RETURN Form 1040 TREASURY DEPARTMENT INTERNAL REVENUE SERVICE	FORM MARKED "DUPLICATE" MUST BE FILED WIT							ite in T	hese Sp	paces
(Auditor's Stamp)					Fil					
• • • • • • • • • • • • • • • • • • • •	FOR NET INCOMES FROM SALARIES OR WAGES OF MO				Co	de				
	AND INCOMES FROM BUSINESS, PROFESSION, RENTS, OR SA					rial mber				
	For Calendar Year	193	3(6	-					
	or fiscal year begun, 1936, and ended			, 193		strict _		hier's St	amn)	
	File This Return Not Later Than the 15th Day of the Third Month Following the			axable Y	ear		(Cub		<i>p</i> /	
	PRINT NAME AND ADDRESS PLAINLY BELOW (See Inst.	uction 28))							
	(Name) (Both husband and wife, if this is a joint return									
	(Street and number, or rural route)				<u>Ca</u>	sh	Check Fir	M. O st Paym	_	t. of In
	(Post office) (County)	(Stat	e)		\$		*********			
 State whether you are (a) a citizen of the United States, or (b) a resident alien	8. If your status in respect to question 3, 6, or 7 changed during the year, state date and nature of change			or matte or advise	r affecting vou in tl	g any it be prep	em or sch aration o	edule of t f this retu	ect of any his return irn, or act	i, or ass
4. Is this a joint return of husband and wife (see Instruction 21)?	9. State whether your books are kept			name ar nature a	nd addres	s of su of the	assistance	n or per e or adv	sons and ice receive	state t ed by y
 State name of husband or wife if a separate return was made and the Collector's office to which it was sent 				advice w	as receiv	ed; if the sons of	this retur	n was ac yourself.	If so, sons and ice receive ch the ass tually pre- state the and the m such person	epared source
	sions, fees, etc., in Item 1			the infor which it	was furn	eporte	d in this to or obta	return a	and the m such perso	nanner on or pe
 6. If not married, were you the head of a fami (see Instruction 22 for definition) durin your taxable year? 7. How many dependent persons (other than h or wife) under 18 years of age or incapable support received their chief support from y ing your taxable year? 	g 11. Did you transfer to or receive from any one per- son money or property in excess of \$5,000, during the calendar year 1936, without an adequate and									
7. How many dependent persons (other than h or wife) under 18 years of age or incapable	fill consideration in money or money's worth?	"no") 1	3. D	id you n	iake a ret	urn of	informati	on on Fo	rms	
support received their chief support from y ing your taxable year?	Isband If so, did you file a gift tax return on Form 709 of self- u dur- (Answer "yes" of an information return on Form 710?	o'')		1096 and year 1936	1099 (see 3? (Ansy	Instru ver "ye	ction 31) s'' or "n	for the ca	lendar	
Item and Instruction No.	INCOME Amount received Expenses	paid								
	ees, etc. (State name and address of employer) (Explain in Sche	iule F)								
	\$						-			
							-			
2. Net Profit (or Loss) from Busin	ess or Profession. (From Schedule A)						_			
	(State kind of business) s, Corporation Bonds, etc. (except interest on tax-free covenant bor									
(Attach detailed statement)	, , , , , , , , , , , , , , , , , , , ,						-			
4. Interest on Tax-free Covenant	Bonds Upon Which a Tax was Paid at Source. (Attach detailed statem	ent)								
5. Taxable Interest on Government	t obligations, etc. (From Schedule D, Line (g))									
6. Dividends. (From Schedule E)										
7. Income (or Loss) from Partners	hips, Syndicates, Pools, etc. (Furnish name, address, and kind of business)									
8. Income from Fiduciaries. (Fur	ish name and address)									
9. Rents and Royalties. (From Sch	dule B)									
10. Capital Gain (or Loss). (From 8	chedule C) (If capital loss, this amount may not exceed \$2,000)									
11. Other Income. (State nature.) (U	e separate schedule, if necessary)									
12. TOTAL INCOME IN ITEM	а 1 то 11						\$	_		
	DEDUCTIONS									
13. Interest Paid. (Explain in Schedule	F)	\$.								
14. Taxes Paid. (Explain in Schedule F										
15. Losses by Fire, Storm, etc. (Ex	plain in table at foot of page 2)									
	ermined to be worthless during taxable year). (Explain in Schedule F).	1	- 1				1			
	9 F)	1					1			
	Law (including stock determined to be worthless during taxable ye									
	Law (including stock determined to be worthless during taxable ye									
19. TOTAL DEDUCTIONS IN]	темя 13 то 18									
20. NET INCOME (Item 12 m	inus Item 19)						\$	_		
	COMPUTATION OF TAX (See Instruction	on 23)								
	28. Normal tax (4%								1	
22. Less: Personal exemption										
23. Credit for Dependents. (Explain in Schedule F)	30. Total tax. (Iter	n 28 plu	ıs I	tem 29)			. \$		
	31. Less: Income tax of Item	paid at	; sou	irce (2	%		1	-		
25. Less: Interest on Governmen	t 32. Income ta	x paid	to a	a toreig	gn					
obligations, etc. (Item	5)- \$ country	or U.S	. po	ossessio	n					

