \$5,000,000.....	98	373,094	124,265	5,880	242,949	101,080	14,804	1,334	84,942
\$5,000,000 under \$10,000,000.....	71	460,198	176,330	4,260	279,608	137,204	21,712	4,798	110,694
\$10,000,000 under \$20,000,000.....	13	171,681	76,878	780	94,023	54,960	9,596	1,405	43,959
\$20,000,000 or more.....	11	400,382	186,968	660	212,754	148,989	29,302	2,552	117,135
Total taxable returns.....	32,112	8,901,733	2,633,542	1,926,720	4,341,471	1,353,200	146,769	29,783	1,176,648
Nontaxable returns:									
Under \$60,000.....	19	922	201	1,140	-	-	-	-	-
\$60,000 under \$70,000.....	3,609	231,914	74,236	216,580	-	-	-	-	-
\$70,000 under \$80,000.....	2,535	188,465	91,711	152,100	-	-	-	-	-
\$80,000 under \$90,000.....	2,015	170,276	88,226	120,860	-	-	-	-	-
\$90,000 under \$100,000.....	1,690	159,501	86,705	101,400	-	-	-	-	-
\$100,000 under \$120,000.....	2,560	278,649	153,633	153,600	-	-	-	-	-
\$120,000 under \$150,000.....	1,262	162,286	98,086	75,720	-	-	-	-	-
\$150,000 under \$200,000.....	351	59,669	46,011	21,060	-	-	-	-	-
\$200,000 under \$300,000.....	147	35,225	31,222	8,820	-	-	-	-	-
\$300,000 under \$500,000.....	85	32,002	31,535	5,100	-	-	-	-	-
\$500,000 under \$1,000,000.....	46	29,689	29,840	2,760	-	-	-	-	-
\$1,000,000 under \$2,000,000.....	11	13,548	13,249	660	-	-	-	-	-
\$2,000,000 under \$3,000,000.....	5	12,073	13,617	300	-	-	-	-	-
\$3,000,000 under \$5,000,000.....	1	4,826	4,825	60	-	-	-	-	-
\$5,000,000 under \$10,000,000.....	2	10,733	10,944	120	-	-	-	-	-
\$10,000,000 under \$20,000,000.....	-	-	-	-	-	-	-	-	-
\$20,000,000 or more.....	-	-	-	-	-	-	-	-	-
Total nontaxable returns.....	14,338	1,389,778	774,041	860,280	-	-	-	-	-
Grand total.....	46,450	10,291,511	3,407,583	2,787,000	4,341,471	1,353,200	146,769	29,783	1,176,648

See text for "Explanation of Terms."

ESTATE TAX RETURNS FILED DURING 1957

Table 3.—ESTATES SUBJECT TO THE 1948 AND SUBSEQUENT ACTS—GROSS ESTATE, ALLOWABLE DEDUCTIONS, TAXABLE ESTATE, AND TAX,
BY NET ESTATE CLASSES
[Citizens and resident aliens]

Net estate before specific exemption classes	Number of returns	Gross estate (Thousand dollars)	Allowable deductions (Thousand dollars)	Specific exemption (Thousand dollars)	Taxable estate (Thousand dollars)	Gross estate tax (Thousand dollars)	Credit for State death taxes (Thousand dollars)	Other tax credits (Thousand dollars)	Net estate tax (Thousand dollars)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Taxable returns:									
\$60,000 under \$80,000.....	9,666	981,387	314,722	579,960	86,705	4,458	-	162	4,296
\$80,000 under \$100,000.....	5,883	761,592	239,242	352,980	169,370	17,172	-	282	16,890
\$100,000 under \$150,000.....	7,120	1,255,286	397,060	427,200	431,026	70,242	439	1,836	67,967
\$150,000 under \$200,000.....	3,000	734,119	219,244	180,000	334,875	72,557	2,428	1,164	68,965
\$200,000 under \$300,000.....	2,761	945,225	281,197	165,660	498,368	123,644	5,815	3,074	114,755
\$300,000 under \$400,000.....	1,187	569,164	162,007	71,220	335,937	90,494	5,891	2,042	82,561
\$400,000 under \$500,000.....	681	426,452	122,191	40,860	263,401	74,523	5,633	1,906	66,984
\$500,000 under \$600,000.....	427	322,306	88,934	25,620	207,752	60,450	5,056	1,544	53,850
\$600,000 under \$700,000.....	287	250,137	64,504	17,220	168,413	50,530	4,543	1,016	44,971
\$700,000 under \$800,000.....	178	173,900	40,936	10,680	122,284	37,591	3,596	776	33,219
\$800,000 under \$900,000.....	162	186,326	49,444	9,720	127,162	39,873	4,002	971	34,900
\$900,000 under \$1,000,000.....	103	205,080	107,524	6,180	91,376	29,247	3,115	626	25,506
\$1,000,000 under \$2,000,000.....	454	866,748	247,365	27,240	592,143	204,504	25,377	4,109	175,018
\$2,000,000 under \$3,000,000.....	102	348,359	100,993	6,120	241,246	95,301	13,521	1,068	80,712
\$3,000,000 under \$4,000,000.....	35	158,826	39,210	2,100	117,516	51,272	7,758	463	43,051
\$4,000,000 under \$5,000,000.....	24	126,624	20,620	1,440	104,564	49,518	7,542	371	41,605
\$5,000,000 under \$7,000,000.....	21	186,999	64,528	1,260	121,211	62,796	10,325	600	51,871
\$7,000,000 under \$10,000,000.....	9	90,186	16,880	540	72,766	41,744	7,153	4,124	30,467
\$10,000,000 under \$20,000,000.....	8	148,694	47,466	480	100,748	64,683	11,932	1,872	50,879
\$20,000,000 or more.....	4	164,323	9,475	240	154,608	112,601	22,643	1,777	88,181
Total taxable returns.....	32,112	8,901,733	2,633,542	1,926,720	4,341,471	1,353,200	146,769	29,783	1,176,648
Nontaxable returns:									
No net estate before specific exemption..	156	42,948	49,582	9,360	-	-	-	-	-
Under \$40,000.....	4,978	447,641	294,463	298,710	-	-	-	-	-
\$40,000 under \$50,000.....	3,794	364,260	195,726	227,620	-	-	-	-	-
\$50,000 under \$60,000.....	5,410	534,929	234,270	324,590	-	-	-	-	-
Total nontaxable returns.....	14,338	1,389,778	774,041	860,280	-	-	-	-	-
Grand total.....	46,450	10,291,511	3,407,583	2,787,000	4,341,471	1,353,200	146,769	29,783	1,176,648

See text for "Explanation of Terms."

ESTATE TAX RETURNS FILED DURING 1957

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Table 4.—NUMBER OF TAXABLE AND NONTAXABLE RETURNS, AND SELECTED DATA FOR TAXABLE RETURNS AND RETURNS WITH STATE CREDIT,
BY STATES AND TERRITORIES
[Citizens and resident aliens]

States and Territories in which returns were filed	Total number of returns	Number of non- taxable returns	Taxable returns								
			Number of returns	Gross estate (Thousand dollars)	Taxable estate (Thousand dollars)	Gross estate tax (Thousand dollars)	Net estate tax (Thousand dollars)	Returns with State credit			
								Number of returns	Taxable estate (Thousand dollars)	Gross estate tax (Thousand dollars)	Credit for State death taxes (Thousand dollars)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Alabama.....	357	97	260	60,211	24,204	5,809	5,241	136	21,973	5,611	359
Alaska.....	4	-	4	496	59	5	5	-	-	-	-
Arizona.....	164	34	130	36,312	14,181	3,668	3,070	69	13,175	3,578	289
Arkansas.....	288	78	210	42,078	15,607	3,706	3,420	88	13,674	3,544	265
California.....	4,766	955	3,811	961,168	540,893	175,864	152,523	2,039	508,270	172,780	20,289
Colorado.....	521	178	343	99,381	41,586	11,897	10,604	185	38,873	11,664	1,144
Connecticut.....	944	253	691	258,430	145,880	52,470	41,186	413	141,160	52,061	6,573
Delaware.....	149	51	98	29,761	16,121	5,248	4,574	51	15,290	5,175	596
District of Columbia.....	273	68	205	75,326	37,936	12,230	10,731	124	36,560	12,107	1,375
Florida.....	1,476	583	893	263,579	109,550	29,463	26,018	467	101,558	28,675	2,476
Georgia.....	461	132	329	85,886	37,320	9,884	8,987	159	34,304	9,623	827
Hawaii.....	96	26	70	17,920	9,868	2,793	2,506	34	9,203	2,735	262
Idaho.....	124	21	103	13,639	5,226	1,001	899	40	3,915	871	38
Illinois.....	3,710	1,181	2,529	642,136	289,950	81,913	73,368	1,231	266,142	79,561	7,396
Indiana.....	1,189	426	763	155,922	65,951	17,622	15,874	330	59,088	17,041	1,526
Iowa.....	1,575	638	937	147,481	51,904	11,067	10,263	317	40,474	9,941	635
Kansas.....	850	300	550	99,613	39,629	9,668	8,645	227	34,357	9,214	736
Kentucky.....	522	164	358	86,242	44,109	14,700	12,821	163	40,894	14,431	1,729
Louisiana.....	388	42	346	74,760	41,281	10,855	9,328	188	38,117	10,554	923
Maine.....	300	102	198	44,759	22,310	5,560	5,106	124	21,128	5,462	383
Maryland.....	717	209	508	159,984	83,863	27,111	23,785	284	79,603	26,692	3,022
Massachusetts.....	1,417	389	1,028	334,027	192,274	62,210	54,324	599	184,538	61,402	6,859
Michigan.....	1,312	349	963	271,995	123,889	35,077	31,098	476	113,453	33,928	3,248
Minnesota.....	956	394	562	110,916	42,987	10,703	9,527	232	38,044	10,300	837
Mississippi.....	241	80	161	32,438	11,816	2,635	2,434	80	10,412	2,509	148
Missouri.....	959	260	699	200,394	94,833	26,316	23,268	386	89,171	25,794	2,335
Montana.....	252	97	155	28,216	10,059	2,215	2,048	66	8,368	2,060	132
Nebraska.....	709	250	459	86,525	33,804	8,240	7,597	188	29,418	7,870	634
Nevada.....	69	13	56	35,018	8,822	2,473	2,099	6	2,231	700	72
New Hampshire.....	247	72	175	48,544	21,496	5,928	5,312	83	19,019	5,580	502
New Jersey.....	1,969	622	1,347	356,908	158,951	42,195	38,130	708	147,570	41,151	3,328
New Mexico.....	110	15	95	20,407	10,493	2,712	2,514	58	9,769	2,645	210
New York.....	6,277	2,221	4,056	1,626,878	789,114	279,630	236,690	2,204	756,385	276,579	35,278
North Carolina.....	618	191	427	108,197	51,096	14,380	12,914	221	47,185	14,015	1,353
North Dakota.....	134	54	80	13,979	5,433	1,244	1,105	32	4,743	1,189	71
Ohio.....	2,406	813	1,593	422,454	202,750	56,781	50,639	788	187,646	55,205	5,189
Oklahoma.....	547	207	340	71,518	28,572	6,955	6,306	150	25,362	6,654	491
Oregon.....	437	166	271	62,102	24,804	5,988	5,386	138	22,693	5,812	397
Pennsylvania.....	3,029	935	2,094	699,494	371,094	141,830	121,144	1,144	354,401	140,294	19,502
Rhode Island.....	271	82	189	94,114	55,403	23,692	20,040	107	53,781	23,544	3,540
South Carolina.....	283	77	206	48,094	22,064	5,537	5,080	112	20,617	5,418	385
South Dakota.....	190	79	111	16,761	6,062	1,298	1,208	38	4,944	1,215	81
Tennessee.....	456	148	308	74,324	29,377	7,089	6,585	155	26,495	6,769	449
Texas.....	1,654	274	1,380	327,880	193,875	58,805	51,009	680	181,606	57,697	6,195
Utah.....	113	38	75	14,181	6,798	1,744	1,593	33	6,021	1,672	149
Vermont.....	114	28	86	18,889	8,909	2,346	2,115	39	7,979	2,249	202
Virginia.....	792	283	509	129,976	61,931	17,404	15,464	276	58,064	17,067	1,618
Washington.....	552	95	457	80,991	42,281	10,514	9,551	226	38,329	10,165	761
West Virginia.....	267	94	173	43,010	20,857	5,372	4,880	95	19,414	5,233	391
Wisconsin.....	1,092	439	653	146,549	65,964	17,239	15,929	298	59,430	16,610	1,484
Wyoming.....	84	27	57	12,719	4,744	1,138	1,050	25	4,149	1,079	73
Other areas ¹	42	12	30	11,029	4,092	1,038	717	9	1,140	270	12
Total.....	46,473	14,342	32,131	8,903,611	4,342,072	1,353,262	1,176,710	16,321	4,050,135	1,323,995	146,769

See text for "Explanation of Terms."