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U.S. GOVERNMENT PRINTING OFFICE

AFFIDAVIT (See Instruction 27)

I/we swear (or affirm) that this return (including its accompanying schedules and statements, if any) has been examined by me/us, and to the best of my/our knowledge and belief is a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the Revenue Act of 1936 and the Regulations issued thereunder.

Subscrib	ed and sworn to by	before	
NOTARIAL	me this day of	-, 193	(Signature) (See Instruction 27)
SEAL	(Signature and title of officer administering oath)	A RETURN	(Signature) I MADE BY AN AGENT MUST BE ACCOMPANIED BY POWER OF ATTORNEY (See Instr. 27)
	AFFIDAVIT	(See Instructi	on 27)
I/we swe statements, if return has be	ear (or affirm) that I/we prepared this return for the person or f any) is a true, correct, and complete statement of all the in een prepared of which I/we have any knowledge.	persons named her formation respecti	rein and that the return (including its accompanying schedules and ng the income tax liability of the person or persons for whom this
Subscribe	ed and sworn to before me this day of	, 193	(Signature of person preparing the return)
NOTARIAL SEAL	(Signature of officer administering oath)	(Title)	(Signature of person preparing the return)

(Title) (Signature of person preparing the return)

(Name of firm or employer, if any)

SCHEDULE A-PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION (See Instruction 2)

1.	Total receipts from business or profession (state	e kind of busines	s)				\$	
	COST OF GOODS SOLD			OTHER BUSINESS DEDUCTIONS			,	
2.	Labor	\$	10). Salaries not included as "Labor" in Line 2 (do				
3.	Material and supplies			not deduct compensation for your services)	\$			
	Merchandise bought for sale		11	. Interest on business indebtedness to others				
	Other costs (itemize below or on separate sheet).		12	a. Taxes on business and business property				
	Plus inventory at beginning of year		13	Losses (explain in table at foot of page)				
7.			14	. Bad debts arising from sales or services. Depreciation, obsolescence, and depletion (ex-		I		
8.	Less inventory at end of year		16	plain in table provided at foot of page)				
9.	NET COST OF GOODS SOLD (Line 7 minus Line 8).	\$		low or on separate sheet)				
			- 17	TOTAL (Lines 10 to 16)	\$			
l ven	Enter "C", or "C or M", on Lines 6 and 8 to in tories are valued at cost, or cost or market, whi	dicate whether in chever is lower	1- 18	. TOTAL DEDUCTIONS (Line 9 plus Line 17)				
			19	. NET PROFIT (OR LOSS) (Line 1 minus Line 18) (H	Enter as Item 2	2)	\$	
T	longtion of deductions					/		

Explanation	on u	a deu	uc	orous	5
claimed	on	Lines	5	and	16

SCHEDULE B-INCOME FROM RENTS AND ROYALTIES (See Instruction 9)

1. KIND OF PROPERTY	2. Amount Received	3. Cost or Va As of March 1, Whichever Gre	4. DEPRECIATION (Explain in table at foot of page)		5. Repairs		6. OTHER EXPE (Itemize below	NSES W)	7. NET PROFIT (Enter as Item 9)		
	\$	 \$		\$		\$		\$		\$	

Explanation of deductions claimed in Column 6.....

	SCH	EDULE C-	-CAPITAL GAINS	S AND LOSSES (From Sales of	r Exchanges (Only) (See Instru	iction 10)	
1. DESCRIPTION OF PROPERTY AND PEPIOD HELD	2. Date Acquired	3. DATE Sold or Exchanged	4. GROSS SALES PRICE (Contract price)	5. COST OR MARCH 1, 1913, VALUE IF AC- QUIRED BEFORE THAT DATE. (Indi- cate basis)**	6. Cost of Im- PROVEMENTS SUBSEQUENT TO ACQUISITION OR MAECH 1, 1913	7. DEPRECIATION ALLOWED (OR ALLOWABLE) SINCE ACQUISI- TION OR MARCH 1, 1913 (Furnish details)	8. GAIN OR LOSS	9. PER- CENTAGE OF GAIN OR LOSS TO BE TAKEN INTO AC-	10. Gain or Loi into Ad	
	Mr. Den M.	1 C				(Furnish details)		COUNT	a. Gains	b. Losses
*(a) 1 year or less:	MIC. Day Year	Mo, Day Year								
•(b) Over 1 year but not over 2 years:			\$	\$	\$	\$	\$	100	\$	\$
•(c) Over 2 years but not								80		
over 5 years:										
•(d) Over 5 years but not over 10 years:								60		
								40		
*(e) Over 10 years:										
								30		
(f) TOTAL GAD	INS AND LO	sses (Enter	net amount as Item	10; not in excess of	\$2,000, if net a	mount is a capit	al loss)		\$	\$
*In reporting sales or exchan *Cost of property must be	nges of capital a entered in Colu	ssets attach se umn 5 if a loss	parate schedule, if necess is claimed in Column 8.	ary, for transactions com	ing within each of	the 5 periods, and	transfer gains and loss	ses for each	period to Column	10 above.

State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______;
 Every sale or exchange of stock should be reported in detail, including name and address of corporation, class of stock, number of shares, capital changes affecting basis (stock dividends, other nontaxable dividends, stock rights, etc.).

SCHEDULE D-INTEREST ON G	OVERNMENT	г ов	LIGATIONS, 1	ETC	(See Instruc	tion 5)							
1. Obligations or Securities	2. Amount Ow at End of Y	2. Amount Owned At End of Year		IVED AR	4. PRINCIPAL Amount Exempt from Taxation	5. Amount Ow in Excess o Exemption	F	6. INTEREST ON AMOUNT IN EXCESS OF EXEMPTION					
 (a) Obligations of a State, Territory, or political subdivision thereof, or the District of Columbia, or United States possessions					All All All \$5,000 None	x x x x x x x x x x x x \$	x x x x x x	x	x x x x x x				
								φ					
SCHEDULE 1	E-INCOME	FRO	M DIVIDENDS	5		d 17 - 19 - 19 - 19 - 19 - 19 - 19 - 19 -							
SCHEDULE E—INCOME FROM DIVIDENDS temize all dividends received during the year, stating amounts and names and addresses of corporations declaring the dividends:													

SCHEDULE F-EXPLANATION OF DEDUCTIONS CLAIMED IN ITEMS 1, 13, 14, 16, 17, AND 18, AND CREDIT CLAIMED IN ITEM 23

1. KIND OF PROPERTY If buildings, state material of which constructed)	uildings, state material Z. DATE VALUE IF ACQUIRED		1913, ED TE	4. Depe AT	Assets Ful Reciated in End of Ye	USE AR	5. ALL ABLI	DEPRECIATION OWED (OR AL E) IN PRIOR Y	ON LOW- EARS	6. O	REMAINING COST R OTHER BASIS TO BE RECOVERED	T I	LIFE USED N ACCUMU- ,LATING DEPRECIA- TION	8. ESTIMATE Remaining Life from Beginning of Year	9. DEP	RECIATION LE THIS YEAT	
		\$			\$			\$			\$					- \$	·
EXPLANAT 1. Kind of Prop)EDI	UCTION FO 2. Date A				RE, S	STOP	AM, ETC., 4. Subsi Improv	QUENT		ED IN SCHI 5. DEPRECIAT ALLOWABLE S ACQUISITION	TION	1	ID IN IT		TIBLE LOSS
						\$			\$			\$		- \$		\$	