¹Consists of returns with addresses outside the United States, Alaska, and Hawaii.

TABLE 5.—NUMBER OF RETURNS, GROSS ESTATE BY TYPES OF PROPERTY, SELECTED DEDUCTIONS, NET ESTATE, AND TAX RETURNS FILED, 1948-1957
[For citizens, resident aliens, and nonresident aliens]

Items	Returns filed during—					
	1957	1956	1955	1954	1953	1952
	(1)	(2)	(3)	(4)	(5)	(6)
RETURNS OF CITIZENS AND RESIDENT ALIENS						
Number of returns, total.....	46,473	36,395	36,699	27,958	25,858	24,552
Taxable.....	32,131	25,143	24,997	18,941	17,411	17,469
Nontaxable.....	14,342	11,452	11,702	9,017	8,447	7,083
(Thousand dollars)						
Gross estate, total.....	10,293,669	7,467,443	7,411,754	5,804,961	4,918,094	4,933,215
Real estate.....	(1)	1,559,672	1,551,720	(1)	1,009,133	950,521
Federal bonds.....	(1)	457,054	490,793	(1)	425,690	425,879
State and municipal bonds.....	(1)	201,013	239,321	(1)	138,984	193,654
Other bonds.....	(1)	81,885	91,245	(1)	89,263	94,891
Corporate stock.....	(1)	1,073,922	2,382,597	(1)	1,773,054	1,802,641
Cash.....	(1)	747,880	745,028	(1)	524,604	549,139
Mortgages and notes.....	(1)	274,595	299,293	(1)	191,583	171,480
Taxable insurance.....	(1)	468,498	476,151	(1)	356,691	348,297
Other property.....	(1)	602,944	581,604	(1)	409,134	396,713
Deductions, total ²	(1)	2,482,343	2,445,899	(1)	1,604,164	1,478,249
Marital deduction.....	(1)	1,371,730	1,343,926	(1)	923,210	799,597
Charitable bequests.....	(1)	397,835	354,542	(1)	274,398	205,863
Other deductions.....	(1)	712,778	747,431	(1)	598,705	598,485
Disallowed deductions.....	(1)	2,783	2,987	(1)	7,243	8,036
Allowable deductions.....	(1)	2,479,590	2,442,912	(1)	1,596,921	1,470,213
Specific exemption.....	(1)	2,288,290	2,201,560	(1)	1,677,190	1,550,830
Taxable estate.....	(1)	2,342,072	2,990,810	(1)	2,188,878	1,916,645
Net estate tax.....	(1)	1,176,710	778,342	(1)	777,401	483,520
RETURNS OF NONRESIDENT ALIENS						
Number of returns, total.....	908	970	973	1,044	1,286	1,352
Taxable.....	696	896	687	819	1,115	1,240
Nontaxable.....	212	274	286	225	171	112
(Thousand dollars)						
Gross estate in the United States.....	28,884	22,803	23,383	20,666	24,157	24,511
Taxable estate.....	20,987	15,943	16,206	16,052	18,192	19,356
Net estate tax.....	4,589	2,913	3,096	3,081	3,229	3,407

¹Data not available.²Excludes specific exemption.

SYNOPSIS OF ESTATE TAX LAW

Table A.—REQUIREMENT FOR FILING RETURN, SPECIFIC EXEMPTION, AND TAX CREDITS FOR ESTATES OF CITIZENS AND ALIENS WHO DIED AFTER OCT. 22, 1942¹

Federal estate tax law (date of enactment)	Effective period	Return required if gross estate ² is for—		Specific exemption.		Tax credits against gross estate tax
		Citizen or resident alien and in excess of—	Nonresident alien and in excess of—	Citizen or resident alien	Nonresident alien	
		Dollars	Dollars	Dollars	Dollars	
Internal Revenue Code of 1954 (Aug. 16, 1954).	Aug. 17, 1954 and there- after	60,000	2,000	60,000	2,000	{ State inheritance taxes paid. Federal gift taxes paid under 1924, 1932, and subsequent acts. Estate tax paid on prior transfers. Foreign death taxes paid.
Internal Revenue Code of 1939— Additional tax: Revenue Act of 1951 (Oct. 20, 1951)...	Oct. 21, 1951 - Aug. 16, 1954	60,000	2,000	60,000	2,000	{ Federal gift taxes paid under 1932 and subsequent acts. Foreign death duties paid.
Revenue Act of 1942 (Oct. 21, 1942)...	Oct. 22, 1942 - Oct. 20, 1951	60,000	2,000	60,000	2,000	{ Federal gift taxes paid under 1932 and subsequent acts.
Basic tax: Revenue Act of 1951 (Oct. 20, 1951)...	Oct. 21, 1951 - Aug. 16, 1954	100,000	2,000	100,000	2,000	{ State inheritance taxes paid. Federal gift taxes paid under 1924, 1932, and subsequent acts. Foreign death duties paid.
Revenue Act of 1942 (Oct. 21, 1942)...	Oct. 22, 1942 - Oct. 20, 1951	100,000	2,000	100,000	2,000	{ State inheritance taxes paid. Federal gift taxes paid under 1924, 1932, and subsequent acts.

¹This table does not include provisions under the various treaty conventions between the United States and foreign countries. For estate tax provisions prior to the Revenue Act of 1942, see *Statistics of Income for 1950, Part 1*, pages 336-337.

²Gross estate value for which a return must be filed is the value at date of death, regardless of the fact that the alternative value may be used for tax purposes.

Table B.—TAX AND TAX RATES UNDER 1954 CODE FOR ESTATES OF CITIZENS AND ALIENS¹

Taxable estate		Tax on amount in column 1	Rate of tax on excess over amount in column 1
Equaling— (1)	Not exceeding— (2)		
Dollars	Dollars	Dollars	Percent
...	5,000.....	-	3
5,000.....	10,000.....	150	7
10,000.....	20,000.....	500	11
20,000.....	30,000.....	1,600	14
30,000.....	40,000.....	3,000	18
40,000.....	50,000.....	4,800	22
50,000.....	60,000.....	7,000	25
60,000.....	100,000.....	9,500	28
100,000.....	250,000.....	20,700	30
250,000.....	500,000.....	65,700	32
500,000.....	750,000.....	145,700	35
750,000.....	1,000,000.....	233,200	37
1,000,000.....	1,250,000.....	325,700	39
1,250,000.....	1,500,000.....	423,200	42
1,500,000.....	2,000,000.....	528,200	45
2,000,000.....	2,500,000.....	753,200	49
2,500,000.....	3,000,000.....	998,200	53
3,000,000.....	3,500,000.....	1,263,200	56
3,500,000.....	4,000,000.....	1,543,200	59
4,000,000.....	5,000,000.....	1,838,200	63
5,000,000.....	6,000,000.....	2,468,200	67
6,000,000.....	7,000,000.....	3,138,200	70
7,000,000.....	8,000,000.....	3,838,200	73
8,000,000.....	10,000,000.....	4,568,200	76
10,000,000.....		6,088,200	77

¹For estate tax rates prior to the 1954 Code, see *Statistics of Income for 1954*, Estate Tax Returns filed during 1955, page 23.

Gift Tax Returns

GIFT TAX RETURNS

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GIFT TAX RETURNS FILED DURING 1957

A total of 76,720 gift tax returns were filed during 1957. This report was prepared from all taxable returns and those nontaxable returns of husbands and wives consenting to consider their gifts to others as made one-half by each. About one-third of the gift tax returns filed during 1957, nontaxable returns without consent indicated to consider gifts to others as made one-half by each spouse, were excluded from the tabulations.

GIFT TAX RESUME

Total gifts worth \$1.4 billion were reported on the 49,189 returns used for this report. Taxable returns showed \$923 million of the total gifts, an average of \$63 thousand for each taxable return. Persons who filed taxable gift tax returns reported \$518 million of their total gifts as taxable. The gift tax on these returns was \$113 million, an effective rate of 21.8 percent of taxable gifts.

Returns for the current year with total gifts of less than \$10,000 made up 45 percent of those used for this report. Another 23.0 percent were for total gifts of between \$10,000 and \$20,000. Ninety-seven taxpayers reported total gifts of over \$1,000,000.

Among the gift tax returns used in preparing this report, 23,202 were for a donor who had filed such returns for earlier years. Of these returns, 10,904 were taxable. The prior years' gift tax returns filed by 7,682 of these identical donors were also taxable. A total of \$1.8 billion of taxable gifts, including only \$325 million for the current year, was reported by these taxpayers. Taxable gifts of \$79 million were reported on 3,222 returns of donors who filed a taxable return in 1957 but who filed nontaxable returns in prior years.

Since the gift tax rate is progressive and is based on the value of all taxable gifts made by the donors during both the current year and prior years, it is generally higher for repeating donors. Over three-fourths or \$86.1 million of the current year's tax liability was reported by persons who filed taxable returns in both 1957 and prior years. The effective tax rate on these returns was 26.5 percent.

RETURNS USED

Gift tax returns, Form 709, filed during 1957 were the source of data for this report. Since gift tax returns are required to be filed by the 15th of April in the year after the gift was made, except in the case of a deceased donor, most of the gifts covered by this report were made during 1956. Tentative returns were not used and amended returns were used only if the original was excluded. Returns showing gifts valued below the amount requiring the filing of a return were also excluded. For this

year only taxable returns and nontaxable returns of married donors indicating consent to consider gifts to others as made one-half by the donor and one-half by the spouse, were included. All returns used for this report were checked for arithmetic and edited for statistical use but were not subject to an official audit.

GIFT TAX LAW

Transfers of property by individuals who made gifts within the calendar year 1956 were subject to the gift tax provisions of the Internal Revenue Code of 1954. The gift tax, imposed upon transfers of property, extended to sales and exchanges of property for less than adequate and full consideration in money or money's worth. The tax was imposed whether the property was transferred in trust or otherwise, whether the gift was direct or indirect or of future interest in property, or whether the property was real, personal, tangible, or intangible. The gift tax is a personal liability of the individual making the gift and is measured by the value of all properties passing from the donor to the donees during the calendar year.

A gift tax return was required of every individual, citizen or resident, who during the calendar year made gifts (or who was considered as having made gifts) to any one donee of more than \$3,000 in value or made gifts of future interests in property regardless of the value. Similarly, a nonresident alien was required to file a gift tax return if gifts consisted of property situated in the United States. A return was required even though, because of authorized deductions, a tax was not due. The return had to be filed on or before the 15th of April, following the close of the calendar year in which the gift was made, and could not be filed prior to the close of the year unless the return was for a deceased donor.

Every donor was required to report in his total gifts the entire value of gifts totaling more than \$3,000 made to any one donee during the calendar year, even though the first \$3,000 of such gifts were eliminated for the purpose of computing the gift tax liability. All gifts of future interests in property, however small, had to be reported in total gifts and no exclusion was allowed for such gifts in computing the gift tax.

Husband and wife, if they were citizens or residents, could, by signifying their mutual consent consider gifts to third parties as made one-half by each. The spouse making the gift included the entire value of the gift in his total gifts, schedule A of the return, provisions being made on the return form for the transfer of one-half of such gifts to the other spouse who then reported this half on his or her separate gift tax return.

Except for gifts of future interests, exclusions from total gifts were allowed for purposes of computing the amount of gifts to be taxed. The amount of exclusion was the first \$3,000 of the total value of gifts made to any one donee, including donees represented in the gifts acquired from the return of the spouse because of the consent to divide between husband and wife gifts made to third parties. The exclusions were deducted from total gifts after the adjustments were made for the division of third-party gifts between husband and wife.

In addition to the exclusions, three deductions were allowed for the computation of the amount of taxable gifts. First, the value of charitable, public, and similar gifts remaining after the exclusions claimed for the charitable donees; second, a marital deduction allowed citizens and residents in the amount of one-half the value of qualifying property interests transferred to the donor's spouse, but the deduction cannot exceed the value of such gifts after the exclusion relating thereto; and third, a specific exemption for citizens and residents of \$30,000 less the sum of amounts claimed and allowed in prior years.

Gift tax for the current year is the excess of a tax, computed at current rates on the aggregate net gifts made subsequent to June 6, 1932, over a tax computed at the same rates on the aggregate net gifts exclusive of the current year net gifts. This method results in gifts of the current year being taxed at the same rate as was applied to gifts of the most recent year or at a higher rate in the progressive rate scale, regardless of the amount of net gifts made in the current year. Because of the graduated tax rates and the variations in the amounts of exclusions, deductions, and specific exemption taken, and in the amount of aggregate net gifts since June 6, 1932, donors making gifts of equal amounts in the current year may have different tax liabilities, or one may have a tax liability and the other no tax liability.

EXPLANATION OF CLASSIFICATIONS AND TERMS

Classification of Gift Tax Returns

Gift tax returns are classified as taxable and nontaxable and by size of total gift plus gift tax. Taxable returns are classified by taxable gift classes. Identical donors are distinguished from other donors; and taxable returns of identical donors that also show a tax on gifts for prior years are classified by size of taxable gifts for prior years.

Taxable and nontaxable returns.—Tax status is based on the existence or nonexistence of a gift tax on gifts made during the current year. Tax status for prior years is determined from the presence or absence of a tax on taxable gifts for prior years as reported by the donor for the purpose of computing the current year tax.

Total gift plus gift tax classes.—Gift tax returns are segregated for this classification according to the sum of total gifts before exclusions and gift tax for the current year. The nontaxable returns have no gift tax but are distributed under this classification on the basis of total gifts before exclusion. The significance of this distri-

bution lies in the fact that the basis is more nearly comparable with that used in presenting estate tax information which is classified on value before the payment of tax.

Taxable gift classes.—These classes are based on the amount of taxable gifts for the current year. Nontaxable returns are shown only in aggregate and the classification is designated "Nontaxable gifts."

Identical donors.—Identical donor is a term used to indicate an individual who made gifts to donees other than charitable donees in both the current year and the prior years. Identical donors are identified from data reported on the current return only. Schedule B shows the taxable gifts for, and specific exemption taken in, prior years. From these data, it can be determined whether the prior year gifts were made to noncharitable donees. If, in the current year, husband and wife consent to divide third-party gifts between them, each is considered a donor of his respective total gifts before exclusions, the amount of which includes non-charitable gifts transferred from the return of the other spouse.

Matched returns of husbands and wives.—Returns showing consent to consider gifts to others as made one-half by the husband and one-half by the wife where both the husband and the wife's return could be associated.

Prior years.—In reference to gift tax tabulations, prior years apply to the interval of years between the inception of the present period of gift taxation, June 6, 1932, and the beginning of the current year.

Taxable gift for prior year classes.—Returns of donors that show a tax on gifts for the current year and also a tax for prior years are segregated into classes based on the aggregate amount of taxable gifts for prior years, which is reported in schedule B on the current return wherein the amount is adjusted to include the amount in excess of \$30,000 specific exemption taken before 1943.

Returns with consent.—Returns with consent are those on which the spouses indicate agreement to have gifts to third parties considered as one-half given by each spouse.

Returns without consent.—Returns without consent are those on which the spouses did not indicate agreement to have gifts to third parties considered as one-half given by each spouse.

Total Gifts and Exclusions

Total gifts are the entire value of all gifts reported by the donor, including charitable gifts. Except in the case of gifts of future interests in property, gifts amounting to \$3,000 or less to any one donee generally need not be reported. The value of gifts totaling more than \$3,000 to any one donee must be reported irrespective of the fact that by reason of consent to divide third-party gifts between spouses, neither spouse is considered to have made gifts in excess of \$3,000 in value.

Five types of property comprising total gifts are recognized and segregated for tabulation. Real estate includes fee lands, ground rents, deeds, contracts to purchase real estate, membership in apartment house, and mineral rights that cannot be separated from the real estate value. Stocks and

bonds cover the accrued interest and dividends thereon, building and loan shares, Treasury notes and certificates, mortgage bonds, postal savings bonds, and debentures. Cash includes bank deposits and certificates, building and loan accounts, and postal savings certificates and accounts. Insurance embraces life insurance and annuity contracts as well as premiums paid. Miscellaneous property includes all other gifts such as notes, judgments, life interest in property, remainder or reversionary interests, jewelry, housefurnishings, royalties, rights, patents, leaseholds, contracts to sell land, and interest in unincorporated business or partnership.

Taxpayer's gifts reported by spouse means the portion of gifts made by the donor, or taxpayer, which was reported by his (or her) spouse on a separate gift tax return. When mutual consent was indicated by husband and wife, gifts made to third parties were considered as being made one-half by each. The return, Form 709, provides that this portion of such gifts be subtracted from the taxpayer's total gifts.

Spouse's gifts reported by taxpayer means the portion of gifts made by the spouse, which was acquired from the return of the spouse and reported on the return of the taxpayer, when there was mutual consent by husband and wife to share equally gifts to third parties. Provision is made on the return, Form 709, for this transferred amount to be included in the taxpayer's total gifts before exclusions are taken.

Total gifts before exclusions are the same as total gifts in the case of unmarried persons and of spouses who did not consent to divide between them gifts made to third parties. In the case of married donors who consented to consider gifts as made one-half by each, however, total gifts before exclusions are the amount of gifts adjusted for the transfers between husband and wife for: (1) reduction of total gifts of the taxpayer by the portion which his (or her) spouse reports on a separate return, and (2) an increase of the taxpayer's gifts by the amount of gifts acquired from the return of his (or her) spouse. This is the amount of the donor's total gifts for the current year.

Exclusions were allowed in determining the amount of taxable gifts for the year. Every donor was allowed an exclusion of the first \$3,000 of gifts, except gifts of future interests, made to any one donee. After gifts made to third parties had been divided between husband and wife, each spouse was entitled to an exclusion for each donee. Thus each spouse was allowed an exclusion up to \$3,000 against his half of the gift to each third-party donee. An exclusion could be less than \$3,000 as it could not exceed the value of the gift to which it related.

Total gifts after exclusions are the taxpayer's current year gifts, adjusted by gifts made on mutual consent with spouse, less exclusions.

Deductions

Charitable, public, and similar gifts after exclusions were allowed as a deduction. Thus the

entire value of qualifying charitable gifts were excluded from the gift tax base. Charitable gifts qualifying for the deduction were gifts made to or for the use of the United States, any State, Territory, or subdivision thereof, for public purposes exclusively, or made to or for the use of organizations, trusts, community chests, funds, or foundations organized and operated exclusively for religious, charitable, scientific, literary, or educational purposes. This deduction was allowed nonresident aliens only if such gifts were used within the United States.

Marital deduction allowed citizens and residents was equal to one-half the value of property interests which qualified for this deduction and which were transferred by gift to a donee who at the time of the gift was the donor's spouse. However, the deduction could not exceed the value of such gifts remaining after the exclusion pertaining thereto.

Specific exemption in amount of \$30,000 was allowed each citizen and resident donor. It could be taken in its entirety in a single year or spread over a period of years at the option of the donor. When the aggregate of \$30,000 had been taken, no further exemption was allowable. The amount of specific exemption taken in the current year was that claimed by donors who had not previously used all of their exemption.

Taxable Gifts and Tax

Taxable gifts relate to current year gifts which are subject to tax. A taxable gift equals total gifts after exclusions and deductions.

Taxable gifts for prior years are the aggregate taxable gifts transferred since June 6, 1932, exclusive of the current year gifts. The amount of taxable gifts for prior years was reported by the donor in schedule B on the current return, for the purpose of computing the gift tax liability for the current year. The amount reported in this schedule could exceed the actual amount of taxable gifts for prior years for the reason that, if more than \$30,000 specific exemption was taken before 1943, when a larger exemption was allowed, the taxable gifts for prior years were increased by an amount equal to the excess.

Gift tax for the current year was computed by means of a progressive, graduated rate scale beginning at 2 1/4 percent of net gifts not exceeding \$5,000 and increasing to 57 3/4 percent of net gifts over \$10,000,000. However, the current year tax is only the excess of a tax on aggregate taxable gifts made since June 6, 1932, over a tax computed on taxable gifts made in prior years. Thus the tax rate increases as additional gifts are made in future years.

Gift tax for prior years is that reported as part of the tax computation for the current year. It is a tax computed on the total taxable gifts made in prior years and may not be the actual tax paid in those years because it is computed at current rates on the amount of taxable gifts for prior years adjusted in schedule B to include an amount equal to the excess of \$30,000 specific exemption taken before 1943.

Table 1.—TOTAL GIFTS, EXCLUSIONS, DEDUCTIONS, TAXABLE GIFTS, AND TAX

[Returns with consent and taxable returns without consent]

Items	Aggregate	Taxable returns	Non- taxable returns	Returns with consent									Returns without consent, taxable
				Total	Taxable	Non- taxable	Matched returns of husbands and wives						
							Husbands' returns			Wives' returns			
							Total	Taxable	Non- taxable	Total	Taxable	Non- taxable	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	
Number of returns.....	49,189	14,736	34,453	41,519	7,066	34,453	19,494	3,880	15,614	19,494	2,970	16,524	7,670
Total gifts.....thousand dollars..	1,357,479	923,470	434,009	861,922	427,913	434,009	636,856	312,924	323,932	178,616	105,736	72,880	495,557
Taxpayer's gifts reported by spouse:													
Number of returns.....	23,842	4,717	19,125	23,842	4,717	19,125	16,766	3,410	13,356	4,789	1,128	3,661	-
Amount.....thousand dollars..	395,635	195,240	200,395	395,635	195,240	200,395	294,214	144,031	150,183	81,587	48,145	33,442	-
Spouse's gifts reported by taxpayer:													
Number of returns.....	21,898	3,558	18,340	21,898	3,558	18,340	4,789	1,111	3,678	16,766	2,398	14,368	-
Amount.....thousand dollars..	380,591	174,700	205,891	380,591	174,700	205,891	81,587	46,075	35,512	294,214	127,166	167,048	-
Total gifts before exclusions.....do.....	1,342,435	902,930	439,505	846,878	407,373	439,505	424,229	214,968	209,261	391,243	184,757	206,486	495,557
Exclusions.....do.....	373,906	135,098	238,808	313,695	74,887	238,808	150,995	41,003	109,992	144,555	31,952	112,603	60,211
Total gifts after exclusions.....do.....	968,529	767,832	200,697	533,183	332,486	200,697	273,234	173,965	99,269	246,688	152,805	93,883	435,346
Deduction for—													
Charitable gifts after exclusions.....do.....	132,723	96,191	36,532	91,156	54,624	36,532	51,342	32,135	19,207	38,004	22,079	15,925	41,567
Marital deduction.....do.....	33,406	24,596	8,810	18,362	9,552	8,810	11,466	4,961	6,505	4,995	3,779	1,216	15,044
Specific exemption for the current year.....do.....	284,817	129,462	155,355	210,203	54,848	155,355	99,645	26,088	73,557	104,009	27,267	76,742	74,614
Total deductions.....do.....	450,946	250,249	200,697	319,721	119,024	200,697	162,453	63,184	99,269	147,008	53,125	93,883	131,225
Taxable gifts:													
Current year.....do.....	517,583	517,583	-	213,462	213,462	-	110,781	110,781	-	99,680	99,680	-	304,121
Prior years.....do.....	1,851,867	1,427,620	424,247	1,290,953	866,706	424,247	875,141	603,821	271,320	376,695	255,491	121,204	560,914
Aggregate.....do.....	2,369,450	1,945,203	424,247	1,504,415	1,080,168	424,247	985,922	714,602	271,320	476,375	355,171	121,204	865,035
Gift tax:													
Current year.....do.....	113,005	113,005	-	47,137	47,137	-	24,846	24,846	-	21,856	21,856	-	65,868
Prior years.....do.....	546,391	446,899	99,492	404,076	304,584	99,492	297,605	229,567	68,038	99,279	73,783	25,496	142,315
Aggregate.....do.....	659,396	559,904	99,492	451,213	351,721	99,492	322,451	254,413	68,038	121,135	95,639	25,496	208,183

See text for "Explanation of Terms."