	THIS C	OPY MUST E	BE FILE	D WITH ORIGINAL RE	ETUR	RN						
Form 1040 TREASURY DEPARTMENT INTERNAL REVENUE SERVICE	URN											
				S OR WAGES OF MORE T								
				ESSION, RENTS, OR SALE O								
	FOr	Caler	nda	r Year 19	3	0		_				_
				1936, and ended				Γ	NIP	LIC	ΔTF	
			-	Third Month Following the Close of AINLY BELOW (See Instruction		Taxable Ye	ar					4
					,							
				l wife, if this is a joint return)								
		(Stree	t and numb	er, or rural route)			-					
	(Pc	ost office)		(County) (i	State)		-					
 State whether you are (a) a citizen of the United States, or (b) a resident alien If you filed a return for the preceding year, 		8. If your status in reduring the year,	espect to qu state date a	estion 3, 6, or 7 changed nd nature of change	12.]	Did any pe or matter	affectin	g any ite	m or sche	dule of th	is return,	or assist
 a by definition of the preceding year, to which Collector's office was its sent?							•			this retur	-	
and whe (see instruction 21)?	\$	9. State whether you	ir books are			pare this name and nature ar	d addre	t of the a	h person assistance	or person or advice t of which	ons and a e received	state the 1 by you
 State name of husband or wife if a separate return was made and the Collector's office to which it was sent 		0. State principal oco	cupation or	profession		advice wa	as receiv	red; if the sons of the sons of the second s	is return	was actu vourself, s	ally prep tate the	pared by source of
1		sions, fees, etc., i 1. Did vou transfer i	in Item 1 to or receive	from any one per-		the information which it	mation was furi	reported lished to	in this : or obtai	return an ned by su	d the ma ich person	anner in n or per-
 If not married, were you the head of a family (see Instruction 22 for definition) during your taxable year? How many dependent persons (other than hus for which under 18 yours for or insurable of the persons) 		son money or pro	operty in ex	cess of \$5,000, during		sons						
support received their chief support from you	i dur-			or money's worth? (Answer "yes" or "no") urn on Form 709 Form 710? (Answer "yes" or "no")	13.]	Did you m 1096 and	1099 (see	Instruc	tion 31) fo	or the cale	ndar	
ing your taxable year? Item and						year 1936	? (Ans	wer "yes	" or "no	") 		
Instruction No. 1. Salaries, Wages, Commissions, Fee	INCO es, etc. (State name an			nt received Expenses paid (Explain in Schedule F)								
			. \$	\$	_ \$	-						
						-						
2. Net Profit (or Loss) from Busines	ss or Profession.	(From Schedule A).										
3. Interest on Bank Deposits, Notes, (Attach detailed statement)			interest of									
4. Interest on Tax-free Covenant B						-						
5. Taxable Interest on Government	-					-						
6. Dividends. (From Schedule E)												
7. Income (or Loss) from Partnersh												
8. Income from Fiduciaries. (Furnis		-										
9. Rents and Royalties. (From Sched	lule B)											
10. Capital Gain (or Loss). (From Sel	hedule C) (If capital lo	oss, this amount may	not exceed	\$2,000)								
11. Other Income. (State nature.) (Use	separate schedule, if nec	cessary)			. <u> </u>							
12. TOTAL INCOME IN ITEMS	1 то 11								s			
	DEDUC	TIONS										
13. Interest Paid. (Explain in Schrdule F												
14. Taxes Paid. (Explain in Schedule F).												
15. Losses by Fire, Storm, etc. (Expl												
16. Bad Debts (including bonds deter		-				1		1 1				
17. Contributions. (Explain in Schedule						-						
18. Other Deductions Authorized by 1 (Explain in Schedule F)	Law (including stor	ck determined to	o be wort	hless during taxable year).								
19. TOTAL DEDUCTIONS IN IT	ем я 13 то 18											<u></u>
20. NET INCOME (Item 12 min	us Item 19)								\$			
	COM	MPUTATION	OF T	AX (See Instruction 2	3)							
21. Net income (Item 20 above)		\$		28. Normal tax (4% of It	tem 2	7)				\$		
22. Less: Personal exemption	\$			29. Surtax on Item 24.	(See]	Instructi	on 23)			<u></u>		
23. Credit for Dependents.				30. Total tax. (Item 28	plus	Item 29)				\$		
(Explain in Schedule F)			1 1	31. Less: Income tax paid of Item 4)	latso	ource (2%)	6					
25. Less: Interest on Government obligations, etc. (Item 5)	1 1			country or U								
26. Earned income credit. (See Instruction 22)				33. Balance of Tax. (Ite	m 30	minus I	tems 3	1 and	32)	\$		
27. Balance subject to normal tax	1											