TABLES FOR GIFT TAX RETURNS FILED DURING 1957

GIFT TAX RETURNS FILED DURING 1957

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Table 2.—TOTAL GIFTS, EXCLUSIONS, DEDUCTIONS, TAXABLE GIFTS, AND TAX, BY SIZE OF TAXABLE GIFT

[Returns with consent and taxable returns without consent]

Size of taxable gift	Number of returns	Total gifts (Thousand dollars)	Taxpayer's gifts reported by spouse		Spouse's gifts reported by taxpayer		Total gifts before exclusions (Thousand dollars)	Exclusions (Thousand dollars)	Total gifts after exclusions (Thousand dollars)
			Number of returns	Amount (Thousand dollars)	Number of returns	Amount (Thousand dollars)			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Taxable returns:									
Under \$3,000.....	4,064	81,487	1,576	21,716	1,110	18,227	77,998	33,576	44,422
\$3,000 under \$5,000.....	1,473	36,643	481	7,637	351	9,087	38,093	11,492	26,601
\$5,000 under \$10,000.....	2,295	68,183	690	15,044	529	12,515	65,654	19,082	46,572
\$10,000 under \$20,000.....	2,352	91,442	696	18,659	522	15,553	88,336	19,689	68,647
\$20,000 under \$30,000.....	1,285	63,630	380	13,907	299	12,136	61,859	11,300	50,559
\$30,000 under \$40,000.....	716	44,172	214	9,620	161	7,868	42,420	6,664	35,756
\$40,000 under \$50,000.....	515	37,332	135	7,153	118	6,566	36,745	4,908	31,837
\$50,000 under \$100,000.....	1,040	111,255	277	23,591	226	17,798	105,462	11,788	93,674
\$100,000 under \$200,000.....	557	105,763	139	19,197	122	19,224	105,790	7,635	98,155
\$200,000 under \$400,000.....	262	93,235	70	16,953	63	14,907	91,189	4,006	87,183
\$400,000 under \$600,000.....	73	43,470	21	9,051	19	8,107	42,526	1,267	41,259
\$600,000 under \$800,000.....	36	33,061	17	9,629	17	9,629	33,061	1,554	31,507
\$800,000 under \$1,000,000.....	22	24,337	5	4,397	5	4,397	24,337	480	23,857
\$1,000,000 under \$2,000,000.....	36	56,750	12	13,893	12	13,893	56,750	1,181	55,569
\$2,000,000 under \$3,000,000.....	9	26,788	4	4,793	4	4,793	26,788	464	26,324
\$3,000,000 under \$4,000,000.....	-	-	-	-	-	-	-	-	-
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	1	5,922	-	-	-	-	5,922	12	5,910
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-
Total.....	14,736	923,470	4,717	195,240	3,558	174,700	902,930	135,098	767,832
Nontaxable returns:									
Nontaxable gifts.....	34,453	434,009	19,125	200,395	18,340	205,891	439,505	238,808	200,697
Grand total.....	49,189	1,357,479	23,842	395,635	21,898	380,591	1,342,435	373,906	968,529

Size of taxable gift	Deduction for—			Total deduction (Thousand dollars)	Taxable gifts			Gift tax		
	Charitable gifts after exclusions (Thousand dollars)	Marital deduction (Thousand dollars)	Specific exemption, current year (Thousand dollars)		Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)	Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
Taxable returns:										
Under \$3,000.....	11,235	3,185	25,148	39,568	4,854	213,330	218,184	398	48,632	49,030
\$3,000 under \$5,000.....	7,490	1,669	11,791	20,950	5,651	67,157	72,808	446	14,793	15,239
\$5,000 under \$10,000.....	6,503	2,698	20,835	30,036	16,536	113,336	129,872	1,383	25,344	26,727
\$10,000 under \$20,000.....	5,964	3,895	25,347	35,206	33,441	89,903	123,344	3,155	17,610	20,765
\$20,000 under \$30,000.....	3,218	1,926	14,330	19,474	31,085	67,712	98,797	3,455	14,639	18,094
\$30,000 under \$40,000.....	1,556	1,175	8,131	10,862	24,894	54,337	79,231	3,143	13,203	16,346
\$40,000 under \$50,000.....	2,786	908	5,180	8,874	22,963	45,200	68,163	3,277	12,544	15,821
\$50,000 under \$100,000.....	8,165	2,400	11,129	21,694	71,980	123,104	195,084	12,300	34,244	46,544
\$100,000 under \$200,000.....	14,003	1,803	4,907	20,713	77,442	103,366	180,808	16,216	25,450	41,666
\$200,000 under \$400,000.....	11,756	1,885	1,820	15,461	71,722	134,561	206,283	17,690	42,489	60,179
\$400,000 under \$600,000.....	2,986	2,103	367	5,456	35,803	32,868	68,671	9,346	8,358	17,704
\$600,000 under \$800,000.....	6,381	3	114	6,498	25,009	269,916	294,925	7,474	147,163	154,637
\$800,000 under \$1,000,000.....	3,442	20	133	3,595	20,262	12,793	33,055	5,806	3,204	9,010
\$1,000,000 under \$2,000,000.....	7,831	-	200	8,031	47,538	64,216	111,754	16,329	24,209	40,538
\$2,000,000 under \$3,000,000.....	2,501	926	30	3,457	22,867	28,914	51,781	9,440	12,187	21,627
\$3,000,000 under \$4,000,000.....	-	-	-	-	-	-	-	-	-	-
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	374	-	-	374	5,536	6,907	12,443	3,147	2,830	5,977
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-	-
Total.....	96,191	24,596	129,462	250,249	517,583	1,427,620	1,945,203	113,005	446,899	559,904
Nontaxable returns:										
Nontaxable gifts.....	36,532	8,810	155,355	200,697	-	424,247	424,247	-	99,492	99,492
Grand total.....	132,723	33,406	284,817	450,946	517,583	1,851,867	2,369,450	113,005	546,391	659,396

See text for "Explanation of Terms."

GIFT TAX RETURNS FILED DURING 1957

Table 3.—TOTAL GIFTS, EXCLUSIONS, DEDUCTIONS, TAXABLE GIFTS, AND TAX, BY SIZE OF TOTAL GIFT PLUS TAX

[Returns with consent and taxable returns without consent]

Size of total gift plus tax	Number of returns	Total gifts (Thousand dollars)	Taxpayer's gifts reported by spouse		Spouse's gifts reported by taxpayer		Total gifts before exclusions (Thousand dollars)	Exclusions (Thousand dollars)	Total gifts after exclusions (Thousand dollars)
			Number of returns	Amount (Thousand dollars)	Number of returns	Amount (Thousand dollars)			
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Taxable returns:									
Under \$3,000.....	173	288	67	83	36	52	257	45	212
\$3,000 under \$5,000.....	603	2,653	186	675	106	449	2,427	1,608	819
\$5,000 under \$10,000.....	1,639	13,043	556	3,502	400	2,491	12,032	7,259	4,773
\$10,000 under \$20,000.....	2,714	41,974	998	11,292	674	7,501	38,183	19,447	18,736
\$20,000 under \$30,000.....	1,605	41,095	570	10,631	404	7,572	38,036	14,274	23,762
\$30,000 under \$40,000.....	1,807	62,917	536	14,442	449	12,857	61,332	13,965	47,367
\$40,000 under \$50,000.....	1,514	66,753	429	14,576	358	13,413	65,590	14,692	50,898
\$50,000 under \$100,000.....	2,868	185,871	854	38,411	697	34,966	182,426	32,151	150,275
\$100,000 under \$200,000.....	1,062	130,134	296	25,429	241	23,471	128,176	15,255	112,921
\$200,000 under \$400,000.....	430	100,262	111	17,294	91	16,050	99,018	6,510	92,508
\$400,000 under \$600,000.....	126	50,598	37	8,224	32	8,785	51,159	2,617	48,542
\$600,000 under \$800,000.....	62	36,780	24	8,101	19	7,637	36,316	2,104	34,212
\$800,000 under \$1,000,000.....	37	27,669	18	6,425	15	5,720	26,964	1,129	25,835
\$1,000,000 under \$2,000,000.....	57	62,412	17	11,279	18	13,971	65,104	1,976	63,128
\$2,000,000 under \$3,000,000.....	19	34,265	8	7,860	7	7,629	34,034	756	33,278
\$3,000,000 under \$4,000,000.....	11	33,249	5	10,710	6	8,521	31,060	535	30,525
\$4,000,000 under \$5,000,000.....	6	22,571	3	5,797	3	3,615	20,389	652	19,737
\$5,000,000 under \$7,000,000.....	2	5,014	2	509	2	(1)	4,505	111	4,394
\$7,000,000 under \$10,000,000.....	1	5,922	-	-	-	-	5,922	12	5,910
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-
Total.....	14,736	923,470	4,717	195,240	3,558	174,700	902,930	135,098	767,832
Nontaxable returns:									
Under \$3,000.....	3,801	8,880	2,025	4,441	1,923	4,018	8,457	7,781	676
\$3,000 under \$5,000.....	4,875	18,088	2,562	8,984	2,579	9,177	18,281	15,924	2,357
\$5,000 under \$10,000.....	10,969	76,560	5,933	37,197	5,899	38,411	77,774	62,057	15,717
\$10,000 under \$20,000.....	8,582	119,958	4,935	56,822	4,570	57,161	120,297	72,061	48,236
\$20,000 under \$30,000.....	3,270	78,191	1,878	36,851	1,796	38,548	79,888	33,711	46,177
\$30,000 under \$40,000.....	1,957	64,767	1,130	30,456	1,069	31,863	66,174	22,428	43,746
\$40,000 under \$50,000.....	498	22,460	324	10,070	253	9,459	21,849	10,493	11,356
\$50,000 under \$100,000.....	405	25,750	265	9,768	200	9,718	25,700	11,042	14,658
\$100,000 under \$200,000.....	68	8,928	54	3,278	35	3,353	9,003	2,615	6,388
\$200,000 under \$400,000.....	21	5,210	15	2,051	12	2,310	5,469	481	4,988
\$400,000 under \$600,000.....	3	895	1	445	2	1,037	1,487	80	1,407
\$600,000 under \$800,000.....	2	1,256	1	7	1	15	1,264	21	1,243
\$800,000 under \$1,000,000.....	1	31	1	16	1	821	836	105	731
\$1,000,000 under \$2,000,000.....	-	-	-	-	-	-	-	-	-
\$2,000,000 under \$3,000,000.....	-	-	-	-	-	-	-	-	-
\$3,000,000 under \$4,000,000.....	1	3,035	1	9	-	-	3,026	9	3,017
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	-	-	-	-	-	-	-	-	-
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-
Total.....	34,453	434,009	19,125	200,395	18,340	205,891	439,505	238,808	200,697
Grand total.....	49,189	1,357,479	23,842	395,635	21,898	380,591	1,342,435	373,906	968,529

Footnote at end of table. See text for "Explanation of Terms."

GIFT TAX RETURNS FILED DURING 1957

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Table 3.—TOTAL GIFTS, EXCLUSIONS, DEDUCTIONS, TAXABLE GIFTS, AND TAX, BY SIZE OF TOTAL GIFT PLUS TAX—Continued

[Returns with consent and taxable returns without consent]

Size of total gift plus tax	Deduction for—			Total deduction (Thousand dollars)	Taxable gifts			Gift tax		
	Charitable gifts after exclusions (Thousand dollars)	Marital deduction (Thousand dollars)	Specific exemption, current year (Thousand dollars)		Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)	Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
Taxable returns:										
Under \$3,000.....	1	-	7	8	204	8,073	8,277	17	1,928	1,945
\$3,000 under \$5,000.....	1	3	110	114	705	21,543	22,248	61	3,602	3,663
\$5,000 under \$10,000.....	53	405	556	1,014	3,759	59,790	63,549	326	9,624	9,950
\$10,000 under \$20,000.....	637	1,225	3,063	4,925	13,811	113,664	127,475	1,373	20,236	21,609
\$20,000 under \$30,000.....	1,079	1,189	5,710	7,978	15,784	79,231	95,015	1,695	15,844	17,539
\$30,000 under \$40,000.....	1,411	1,339	26,104	28,854	18,513	54,402	72,915	1,971	10,065	12,036
\$40,000 under \$50,000.....	1,221	901	26,802	28,924	21,974	43,844	65,818	2,293	8,190	10,483
\$50,000 under \$100,000.....	7,769	7,354	48,757	63,880	86,395	174,984	261,379	11,083	41,436	52,519
\$100,000 under \$200,000.....	10,436	4,448	13,021	27,905	85,016	168,905	253,921	15,429	47,960	63,389
\$200,000 under \$400,000.....	9,288	2,177	3,778	15,243	77,265	117,147	194,412	16,990	32,221	49,211
\$400,000 under \$600,000.....	6,505	662	713	7,880	40,662	69,557	110,219	10,366	19,343	29,709
\$600,000 under \$800,000.....	8,155	1,200	318	9,673	24,539	56,943	81,482	6,541	17,654	24,195
\$800,000 under \$1,000,000.....	4,503	392	130	5,025	20,810	22,229	43,039	5,564	5,830	11,394
\$1,000,000 under \$2,000,000.....	12,680	2,194	231	15,105	48,023	60,633	108,656	14,382	18,471	32,853
\$2,000,000 under \$3,000,000.....	7,109	101	102	7,312	25,966	46,211	72,177	9,572	19,118	28,690
\$3,000,000 under \$4,000,000.....	14,242	76	60	14,378	16,147	44,530	60,677	6,142	18,647	24,789
\$4,000,000 under \$5,000,000.....	10,584	-	-	10,584	9,153	259,158	268,311	4,432	144,752	149,184
\$5,000,000 under \$7,000,000.....	142	930	-	1,072	3,322	19,869	23,191	1,621	9,148	10,769
\$7,000,000 under \$10,000,000.....	375	-	-	375	5,535	6,907	12,442	3,147	2,830	5,977
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-	-
Total.....	96,191	24,596	129,462	250,249	517,583	1,427,620	1,945,203	113,005	446,899	559,904
Nontaxable returns:										
Under \$3,000.....	18	3	655	676	-	16,102	16,102	-	2,867	2,867
\$3,000 under \$5,000.....	67	25	2,265	2,357	-	20,264	20,264	-	3,770	3,770
\$5,000 under \$10,000.....	650	676	14,391	15,717	-	74,944	74,944	-	14,944	14,944
\$10,000 under \$20,000.....	2,308	1,701	44,227	48,236	-	92,922	92,922	-	17,537	17,537
\$20,000 under \$30,000.....	2,253	1,549	42,375	46,177	-	46,353	46,353	-	9,872	9,872
\$30,000 under \$40,000.....	3,033	2,112	38,601	43,746	-	21,594	21,594	-	4,339	4,339
\$40,000 under \$50,000.....	2,248	927	8,181	11,356	-	15,947	15,947	-	3,507	3,507
\$50,000 under \$100,000.....	8,463	1,755	4,440	14,658	-	53,833	53,833	-	13,446	13,446
\$100,000 under \$200,000.....	6,184	52	152	6,388	-	52,570	52,570	-	18,323	18,323
\$200,000 under \$400,000.....	4,916	7	65	4,988	-	10,529	10,529	-	2,771	2,771
\$400,000 under \$600,000.....	1,403	3	1	1,407	-	4,037	4,037	-	1,176	1,176
\$600,000 under \$800,000.....	1,241	-	2	1,243	-	2,055	2,055	-	585	585
\$800,000 under \$1,000,000.....	731	-	-	731	-	-	-	-	-	-
\$1,000,000 under \$2,000,000.....	-	-	-	-	-	-	-	-	-	-
\$2,000,000 under \$3,000,000.....	-	-	-	-	-	-	-	-	-	-
\$3,000,000 under \$4,000,000.....	3,017	-	-	3,017	-	13,097	13,097	-	6,355	6,355
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	-	-	-	-	-	-	-	-	-	-
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-	-
Total.....	36,532	8,810	155,355	200,697	-	424,247	424,247	-	99,492	99,492
Grand total.....	132,723	33,406	284,817	450,946	517,583	1,851,867	2,369,450	113,005	546,391	659,396

See text for "Explanation of Terms."

¹Less than \$500.

Table 4.—IDENTICAL DONORS BY TAX STATUS
[Returns with consent and taxable returns without consent]

Tax status	Number of returns	Total gifts after exclusions, current year (Thousand dollars)	Deductions for—			Total deduction (Thousand dollars)	Taxable gifts			Gift tax		
			Charitable gifts after exclusions (Thousand dollars)	Marital deduction (Thousand dollars)	Specific exemption, current year (Thousand dollars)		Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)	Current year (Thousand dollars)	Prior years (Thousand dollars)	Aggregate (Thousand dollars)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Taxable for both current year and prior years.....	7,682	426,892	88,665	11,408	1,721	101,794	325,091	1,427,620	1,752,711	86,143	446,899	533,042
Taxable for current year and nontaxable for prior years...	3,222	119,518	4,766	5,423	29,978	40,167	79,350	-	79,350	10,497	-	10,497
Nontaxable for current year and taxable for prior years...	3,427	21,131	19,572	905	652	21,129	-	420,952	420,952	-	99,812	99,812
Nontaxable for both current year and prior years.....	8,871	37,682	8,287	2,251	27,141	37,679	-	-	-	-	-	-
Total.....	23,202	605,223	121,290	19,987	59,492	200,769	404,441	1,848,572	2,253,013	96,640	546,711	643,351

See text for "Explanation of Terms."

Table 5.—IDENTICAL DONORS TAXABLE FOR THE CURRENT YEAR AND PRIOR YEARS, BY SIZE OF TAXABLE GIFT FOR THE CURRENT YEAR AND BY SIZE OF TAXABLE GIFT FOR PRIOR YEARS

Size of taxable gift for the current year	Number of returns	Number of returns by size of taxable gift for prior years														
		Under \$3,000	\$3,000 under \$5,000	\$5,000 under \$10,000	\$10,000 under \$20,000	\$20,000 under \$30,000	\$30,000 under \$40,000	\$40,000 under \$50,000	\$50,000 under \$100,000	\$100,000 under \$200,000	\$200,000 under \$400,000	\$400,000 under \$600,000	\$600,000 under \$800,000	\$800,000 under \$1,000,000	\$1,000,000 under \$2,000,000	\$2,000,000 or more
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)
Under \$3,000.....	2,330	333	134	300	339	198	168	125	304	192	142	43	19	9	19	5
\$3,000 under \$5,000.....	773	107	53	97	144	58	56	41	95	58	39	10	3	4	4	4
\$5,000 under \$10,000.....	1,147	136	43	136	187	148	78	59	167	81	60	22	6	7	10	7
\$10,000 under \$20,000.....	1,063	100	58	108	172	130	54	68	178	95	62	14	10	5	7	2
\$20,000 under \$30,000.....	593	58	23	57	83	77	54	25	84	64	32	15	4	4	9	4
\$30,000 under \$40,000.....	332	35	18	34	35	32	22	17	50	35	29	5	4	2	8	6
\$40,000 under \$50,000.....	267	18	15	27	43	19	13	15	45	32	23	5	4	1	5	2
\$50,000 under \$100,000.....	521	20	17	40	59	45	30	25	95	71	61	23	8	7	12	8
\$100,000 under \$200,000.....	339	14	4	12	30	22	20	10	54	62	46	21	9	6	24	5
\$200,000 under \$400,000.....	178	5	1	9	8	6	8	3	25	19	24	19	8	8	21	14
\$400,000 under \$600,000.....	56	-	-	1	1	1	1	3	8	7	9	8	2	2	9	4
\$600,000 under \$800,000.....	30	-	1	1	1	1	3	1	3	2	5	3	1	2	3	3
\$800,000 under \$1,000,000.....	16	-	-	1	-	-	1	-	1	-	2	2	1	1	6	1
\$1,000,000 under \$2,000,000.....	28	-	-	-	2	-	-	1	4	1	2	3	2	-	5	8
\$2,000,000 under \$3,000,000.....	8	-	-	-	1	-	-	-	-	-	2	-	-	1	2	2
\$3,000,000 under \$4,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total.....	7,682	826	367	823	1,105	737	508	393	1,113	719	538	193	81	59	144	76

See text for "Explanation of Terms."

Table 6.—IDENTICAL DONORS TAXABLE FOR THE CURRENT YEAR AND PRIOR YEARS—SPECIFIC EXEMPTION, TAXABLE GIFTS, AND TAX, BY SIZE OF TAXABLE GIFT

Size of taxable gift for the current year	Number of returns	Specific exemption					Taxable gifts			Gift tax		
		Prior years		Total adjusted	Claimed for the current year	Aggregate adjusted	Current year	Prior years	Aggregate	Current year	Prior years	Aggregate
		Total unadjusted	Excess of \$30,000 taken prior to Jan. 1, 1943									
		(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)	(Thousand dollars)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Under \$3,000.....	2,330	73,399	7,331	66,068	381	66,449	2,706	213,330	216,036	343	48,632	48,975
\$3,000 under \$5,000.....	773	24,227	1,992	22,235	175	22,410	2,930	67,157	70,087	382	14,793	15,175
\$5,000 under \$10,000.....	1,147	36,804	3,773	33,031	233	33,264	8,208	113,336	121,544	1,109	25,344	26,453
\$10,000 under \$20,000.....	1,063	33,450	2,892	30,558	233	30,791	14,987	89,903	104,890	2,213	17,610	19,823
\$20,000 under \$30,000.....	593	19,683	1,776	17,907	195	18,102	14,390	67,712	82,102	2,320	14,639	16,959
\$30,000 under \$40,000.....	332	10,668	1,037	9,631	123	9,754	11,622	54,337	65,959	2,047	13,203	15,250
\$40,000 under \$50,000.....	267	8,526	840	7,686	115	7,801	12,024	45,200	57,224	2,212	12,544	14,756
\$50,000 under \$100,000.....	521	17,251	2,236	15,015	108	15,123	36,024	123,104	159,128	7,572	34,244	41,816
\$100,000 under \$200,000.....	339	11,353	1,626	9,727	88	9,815	47,425	103,366	150,791	10,991	25,450	36,441
\$200,000 under \$400,000.....	178	6,254	1,104	5,150	70	5,220	49,265	134,561	183,826	13,206	42,489	55,695
\$400,000 under \$600,000.....	56	2,122	455	1,667	-	1,667	27,584	32,868	60,452	7,548	8,358	15,906
\$600,000 under \$800,000.....	30	1,171	302	869	-	869	20,957	269,916	290,873	6,542	147,163	153,705
\$800,000 under \$1,000,000.....	16	615	165	450	-	450	14,977	12,793	27,770	4,539	3,204	7,743
\$1,000,000 under \$2,000,000.....	28	1,090	250	840	-	840	36,403	64,216	100,619	13,405	24,209	37,614
\$2,000,000 under \$3,000,000.....	8	270	90	180	-	180	20,054	28,914	48,968	8,567	12,187	20,754
\$3,000,000 under \$4,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-
\$4,000,000 under \$5,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-
\$5,000,000 under \$7,000,000.....	1	40	10	30	-	30	5,535	6,907	12,442	3,147	2,830	5,977
\$7,000,000 under \$10,000,000.....	-	-	-	-	-	-	-	-	-	-	-	-
\$10,000,000 or more.....	-	-	-	-	-	-	-	-	-	-	-	-
Total.....	7,682	246,923	25,879	221,044	1,721	222,765	325,091	1,427,620	1,752,711	86,143	446,899	533,042

See text for "Explanation of Terms."

SYNOPSIS OF GIFT TAX LAW

Table A.—TAX AND TAX RATES UNDER GIFT TAX LAW, 1944-56¹

Taxable gifts ²		Tax on taxable gifts ³ (Column 3 plus amount computed at rate in column 4)	
Equaling—	but Not exceeding—	Tax on amount in column 1	Rate of tax on excess over amount in column 1
(1)	(2)	(3)	(4)
Dollars	Dollars	Dollars	Percent
...	5,000.....	-	2 1/4
5,000	10,000.....	112.50	5 1/4
10,000	20,000.....	375.00	8 1/4
20,000	30,000.....	1,200.00	10 1/2
30,000	40,000.....	2,250.00	13 1/2
40,000	50,000.....	3,600.00	16 1/2
50,000	60,000.....	5,250.00	18 3/4
60,000	100,000.....	7,125.00	21
100,000	250,000.....	15,525.00	22 1/2
250,000	500,000.....	49,275.00	24
500,000	750,000.....	109,275.00	26 1/4
750,000	1,000,000.....	174,900.00	27 3/4
1,000,000	1,250,000.....	244,275.00	29 1/4
1,250,000	1,500,000.....	317,400.00	31 1/2
1,500,000	2,000,000.....	396,150.00	33 3/4
2,000,000	2,500,000.....	564,900.00	36 3/4
2,500,000	3,000,000.....	748,650.00	39 3/4
3,000,000	3,500,000.....	947,400.00	42
3,500,000	4,000,000.....	1,157,400.00	44 1/4
4,000,000	5,000,000.....	1,378,650.00	47 1/4
5,000,000	6,000,000.....	1,851,150.00	50 1/4
6,000,000	7,000,000.....	2,353,650.00	52 1/2
7,000,000	8,000,000.....	2,878,650.00	54 3/4
8,000,000	10,000,000.....	3,426,150.00	57
10,000,000		4,566,150.00	57 3/4

¹For gift tax rates prior to 1944, see *Statistics of Income for 1950, Part 1*, page 342.

²Taxable gifts are the excess of total gifts over the sum of exclusions allowed for each donee and the deductions for charitable gifts, specific exemption, and marital deduction.

³Gift tax liability for the current year is the excess of a tax on aggregate taxable gifts made subsequent to June 6, 1932, over a tax on aggregate taxable gifts exclusive of current year taxable gifts.