SCHEDULE A-PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION (See Instruction 2)

1. Total receipts from business or profession	(state kind of busin	ess)				.	
COST OF GOODS SOLD 2. Labor		От 10. Salaries	HER BUSINESS DEI not included as "La duct compensation		\$		
4. Merchandise bought for sale	1 1			edness to others			
5. Other costs (itemize below or on separate sh6. Plus inventory at beginning of year		13. Losses (oot of page)			
7. TOTAL (Lines 2 to 6)		14. Bad deb 15. Deprecia	tion, obsolescence,	and depletion (ex-			
 Less inventory at end of year NET COST OF GOODS SOLD (Line 7 minus Linguistication) 	1	16. Rent, re	pairs, and other exp	penses (itemize be-	1		
Enter "C", or "C or M", on Lines 6 and 8	to indicate whether	17. T		6) 9 plus Line 17)			
ventories are valued at cost, or cost or market	, whichever is lower	·		e 1 minus Line 18) (
Explanation of deductions claimed on Lines 5 and 16							
SCHED	ULE B-INCOME	FROM RENTS	AND ROYALTIES	(See Instruction 9))		
1. KIND OF PROPERTY	2. Amount Received	3. Cost or Value As of March 1, 1913, Whichever Greater	4. DEFRECIATION (Explain in table at foot of page)	5. Repairs	6. OTHER EXPENSE (Itemize below)	S 7. NET PRO (Enter as Iten	
							T

\$.

Explanation of deductions claimed in Column 6.....

e	SCH1	EDULE C-	-CAPITAL GAINS	S AND LOSSES (From Sales o	r Exchanges (Only) (See Instru	iction 10))	
1. DESCRIPTION OF PROPERTY AND PERIOD HELD	2. Date Acquired	3. DATE Sold or Exchanged	4. GROSS SALES PRICE (Contract price)	5. COST OR MARCH 1, 1913, VALUE IF AC- QUIRED BEFORE THAT DATE. (Indi- cate basis)**	PROVEMENTS SUBSEQUENT TO	7. DEPRECIATION ALLOWED (OR ALLOWABLE) SINCE ACQUISI- TION OR MARCH 1, 1913	8. GAIN OR LOSS	9. PER- CENTAGE OF GAIN OR LOSS TO BE TAKEN INTO AC-	10. GAIN OR LOS INTO AC	
						(Furnish details)		COUNT	a. Gains	b. Losses
*(a) 1 year or less:	Mo. Day Year	Mo, Day Year								
			\$	\$	\$	\$	\$	100	\$	\$
•(b) Over 1 year but not over 2 years:					**********		******	100	¥	Ψ
*(c) Over 2 years but not over 5 years:								80		
								60		
*(d) Over 5 years but not over 10 years:										
								40		
*(e) Over 10 years:										
								30		
(f) TOTAL GAI	INS AND LO	ssrs (Enter	net amount as Item	10; not in excess of	\$2,000, if net a	mount is a capit	al loss)		\$	\$
*In reporting sales or exchan	iges of capital a	ssets attach se	parate schedule, if necess	ary, for transactions com	ing within each of	the 5 periods, and	transfer gains and los	ses for each	period to Column	10 above

In reporting sales or exchanges of capital assets attach separate schedule, if necessary, for transactions coming within each of the 5 periods, and transfer gains and losses for each period to Column 10 above.
 **Cost of property must be entered in Column 5 if a loss is claimed in Column 8.
 State (1) how property was acquired _______; (2) Personal or business relationship, if any, of purchaser ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property was acquired ______; (2) Personal or business relationship, if any, of purchaser ______; (3) State (1) how property how proprety how property how property how property how property how p

SCHEDULE D-INTEREST ON GOVERNMENT OBLIGATIONS, ETC. (See Instruction 5)

	1. Obligations or Securities	2. Amount Owned at End of Year	3. INTEREST RECEIVED OR ACCRUED DURING THE YEAR	4. PRINCIPAL Amount Exempt from Taxation	5. Amount Ow in Excess o Exemption	F	6. INTEREST Amount in Ex of Exemption	CESS
(b)	Obligations of a State, Territory, or political subdivision thereof, or the District of Columbia, or United States possessions Obligations issued under Federal Farm Loan Act, or under such Act as amended	\$	\$		x			x x x x
(c) (d)	Act as amended Obligations of United States issued on or before September 1, 1917 Treasury Notes, Treasury Bills, and Treasury Certificates of Indebtedness.			All	x x x x x x x x x x x x x x x x x x x	хx	x	xx
$\stackrel{(e)}{(f)}$	U. S. Savings Bonds and Treasury Bonds Obligations of instrumentalities of the United States (other than obligations to be reported in (b) above)			\$5,000	\$		\$	
<u>(g)</u>	TOTAL (enter total of column 6 as Item 5)						\$	
Ite	mize all dividends received during the year, stating amounts and n	E-INCOME FRO ames and addresse		laring the div	idends:		100 Tel 2000 Contact of Sector 1	
								

SCHEDULE F-EXPLANATION OF DEDUCTIONS CLAIMED IN ITEMS 1, 13, 14, 16, 17, AND 18, AND CREDIT CLAIMED IN ITEM 23

EXPLANATION OF DEDUCTION FOR DEPRECIATION CLAIMED IN SCHEDULES A AND B

1. KIND OF PROPERTY (If buildings, state material of which constructed)	2. DATE ACQUIRED	PRI	ST OR MARCH 1, ALUE IF ACQUIR IOR TO THAT DA (Indicate basis)	ATE	4. Depr At	Assets Ful Ecclated in End of Yel	LY USE AR	5. ALL ABL	DEPRECIATIO OWED (OR ALI E) IN PRIOR Y	ON LOW- EARS	0	REMAINING COST R OTHER BASIS TO BE RECOVERED		LIFE USED N ACCUMU- LATING DEPRECIA- TION	8. Esti Rema Life 1 Begin of Y	INING FROM NING	9. DEPRECIATI Allowable this	ION SYEAR
		\$			\$			\$			\$						\$	
EXPLANAT	TION OF I	DEDU	CTION FO	R L	OSSE	S BY FII	RE, \$	STOF	RM, ЕТС.,	CLA	IM	ED IN SCHE	EDUI	LE A AN	D IN	ITE	M 15	
1. KIND OF PROP	PERTY		2. Date A	CQUIR	RED 3. Cost		4. SUBSEQUEN IMPROVEMENT					INCE	6. INSU SALVA	RANCE AND GE VALUE		7. DEDUCTIBLE	Loss	
						e			e			e		¢			\$	