***Facsimiles and Index,
Estate and Gift
Tax Returns***

FACSIMILES AND INDEX, ESTATE AND GIFT TAX RETURNS

CONTENTS

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Facsimile of gift tax return, 1956.....	33
Index.....	37

FACSIMILE OF ESTATE TAX RETURN, 1956

(Pages used for tabulations only)

FORM 706 (Rev. Dec. 1955) U. S. TREASURY DEPARTMENT Internal Revenue Service	UNITED STATES ESTATE TAX RETURN (Applicable only to estates of decedents dying on or after August 17, 1954. If decedent died prior to August 17, 1954, use Form 706, Revised December 1953.) Estates of nonresidents not citizens of the United States may generally file on Form 706NA instead of this form. For details see page 39.	DO NOT WRITE IN SPACE BELOW Date received
Decedent's name		Date of death
Residence (domicile) at time of death		
Citizenship (nationality) at time of death		

COMPUTATION OF TAX

(See instructions on page 38)

PART I		
1. Gross estate tax (use table A, page 40).....		\$
2. Credit for State death taxes (use Table B, page 40)		
3. Gross estate tax less credit for State death taxes (item 1 minus item 2). This is the net amount payable unless credit for Federal gift taxes, tax on prior transfers, or foreign death taxes is claimed in Part II.....		\$
PART II		
4. Credit for Federal gift taxes.....	\$	
5. Credit for tax on prior transfers:.....	\$	
6. Credit for foreign death taxes.....	\$	
7. Total of credits under Part II (total of items 4, 5, and 6).....		
8. Net estate tax payable (item 3 minus item 7).....		\$

(SPACE FOR USE OF INTERNAL REVENUE SERVICE)

Tax on return or deficiency	Assessments				Payments		
	Amount	List	Page	Line	Date	Principal	Interest

DETERMINATION BY INTERNAL REVENUE SERVICE

SCHEDULE P**TAXABLE ESTATE—RESIDENT OR CITIZEN**

Instructions.—This Schedule Should Be Used only for the Estate of a Resident or Citizen of the United States

1. Total gross estate.....	\$.....
2. Total allowable deductions.....	\$.....
3. Specific exemption.....	60,000.00
4. Total deductions plus specific exemption.....	
5. Taxable estate (item 1 minus item 4).....	\$.....

SCHEDULE Q**TAXABLE ESTATE—NONRESIDENT NOT A CITIZEN OF THE UNITED STATES**

Instructions.—This schedule should be used only for the estate of a nonresident not a citizen of the United States. See instructions under "Deduction of administration expenses, claims, etc." on page 39. See also instructions under "Specific exemption" on page 39 for amount of specific exemption and names of countries, the estates of whose residents qualify for the "prorated specific exemption." Use Form 706g (Schedule Q (2)) instead of Schedule Q in case of decedent who at the time of his death was domiciled in France or Greece and was not a citizen of the United States. (If the "prorated specific exemption" is claimed under the Japanese convention, the numerator of the fraction set forth in item 7 is the value of the property situated in the United States and subjected to tax by both Japan and the United States.)

1. Value of gross estate in the United States (Schedules A, B, C, D, E, F, G, H, and I).....	\$.....
2. Value of gross estate outside the United States, not including real property (must be supported by proof described in instructions under "Deduction of administration expenses, claims, etc., on page 39).....	
3. Value of total gross estate wherever situated (item 1 plus item 2).....	\$.....
4. Gross deductions under Schedules J, K, and L.....	\$.....
5. Net deductions under Schedules J, K, and L (that proportion of item 4 that item 1 bears to item 3).....	\$.....
6. Charitable, public, and similar gifts and bequests (Schedule N).....	
7. Specific exemption of \$2,000 (in estates qualifying for "prorated specific exemption," use \$2,000 or $\frac{\text{item 1}}{\text{item 3}} \times \$60,000$, whichever is the greater).....	
8. Total deductions plus specific exemption (item 5 plus items 6 and 7).....	\$.....
9. Taxable estate (item 1 minus item 8).....	\$.....

SCHEDULE R**CREDIT FOR TAX ON PRIOR TRANSFERS**

Name of transferor.....	Date of transferor's death.....
Transferor's residence at time of death.....	

COMPUTATION OF THE CREDIT**PART I—TRANSFEROR'S TAX ON PRIOR TRANSFERS**

1. Net value of transfers.....	\$.....
2. Value of transferor's estate (adjusted in accordance with instructions for item 2).....	\$.....
3. Tax on transferor's estate (adjusted in accordance with instructions for item 3).....	\$.....
4. Transferor's tax on prior transfers (proportion of item 3 which item 1 bears to item 2).....	\$.....

PART II—TRANSFEREE'S TAX ON PRIOR TRANSFERS

5. Transferee's tax computed without regard to credit allowed under this schedule.....	\$.....
6. Transferee's reduced gross estate.....	\$.....
7. Transferee's deductions (adjusted in accordance with instructions for item 7).....	\$.....
8. Transferee's reduced taxable estate (item 6 minus item 7).....	\$.....
9. Tax on reduced taxable estate.....	\$.....
10. Transferee's tax on prior transfers (item 5 minus item 9).....	\$.....

PART III—CREDIT ALLOWABLE

11. Maximum amount before application of percentage requirement (item 4 or item 10, whichever is smaller).....	\$.....
12. Percent allowable is.....	
13. Credit allowable (item 12 \times item 11).....	\$.....

DECLARATION

We/I declare under the penalties of perjury that this return (including any accompanying statements) has been examined by us/me, and is, to the best of our/my knowledge and belief, a true, correct, and complete return, made in good faith pursuant to the Internal Revenue Code and the regulations thereunder.

 (Date) (Signature) (Address)

DECLARATION OF ATTORNEY OR AGENT PREPARING RETURN

I declare under the penalties of perjury that I prepared this return for the person or persons named herein; and that this return (including any accompanying schedules and statements) is, to the best of my knowledge and belief, a true, correct, and complete return based on all the information relating to the matters required to be reported in this return of which I have any knowledge.

 (Date) (Signature) (Address)

TABLE A

COMPUTATION OF GROSS ESTATE TAX			
Taxable estate equaling	Taxable estate not exceeding	Tax on amount in column (1)	Rate of tax on excess over amount in column (1)
(1)	(2)	(3)	(4)
(Dollars)	(Dollars)	(Dollars)	(Percent)
	5,000		3
5,000	10,000	150	7
10,000	20,000	500	11
20,000	30,000	1,600	14
30,000	40,000	3,000	18
40,000	50,000	4,800	22
50,000	60,000	7,000	25
60,000	100,000	9,500	28
100,000	250,000	20,700	30
250,000	500,000	65,700	32
500,000	750,000	145,700	35
750,000	1,000,000	233,200	37
1,000,000	1,250,000	325,700	39
1,250,000	1,500,000	423,200	42
1,500,000	2,000,000	528,200	45
2,000,000	2,500,000	753,200	49
2,500,000	3,000,000	998,200	53
3,000,000	3,500,000	1,263,200	56
3,500,000	4,000,000	1,543,200	59
4,000,000	5,000,000	1,838,200	63
5,000,000	6,000,000	2,468,200	67
6,000,000	7,000,000	3,138,200	70
7,000,000	8,000,000	3,838,200	73
8,000,000	10,000,000	4,568,200	76
10,000,000		6,088,200	77

TABLE B

COMPUTATION OF MAXIMUM CREDIT FOR STATE DEATH TAXES			
Taxable estate equaling	Taxable estate not exceeding	Credit on amount in column (1)	Rate of credit on excess over amount in column (1)
(1)	(2)	(3)	(4)
(Dollars)	(Dollars)	(Dollars)	(Percent)
	40,000		0.8
40,000	90,000		1.6
90,000	140,000	400	2.4
140,000	240,000	1,200	3.2
240,000	440,000	3,600	4.0
440,000	640,000	10,000	4.8
640,000	840,000	18,000	5.6
840,000	1,040,000	27,600	6.4
1,040,000	1,540,000	38,800	7.2
1,540,000	2,040,000	70,800	8.0
2,040,000	2,540,000	106,800	8.8
2,540,000	3,040,000	146,800	9.6
3,040,000	3,540,000	190,800	10.4
3,540,000	4,040,000	238,800	11.2
4,040,000	5,040,000	290,800	12.0
5,040,000	6,040,000	402,800	12.8
6,040,000	7,040,000	522,800	13.6
7,040,000	8,040,000	650,800	14.4
8,040,000	9,040,000	786,800	15.2
9,040,000	10,040,000	930,800	16.0
10,040,000		1,082,800	

ESTATE OF -----

Form 706NA (Rev. May 1955) U. S. TREASURY DEPARTMENT Internal Revenue Service	UNITED STATES <h2 style="margin: 0;">NONRESIDENT ALIEN ESTATE TAX RETURN</h2> <p style="margin: 0;">(For use only by estates of decedents dying after August 16, 1954)</p> <p style="margin: 5px 0;">The return must under certain circumstances be filed on Form 706 instead of this form. For details see section 2 of instructions.</p> <p style="margin: 5px 0;">Decedent's name _____</p> <p style="margin: 5px 0;">Date of death _____</p> <p style="margin: 5px 0;">Residence (domicile) at time of death _____</p>	Do not write in this space												
Citizenship (nationality) at time of death _____		Business or occupation _____												
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 40%;">Names of persons filing return</th> <th style="width: 30%;">Designations (Executor, administrator, beneficiary, custodian, trustee)</th> <th style="width: 30%;">Mailing address (Number, street, city, zone, State)</th> </tr> </thead> <tbody> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> <tr><td> </td><td> </td><td> </td></tr> </tbody> </table>	Names of persons filing return	Designations (Executor, administrator, beneficiary, custodian, trustee)	Mailing address (Number, street, city, zone, State)											
Names of persons filing return	Designations (Executor, administrator, beneficiary, custodian, trustee)	Mailing address (Number, street, city, zone, State)												
<p>If the answer to question 6, 7, or 8 is "Yes," use of this form is inappropriate, and the return should be made on Form 706.</p> <div style="display: flex; flex-wrap: wrap;"> <div style="width: 50%;"> <p>1a. Did the decedent die testate? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>b. Were letters testamentary or of administration granted for the estate? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>If granted to persons other than those filing the return, supply names and addresses.</p> <p>2. Did the decedent, at the time of his death, own any—</p> <p>a. Real property located in the United States? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>b. Stocks of United States corporations? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>c. Bonds, certificates, checks, bills, or notes physically located in the United States? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>d. Debts owing by persons resident in the United States or by United States corporations? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>e. Other property situated in the United States? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>3. Was the decedent engaged in business in the United States at date of death? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>4. Did the decedent and spouse own, at the time of death, any community property situated in the United States? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>5. Did the decedent, at the time of his death, own any property situated in the United States as a joint tenant or as a tenant by the entirety with right of survivorship? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> </div> <div style="width: 50%;"> <p>6. Did the decedent make any transfer during his lifetime (without an adequate and full consideration in money or money's worth) of property of an amount of \$5,000 or more, any part of which was situated in the United States either at the time of transfer or at the time of the decedent's death? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>7. Were there in existence at the time of the decedent's death any trusts created by him during his lifetime, any part of the property of which was situated in the United States either when the trust was created or at the time of the decedent's death? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>8a. Did the decedent, at the time of his death, possess a general power of appointment over property any part of which was situated in the United States? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>b. Or, at any time, exercise or release such a power? <input type="checkbox"/> YES <input type="checkbox"/> NO</p> <p>(NOTE.)—A general power of appointment means any power of appointment exercisable in favor of the decedent, his estate, his creditors, or the creditors of his estate, and includes the right of a beneficiary to appropriate or consume the principal of a trust. See Estate Tax Regulations for complete definition.)</p> </div> </div>														
<p style="text-align: center;">Computation of tax (see sections 10 and 11 of instructions)</p> <table style="width: 100%;"> <tr> <td style="width: 80%;">1. Taxable estate (item 8, schedule B)</td> <td style="width: 20%; text-align: right;">\$</td> </tr> <tr> <td>2. Gross tax on taxable estate (use "Table for computing estate tax")</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>3. Credit for State death taxes</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>4. Net estate tax payable (item 2 minus item 3)</td> <td style="text-align: right;">\$</td> </tr> </table>			1. Taxable estate (item 8, schedule B)	\$	2. Gross tax on taxable estate (use "Table for computing estate tax")	\$	3. Credit for State death taxes	\$	4. Net estate tax payable (item 2 minus item 3)	\$				
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<p style="text-align: center;">DECLARATION</p> <p>We/I declare under the penalties of perjury that this return including the additional sheets attached, if any, has been examined by us/me, and to the best of our/my knowledge and belief, is a true, correct, and complete return. It is understood that a complete return requires the listing herein of all the property constituting the part of the decedent's gross estate (as defined by the statute) situated in the United States.</p> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 45%;"> <p>Date</p> <p>Date</p> <p>Date</p> <p>Date</p> </div> <div style="width: 50%;"> <p>..... (Signatures of person(s) filing return)</p> <p>..... (Signature of person preparing return)</p> <p>..... (Address of person preparing return)</p> </div> </div>														

SCHEDULE A—Gross Estate in the United States (see sections 3, 4, 5, 6, and 7 of instructions)

Is election hereby made to have the gross estate of this decedent valued in accordance with values as of a date or dates subsequent to the decedent's death as authorized by section 2032 of the Internal Revenue Code? ☐ YES ☐ NO (This election cannot be exercised unless it is shown upon the return and the return is timely filed. The information in columns (c) and (d) should not be furnished unless the reply to this question is "Yes.")