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Form 1040 TREASURY DEPARTMENT INTERNAL REVENUE SERVICE INDIVIDUAL INCOME TAX RETURN FOR NET INCOMES FROM SALARIES OR WAGES OF MORE THAN \$5,000 AND INCOMES FROM BUSINESS, PROFESSION, RENTS, OR SALE OF PROPERTY **COPY TO BE** IF YOU NEED ASSISTANCE For Calendar Year 1936 IN PREPARING THIS or fiscal year begun, 1936, and ended, 1937 RETURN, GO TO A **RETAINED BY** File This Return Not Later Than the 15th Day of the Third Month Following the Close of the Taxable Year DEPUTY COLLECTOR PRINT NAME AND ADDRESS PLAINLY BELOW (See Instruction 28) OR TO THE TAXPAYER COLLECTOR'S OFFICE (Name) (Both husband and wife, if this is a joint return) (Street and number, or rural route) (Post office) (County) (State) State whether you are (a) a citizen of the United States, or (b) a resident alien ______.
 If you filed a return for the preceding year, to which Collector's office was it sent? ______.
 Were you married and living with husband or wile during your taxable year? ______.
 Is this a joint return of husband and wife (see Instruction 21)? ______.
 State name of husband or wife if a separate return was made and the Collector's office to which it was sent _____. If your status in respect to question 3, 6, or 7 changed during the year, state date and nature of change _____ 12. Did any person or persons advise you in respect of any question or matter affecting any item or schedule of this return, or assist or advise you in the preparation of this return, or actually prepare this return for you? (Answer 'yee' or 'no') If so, give the name and address of such person or persons and state the nature and extent of the assistance or advice received by you and the items or schedules in respect of which the assistance or advice was received; if this return was actually prepared by any person or persons other than yourself, state the source of the information reported in this return and the manner in which it was furnished to or obtained by such person or per-9. State whether your books are kept on cesh or accrual basis _____ State principal occupation or profession accounting for salaries, wages, commis-sions, fees, etc., in Item 1 Did you transfer to or receive from any one per-son money or property in excess of \$5,000, during the calendar year 1996, without an adequate and full consideration in money or money's worth? (Application of the second 6. If not married, were you the head of a family (see Instruction 22 for definition) during your taxable year?
7. How many dependent persons (other than husband or wife) under 18 years of age or incapable of self-support received their chief support from you dur-ing your taxable year? sons (Answer "yes" or "no") (Answer 'yes' or 'no') If so, did you file a gift tax return on Form 709 or an information return on Form 710? (Answer 'yes' or 'no') Did you make a return of information on Forms 1096 and 1099 (see Instruction 31) for the calendar year 1936? (Answer "yes" or "no")______ Item and Instruction No. INCOME Amount received Expenses paid (Explain in Schedule F) 1. Salaries, Wages, Commissions, Fees, etc. (State name and address of employer) 2. Net Profit (or Loss) from Business or Profession. (From Schedule A) (State kind of business) Interest on Bank Deposits, Notes, Corporation Bonds, etc. (except interest on tax-free covenant bonds). 3. (Attach detailed statement) _ 4. Interest on Tax-free Covenant Bonds Upon Which a Tax was Paid at Source. (Attach detailed statement)_ 5. Taxable Interest on Government obligations, etc. (From Schedule D, Line (g)) _____ 6. Dividends. (From Schedule E) ___ 7. Income (or Loss) from Partnerships, Syndicates, Pools, etc. (Furnish name, address, and kind of busine 8. Income from Fiduciaries. (Furnish name and address) 9. Rents and Royalties. (From Schedule B)_____ 10. Capital Gain (or Loss). (From Schedule C) (If capital loss, this amount may not exceed \$2,000) 11. Other Income. (State nature.) (Use separate schedule, if necessary) 12. TOTAL INCOME IN ITEMS 1 TO 11 ... \$ **DEDUCTIONS** 13. Interest Paid. (Explain in Schedule F)..... \$ 14. Taxes Paid. (Explain in Schedule F)..... 15. Losses by Fire, Storm, etc. (Explain in table at foot of page 2).....

16. Bad Debts (including bonds determined to be worthless during taxable year). (Explain in Schedule F)......
17. Contributions. (Explain in Schedule F)......
18. Other Deductions Authorized by Law (including stock determined to be worthless during taxable year).
19. TOTAL DEDUCTIONS IN ITEMS 13 TO 18......
20. NET INCOME (Item 12 minus Item 19).......

COMPUTATION OF TAX (See Instruction 23)

			 011 0	
21.	Net income (Item 20 above)	\$	 	 28. Normal tax (4% of Item 27)\$
22.	Less: Personal exemption			29. Surtax on Item 24. (See Instruction 23)
23.	Credit for Dependents. (Explain in Schedule F)		 	 30. Total tax. (Item 28 plus Item 29)
24.	Balance (Surtax net income)	\$	 	 31. Less: Income tax paid at source (2% of Item 4)
25.	Less: Interest on Government obligations, etc. (Item 5).			32. Income tax paid to a foreign country or U. S. possession.
26.	Earned income credit. (See Instruction 22)	<u></u>	 <u></u>	 33. Balance of Tax. (Item 30 minus Items 31 and 32) \$
27.	Balance subject to normal tax	\$	 	

TAXPAYER'S RECORD OF PAYMENTS

PAYMENT	AMOUNT	DATE	CHECK OR M. O. NO.	BANK OR OFFICE OF ISSUE	
First	\$				
Second					
Third					
Fourth					
An an	nended return must be n	narked "Amended" at to	op of return. Checks and drafts wi	ll be accepted only if payable at par.	2-17202

SCHEDULE A-PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION (See Instruction 2)