Item No. (a)	Description of property (b)	Subsequent valuation date (c)	Alternate value (d)	Value at date of death (e)
			\$	\$
(If more space is needed, attach additional sheets of same size)				
Total			\$	\$

SCHEDULE B—Taxable Estate (see sections 8 and 9 of instructions)

If adequate proof in support of items 2 and 4 is not submitted, deduction at item 4 will not be allowed. If adequate proof in support of item 2 is not submitted, deduction at item 6 will be limited to \$2,000. See section 9 of instructions for circumstances under which "prorated specific exemption" will be allowed. If prorated specific exemption is claimed under Japanese treaty, the numerator of the fraction set forth in item 6 is the value of the property situated in the United States and the subject of tax by both the United States and Japan.

1. Gross estate in the United States (total, schedule A)	\$
2. Gross estate outside the United States, not including real property
3. Total gross estate wherever situated (item 1 plus item 2)	\$
4. Amount of funeral expenses, administration expenses, debts of decedent, mortgages and liens, and losses during administration (attach itemized schedule)
5. Deduction of expenses, claims, etc. (that proportion of item 4 that item 1 bears to item 3)
6. Specific exemption of \$2,000 (in estates qualifying for "prorated specific exemption," use \$2,000 or $\frac{\text{item 1}}{\text{item 3}} \times \$60,000$, whichever is the greater)
7. Total deductions (item 5 plus item 6)	\$
8. Taxable estate (item 1 minus item 7)	\$

GENERAL INFORMATION

a. Time and place for filing return.—The return is due 15 months after the date of the decedent's death. The return must be filed with the district director of internal revenue in whose district the gross estate in the United States was situated; or, if such gross estate was situated in more than one district, the return must be filed with the District Director of Internal Revenue, Customhouse, New York, N. Y., or with such other district director as the Commissioner of Internal Revenue may designate.

b. Payment of tax.—The tax is due 15 months after the date of the decedent's death, and must be paid within such period unless an extension of time for payment thereof has been granted by the District Director. Check or money order in payment of the tax should be made payable to "District Director, I. R. S."

c. Penalties.—Severe penalties are provided by law for willful failure to make and file a return and for willful attempt to evade or defeat payment of tax.

TABLE FOR COMPUTING ESTATE TAX

(For rates of tax on taxable estates exceeding \$500,000, see the Estate Tax Regulations.)

(A) Taxable estate exceeding—	(B) Taxable estate not exceeding—	Tax on amount in column (A)	Rate of tax on excess over amount in column (A)
			Percent
	\$5,000		3
\$5,000	10,000	\$150	7
10,000	20,000	500	11
20,000	30,000	1,600	14
30,000	40,000	3,000	18
40,000	50,000	4,800	22
50,000	60,000	7,000	25
60,000	100,000	9,500	28
100,000	250,000	20,700	30
250,000	500,000	65,700	32

FACSIMILE OF GIFT TAX RETURN, 1956

FORM 709 (Rev. Apr. 1955) U. S. TREASURY DEPARTMENT INTERNAL REVENUE SERVICE (Space for use of District Director) RECEIVED	UNITED STATES GIFT TAX RETURN (Applicable to Calendar Year 1955 and subsequent calendar years) CALENDAR YEAR 19..... (To be executed and filed with the District Director of Internal Revenue for the donor's district AFTER the close of the calendar year and not later than the 15th day of the following April) DONOR (Given name, middle name or initial, surname) ADDRESS RESIDENCE CITIZENSHIP	Do not write in space below Serial No.
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A. Have you (the donor), during the calendar year indicated above, without an adequate and full consideration in money or money's worth, made any transfer exceeding \$3,000 in value (or regardless of value if a future interest) as follows? (Check whether "Yes" or "No.")

1. By the creation of a trust ☐ Yes ☐ No or
the making of additions to a trust previously created ☐ Yes ☐ No
in either case for the benefit of a person or persons other than yourself, and with respect to which you retained no power to revest the beneficial title to the property in yourself or to change the beneficiaries or their proportionate benefits; or by relinquishing every such power that was retained in a previously created trust. ☐ Yes ☐ No
2. By permitting a beneficiary, other than yourself, to receive the income from a trust created by you and with respect to which you retained the power to revest the beneficial title to the property in yourself or to change the beneficiaries or their proportionate benefits. ☐ Yes ☐ No
3. By the purchase of a life insurance policy ☐ Yes ☐ No or
the payment of a premium on a previously issued policy ☐ Yes ☐ No, the proceeds of which are in either case payable to a beneficiary other than your estate, and with respect to which you retained no power to revest the economic benefits in yourself or your estate or to change the beneficiaries or their proportionate benefits; or by relinquishing every such power that was retained in a previously issued policy. ☐ Yes ☐ No
4. By permitting another to withdraw funds from a joint bank account which were deposited by you. ☐ Yes ☐ No
5. By conveying title to another and yourself as joint tenants. ☐ Yes ☐ No
6. By conveying title to your spouse and yourself as tenants by the entirety or as joint tenants with right of survivorship. ☐ Yes ☐ No If "Yes," see section 8 of the instructions.
7. By the exercise or release of a power of appointment, except as provided in the Gift Tax Regulations. ☐ Yes ☐ No
8. By any other method, direct or indirect. ☐ Yes ☐ No

If the answer is "Yes" to any of the foregoing, such a transfer (other than the creation of a joint tenancy with your spouse in real property with right of survivorship, or addition thereto, which you do not elect to treat as a gift) should be fully disclosed under Schedule A.

B. Gifts of husband and wife to third parties.—Do you consent to have the gifts made by both you and your spouse to third parties during the calendar year considered as having been made one-half by each of you? ☐ Yes ☐ No (See section 7 of instructions.)

If the answer is "Yes" the following information must be furnished and the consent shown below signed by your spouse.

1. Name of spouse
2. Were you married during the entire calendar year? ☐ Yes ☐ No
3. If the answer to 2 is "No," check whether ☐ married, ☐ divorced, or ☐ widowed. Give date
4. Will a gift tax return for this calendar year be filed by your spouse? ☐ Yes ☐ No

CONSENT OF SPOUSE

I consent to have the gifts made by both me and my spouse to third parties during the calendar year considered as having been made one-half by each of us.

Date Signature of spouse

COMPUTATION OF TAX (See section 18 of instructions)

1. Amount of taxable gifts for year (line j, Schedule A)	\$
2. Total amount of taxable gifts for preceding years (line c, Schedule B)	\$
3. Total taxable gifts (item 1 plus item 2)	\$
4. Tax computed on item 3.	\$
5. Tax computed on item 2.	\$
6. Tax on taxable gifts for year (item 4 minus item 5)	\$

I declare under the penalties of perjury that this return (including any accompanying schedules and statements) has been examined by me and to the best of my knowledge and belief is a true, correct, and complete return.

(Signature of person, other than taxpayer, preparing this return)

(Signature of taxpayer or other person filing return)

(Address of person preparing return)

(Address of taxpayer or other person filing return)

(Date)

(Date)

—37580-10

FACSIMILE OF GIFT TAX RETURN, 1956

SCHEDULE A—Total Gifts During Year and Computation of Taxable Gifts

ITEM NO.	DESCRIPTION OF GIFT, AND DONEE'S NAME AND ADDRESS	DATE OF GIFT	VALUE AT DATE OF GIFT
			\$
(a)	Total gifts of donor.....		\$.....
(b)	Less portion of items to reported by spouse (see section 10 of instructions).....		
(c)	Balance.....		\$.....
(d)	Gifts of spouse to be included (from line b of spouse's return) (see section 10 of instructions).....		
(e)	Total gifts for year.....		\$.....
(f)	Less total exclusions not exceeding \$3,000 for each donee (except gifts of future interests).....		
(g)	Total included amount of gifts for year.....		\$.....
(h)	Deductions (see sections 14, 15, and 16 of instructions):		
	(1) Charitable, public, and similar gifts (based on items to, less exclusions).....		\$.....
	(2) Marital deduction (based on items to)		
	(3) Specific exemption claimed.....		
(i)	Total deductions (total of lines 1, 2, and 3).....		
(j)	Amount of taxable gifts for year (line g minus line i).....		\$

SCHEDULE B—Returns, Amounts of Specific Exemption, and Taxable Gifts for Preceding Years (subsequent to June 6, 1932)

CALENDAR YEAR	INTERNAL REVENUE DISTRICT IN WHICH PRIOR RETURN WAS FILED	AMOUNT OF SPECIFIC EXEMPTION	AMOUNT OF TAXABLE GIFTS
		\$	\$
(a)	Totals for preceding years (without adjustment for reduced specific exemption) .	\$	\$.....
(b)	Amount, if any, by which total specific exemption, line a, exceeds \$30,000 (see section 17 of instructions) .		
(c)	Total amount of taxable gifts for preceding years (total, last column, line a, plus amount, if any, line b) .		\$

(If more space is needed, attach additional sheets of same size)

16-37580-10 U. S. GOVERNMENT PRINTING OFFICE

INSTRUCTIONS FOR U. S. GIFT TAX RETURN, FORM 709 (Revised Apr. 1955)

1. Requirement of return.—Any individual citizen or resident of the United States who within the calendar year made gifts (or who, as explained in section 9 of these instructions, is considered as having made gifts) to any one donee of more than \$3,000 (or regardless of value in the case of a gift of a future interest in property), must file a gift tax return on Form 709. The return is required even though, because of authorized deductions, a tax may not be due. A nonresident not a citizen of the United States and engaged in business in the United States is similarly required to file a gift tax return if the subject of the gift consisted of property situated in the United States. A nonresident not a citizen of the United States and NOT engaged in business in the United States is required to file a gift tax return if the subject consisted of tangible property situated in the United States. Individuals only are required to file returns as donors and not trusts, estates, partnerships, or corporations. However, where gifts are made by trusts, estates, partnerships, or corporations, the individual beneficiaries, partners, or stockholders become donors and may incur liability under the Federal gift tax law.

Where the donor dies before filing his return, the executor of his will or the administrator of his estate shall file the return. Donees or trustees receiving reportable gifts must file information returns, Form 710.

2. Time and place for filing return.—This return must be filed on or before the 15th day of April following the close of the calendar year in which the gifts were made. The required return cannot be filed prior to the close of the calendar year in which the gifts were made unless the return is for a deceased donor. The return should be filed with the District Director of Internal Revenue for the district in which is located the legal residence or principal place of business of the donor, or, if he has neither, with the District Director at Baltimore 2, Maryland.

3. Payment of tax.—The tax should be paid to the District Director by the donor on or before the 15th day of April following the close of the calendar year in which the gifts were made, unless an extension of time for payment thereof has been granted by the District Director. The tax may be paid at the election of the donor at any time prior to the 15th day of April following the close of the calendar year in which the gifts were made.

Check or money order in payment of the tax should be made payable to "District Director, I. R. S."

4. Penalties.—Severe penalties are provided by law for willful failure to make and file a return on time and for willful attempt to evade or defeat payment of tax.

5. Transfers for a consideration in money or money's worth.—The Federal gift tax is not limited in its imposition to transfers without consideration, but extends to sales and exchanges for less than an adequate and full consideration in money or money's worth. In the case of a transfer of property for less than an adequate and full consideration in money or money's worth, the amount by which the value of the property exceeded the value of the consideration constitutes a gift within the meaning of the statute. If the consideration is not reducible to a money value, as in the case of love and affection, promise of marriage, etc., it is to be wholly disregarded and the entire value of the property transferred constitutes the amount of the gift. A bona fide sale, exchange, or other transfer of property in the ordinary course of business and free from any donative intent, is considered as made for an adequate and full consideration in money or money's worth. See the Gift Tax Regulations as to marital property settlement.

6. Powers of appointment.—The exercise or release of a power of appointment may constitute a gift by the individual possessing such power. In any case where such action has been taken the Gift Tax Regulations should be consulted.

7. Gift of husband or wife to third party.—If husband and wife consent, all gifts made by them to third persons may, for the purpose of the gift tax, be considered as made one-half by each. For this purpose, an individual is to be considered as the spouse of another individual only if he is married to such individual at the time of the gift and does not remarry during the remainder of the calendar year. This provision of law will apply only for a calendar year for which both spouses signify their consent as explained below, and will not apply (1) if the consenting spouses were not married to each other on the date of gift, (2) if either spouse was a nonresident not a citizen of the United States on the date of gift, (3) to a gift by one spouse if he created in the other spouse a power of appointment over the property interest transferred. If one spouse transferred property in part to his spouse and in part to third parties, the consent is effective only insofar as the interest transferred to third parties is presently ascertainable. For any calendar year for which a consent is effective the liability with respect to the entire gift tax of each spouse shall be joint and several.

The consent referred to above must be signified, by the spouse filing the return, by answering "Yes" to question B on the face of the return and, by the other spouse, by executing the "Consent of Spouse" appearing on the face of the return. The consent of the husband is to be signified on both returns where possible but his

consent will be considered sufficient if signified on one return. The same rule is applicable to the wife. Where one spouse files more than one return for a calendar year on or before the 15th day of April following the close of such year, the last return so filed will, for the purpose of determining whether a consent has been signified, be considered as the return. The consent may be so signified at any time after the close of the calendar year, subject to the following limitations: (1) The consent may not be signified after the 15th day of April following the close of such year, unless no return has been filed before that day for such year by either spouse, in which case the consent may not be signified after a return for such year is filed by either spouse, and (2) the consent may not be signified after a notice of deficiency with respect to the tax for such year has been sent to either spouse. The executor or administrator of a deceased spouse or the guardian or committee of a legally incompetent spouse, as the case may be, may signify such consent.

8. Joint tenancy between husband and wife.—The creation, during 1955 or a subsequent calendar year, between husband and wife of a tenancy by the entirety or joint tenancy with right of survivorship in real property is not treated as a gift unless the donor spouse so elects in a timely filed gift tax return. This rule is also applicable with respect to additions to the value of such property, whether in the form of improvements, reductions in the indebtedness, or otherwise. When the donor spouse elects to treat such transactions as a gift the filing of a gift tax return is required, even though the value of the gift is less than the allowable exclusion. The value of the gift is measured by the difference between the value of the property, or property right or interest, transferred and the value of the donor's retained interest therein. If the donor does not elect in a timely filed return to have such tenancy, or addition thereto, treated as a gift during the calendar year within which such tenancy was created (or addition made) the termination of such tenancy, other than by reason of the death of a spouse, results in a gift to the extent the proportion of the proceeds received by either spouse is not equal to the proportion of the consideration furnished by such spouse in acquiring or improving the property. If the donor does elect, in the manner indicated above, the termination of such tenancy, other than by reason of the death of a spouse, will result in a gift to the extent that the proceeds received by either spouse are in excess of such spouse's proportionate interest in the property immediately prior to such termination. The election referred to is only applicable with respect to the calendar year 1955 and subsequent calendar years. The creation of such tenancy between husband and wife (or additions made thereto) during a calendar year subsequent to June 6, 1932, and prior to 1955 resulted in a gift includible for Federal gift tax purposes.

9. Exclusion of \$3,000.—The first \$3,000 of gifts (other than gifts of future interests in property) made to any one donee during the calendar year is, for the purpose of the computation of the tax, excluded from the amount of gifts for the year. The entire value of gifts totaling more than \$3,000 to any one donee during the year must be listed on the return. Where husband and wife consent to have all gifts made by them to third parties during the calendar year considered as having been made one-half by each of them, all gifts to any third party donee during the year totaling more than \$3,000 must also be listed on the return irrespective of the fact that, by reason of such consent, neither spouse is considered to have made gifts in excess of \$3,000 in value. The entire value of any gift of a future interest in property must be included in the total amount of gifts for the calendar year in which such a gift is made. For the definition of "Future Interests," see the Gift Tax Regulations. Also, see the Regulations with respect to such gifts to minors.

10. Schedule A: gifts made during calendar year for which this return is filed.—All gifts (including charitable, public, and similar gifts) made by the donor during the calendar year for which this return is filed must, to the extent indicated in section 9 of these instructions, be disclosed under Schedule A. If husband and wife consent to have all gifts made by them to third parties during the calendar year considered as having been made one-half by each of them, the full value of the gifts made by the spouse filing the return must be included and the portion to be reported by the other spouse deducted at line b. None of the gifts made by the other spouse are to be listed individually but the portion of such gifts to be reported by the spouse filing the return is to be included at line d. In listing the gifts on Schedule A the computation of lines b, h (1), and h (2) will be facilitated if the various items are segregated into gifts to the spouse and gifts to third parties and the latter category further subdivided into charitable, public and similar gifts, and all other gifts. In all cases in which it is not apparent how the amounts entered at lines b, h (1), and h (2) were computed, additional sheets of the same size as the return should be attached and the computations set forth thereon in detail.

11. Description of property.—In listing upon the return the property comprising the gifts made during the calendar year, the description thereof should be such that the property may be

readily identified. Thus, a legal description should be given of each parcel of *real estate*, and if located in a city the name of street and number, its area, and, if improved, a short statement of the character of the improvements. Description of *bonds* should include the number transferred, principal amount, name of obligor, date of maturity, rate of interest, date or dates on which interest is payable, series number where there is more than one issue, the exchange upon which listed, or the principal business office of the corporation, if unlisted. Descriptions of *stocks* should include number of shares, whether common or preferred, and, if preferred, what issue thereof, par value, quotation at which returned, exact name of corporation, and, if the stock is unlisted, the location of the principal business office and State in which incorporated and the date of incorporation. If a listed security, state principal exchange upon which sold. In describing an *interest in property* based on the duration of a person's life, the date of birth of that person should be stated. Description of *life insurance policies* should give the name of the insurer and the number of the policy.

12. Date of valuation of property.—If the gift is made in property other than money, such property is valued as of the date of the gift.

13. Supplemental documents.—For every *policy of life insurance* listed on the return, the donor must procure a statement by the company on Form 938, revised, and file it with the District Director. If the gift was made by means of a *trust*, a certified or verified copy of the trust instrument must be submitted. In the case of *stock* of close corporations or inactive stock (which should be valued on the basis of net worth, earning and dividend paying capacity, and other relevant factors), there must be submitted balance sheets, particularly the one nearest the date of the gift, and statements of the net earnings or operating results and dividends paid for each of the 5 preceding years. Any other documents, such as appraisal lists, required for an adequate explanation, should be filed with the return. For example, where the gift consists of *real estate*, a copy of the appraisal, if available, should be submitted; otherwise full information as to the basis of the valuation used should be set forth under Schedule A.

14. Deductions for charitable, public, and similar gifts.—The values of all charitable, public, and similar gifts listed on Schedule A should be totaled, the total exclusions claimed on Schedule A with respect to such gifts deducted, and the balance entered at line *h* (1).

For information as to deductions authorized for charitable, public, and similar gifts, which may be claimed under this Schedule, consult the Gift Tax Regulations.

15. Marital deduction.—In determining the amount of the taxable gifts for the calendar year there may be deducted, if the donor was a citizen or resident of the United States at the time the gift was made, an amount equal to *one-half* the value of any property interest (except as otherwise indicated below) transferred by gift to a donee who at the time of the gift was the donor's spouse. Where the included amount of the gifts to the donee spouse, as reflected in the "Total included amount of gifts for year," line *g*, is less than *one-half* the total value of the gifts to such spouse, the deduction is allowable only to the extent of such included amount.

For the purpose of the marital deduction, a property interest, whether or not in trust, is considered as having been transferred by the donor to his spouse as donee (and to no other person), if (a) she is entitled for life to all of the income from the entire interest; (b) such income is payable annually or at more frequent intervals; (c) she has the power, exercisable in favor of herself or of her estate, to appoint the entire interest; (d) such power is exercisable by her alone and (whether exercisable by will or during life) is exercisable by her in all events; and (e) no part of the entire interest is subject to a power in any other person to appoint any part thereof to any person other than the surviving spouse. Where the foregoing five conditions are satisfied only with respect to a specific portion of the entire interest, see the regulations under section 2523 (e) of the Internal Revenue Code for the determination of the portion thereof which qualifies for the marital deduction.

Where the income from property is made payable to the donor or a third party for life, or for a term of years, with remainder absolutely to the donor's spouse or to her estate, the marital deduction is equal to one-half the present value of the remainder.

The marital deduction is generally not allowable where the interest transferred to the donee spouse was a "terminable interest." The expression "terminable interest" refers to a life estate, an estate for years, or any other property interest which, upon the lapse of time, upon the occurrence of an event or contingency, or upon the failure of an event or contingency to occur, will terminate or fail. If the interest is transferred to the donee spouse as sole joint tenant with the donor or as tenant by the entirety, the interest will not be considered a "terminable interest" solely by reason of the possibility that the donor may survive the donee spouse, or that there may occur a severance of the tenancy. The marital deduction also is not allowable where the property was held as "community property." The term "community property" as used for this purpose includes property

held as community property (as defined in the Gift Tax Regulations), separate property acquired by the donor as a result of a conversion, after December 31, 1941, of property then held by him and the donee spouse as community property, and property acquired by the donor in exchange for such separate property.

16. Specific exemption.—In determining the amount of the taxable gifts for the calendar year there may be deducted, if the donor was a citizen or resident of the United States at the time the gifts were made, a specific exemption of \$30,000 less the sum of the amounts claimed and allowed as an exemption in prior calendar years. The exemption, at the option of the donor, may be taken in its entirety in a single year, or be spread over a period of years in such amounts as he sees fit, but after the limit has been reached no further exemption is allowable. A donor who was a non-resident not a citizen of the United States at the time the gifts were made is not entitled to this exemption.

17. Schedule B; gifts made during preceding calendar years (subsequent to June 6, 1932).—Gift tax returns, Form 709, filed for preceding years subsequent to June 6, 1932, should be indicated in Schedule B. The donor's name used in each return filed for preceding years should be shown in Schedule B where there has been a change in name in this or any prior return. Any variation such as the use of full given names instead of initials should also be indicated. The correct amount of the taxable gifts for each prior year during which gifts were made (the amount finally determined), and not necessarily the amount returned in the prior case, should be entered in the last column; and the amount of the specific exemption claimed and allowed for each such prior year should be entered in the third column. Enter at line *b* any amount by which the total specific exemption claimed and allowed for preceding years (line *a*) exceeds \$30,000. Any amount entered at line *b* should be added to the amount entered in the last column at line *a*, and the sum thus obtained should be entered at line *c*. The amount shown at line *c* is the "Total amount of taxable gifts for preceding years" computed for the purpose of this return, and should be carried forward to item 2 under "Computation of tax" on the first page of the return.

18. Computation of tax.—Enter at item 1 under "Computation of tax" the amount of the taxable gifts for the year. Enter at item 2 the total amount of taxable gifts for preceding years, if any, taken from line *c* of Schedule B. Enter at item 3 the sum of item 1 and item 2. Compute the tax on item 3 in accordance with the "Table for computing gift tax" and enter the result obtained at item 4. Compute the tax on the total amount of taxable gifts for preceding years, if any (item 2), in accordance with the table and enter the result obtained at item 5. Then subtract item 5, the tax computed on the total amount of taxable gifts for preceding years, from item 4, the tax computed on the total taxable gifts, and enter the difference at item 6, which is the tax on taxable gifts for the year. This latter amount should be paid to the District Director.

19. Declarations.—In addition to the taxpayer's declaration, if the return was prepared by another, the second declaration should be executed by the person preparing the return.

20. Gift tax regulations.—For further instructions consult the Gift Tax Regulations, a copy of which may be obtained from the District Director of Internal Revenue.

21. Gift tax treaties.—Gift tax conventions with Australia (effective December 14, 1953) and Japan (effective April 1, 1955) authorize a credit in the case of doubly taxed gifts and contain rules governing the situs of property. The conventions also provide a prorated specific exemption for certain nonresident alien donors. For specific information, consult the applicable convention.

TABLE FOR COMPUTING GIFT TAX

(A) Amount of taxable gifts equaling—	(B) Amount of taxable gifts not exceeding—	Tax on amount in column (A)	Rate of tax on excess over amount in column (A)
			Percent
\$5,000	\$5,000	\$112.50	2%
10,000	10,000	375.00	5%
20,000	20,000	1,200.00	8%
30,000	30,000	2,250.00	10%
40,000	40,000	3,600.00	13%
50,000	50,000	5,250.00	16%
60,000	60,000	7,125.00	18%
100,000	100,000	15,525.00	21%
250,000	250,000	49,275.00	24%
500,000	500,000	109,275.00	26%
750,000	750,000	174,900.00	27%
1,000,000	1,000,000	244,275.00	29%
1,250,000	1,250,000	317,400.00	31%
1,500,000	1,500,000	396,150.00	33%
2,000,000	2,000,000	564,900.00	36%
2,500,000	2,500,000	748,650.00	39%
3,000,000	3,000,000	947,400.00	42%
3,500,000	3,500,000	1,157,400.00	44%
4,000,000	4,000,000	1,378,650.00	47%
5,000,000	5,000,000	1,851,150.00	50%
6,000,000	6,000,000	2,353,650.00	52%
7,000,000	7,000,000	2,878,650.00	54%
8,000,000	8,000,000	3,426,150.00	57%
10,000,000	10,000,000	4,566,150.00	57%

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