1. Total receipts from business or profession (state kind of business	s)	\$
	OTHER BUSINESS DEDUCTIONS	
2. Labor	10. Salaries not included as "Labor" in Line 2 (do	
3. Material and supplies	not deduct compensation for your services) \$	
4. Merchandise bought for sale	11. Interest on husiness indebtedness to others	
5. Other costs (itemize below or on separate sheet).	12. Taxes on business and business property	
6. Plus inventory at beginning of year	13 Losses (evaluin in table at fact of name)	
7. TOTAL (Lines 2 to 6)	14. Bad debts arising from sales or services	
8. Less inventory at end of year	plain in table provided at foot of page) 16. Rent, repairs, and other expenses (itemize be-	
9. NET COST OF GOODS SOLD (Line 7 minus Line 8). \$	low or on separate sheet)	
	TOTAL (Lines 10 to 16)\$	
Enter "C", or "C or M", on Lines 6 and 8 to indicate whether in ventories are valued at cost, or cost or market, whichever is lower.	- 18. TOTAL DEDUCTIONS (Line 9 plus Line 17)	
	19. NET PROFIT (OR LOSS) (Line 1 minus Line 18) (Enter as Item 2)	\$
Explanation of deductions		· ····

Explanatio	on or	aea	\mathbf{uc}	tions	3
claimed	on I	lines	5	and	16

SCHEDULE B-INCOME FROM RENTS AND ROYALTIES (See Instruction 9)

1. KIND OF PROPERTY	2. Amount Received	3. Cost or VA AS OF MARCH 1, WHICHEVER GRE	LUE 1913, EATER	4. DEPRECIATION (Explain in table at foot of page)		5. Repairs		6. OTHER EXPE (Itemize below	NSES V)	7. NET PROFIT (Enter as Item 9)	
	\$	 \$		\$		\$		\$		\$	

Explanation of deductions claimed in Column 6.....

	SCH	EDULE C-	-CAPITAL GAINS	S AND LOSSES (From Sales of	r Exchanges (Only) (See Instru	iction 10))	
1. Description of Property and Period Heid	2. Date Acquired	3. Date Sold or Exchanged	4. GROSS SALES PRICE (Contract price)	5. COST OR MARCH 1, 1913, VALUE IF AC- QUIRED BEFORE THAT DATE. (Indi- cate basis)**	PROVEMENTS	7. DEPRECIATION ALLOWED (OR ALLOWABLE) SINCE ACQUISI- TION OR MARCH 1, 1913 (Furnish details)	8. GAIN OF LOSS	9. PER- CENTAGE OF GAIN OR LOSS TO BE TAKEN INTO AC-	10. GAIN OF LOS INTO AC	35 TO BE TAKEN COUNT
	I.C. Den X	No. D. M.				(Furnish dotails)		COUNT	a. Gains	b. Losses
*(a) 1 year or less:	Mo. Day Year	Mo. Day Year	\$	\$	\$	æ	¢	100	æ	e
*(b) Over 1 year but not over 2 years:				*	Ψ	φ	Ψ	100	Φ	φ
*(c) Over 2 years but not over 5 years:								80		
•(d) Over 5 years but not								60		
over 10 years:								40		
*(e) Over 10 years:								10		
*****								30		

(f) TOTAL GAINS AND LOSSES (Enter net amount as Item 10; not in excess of \$2,000, if net amount is a capital loss).

\$_

\$.

	SCHEDULE D-INTEREST ON GO	OVERNMENT	C OB	LIGATIONS,	ETC	. (See Instruc	tion 5)			
	1. Obligations of Securities	2. Amount Ow at End of Yi		3. INTEREST REC OR ACCRUED DURING THE Y)	4. PRINCIPAL AMOUNT EXEMPT FROM TAXATION	5. Amount Ow in Excess of Exemption	F	6. INTEREST Amount in Ex of Exemptic	CESS
(c) (d)	 Obligations of a State, Territory, or political subdivision thereof, or the District of Columbia, or United States possessions Obligations issued under Federal Farm Loan Act, or under such Act as amended Obligations of United States issued on or before September 1, 1917 Treasury Notes, Treasury Bills, and Treasury Certificates of Indebtedness U. S. Savings Bonds and Treasury Bonds Obligations of instrumentalities of the United States (other than obligations to be reported in (b) above)					A11 A11 A11	x	x x x x x x	x	x x x x x x
(g)	TOTAL (enter total of column 6 as Item 5)								\$	
	SCHEDULE I	E-INCOME	FRO	M DIVIDEND	s					
Ite	mize all dividends received during the year, stating amounts and n	ames and add	resses	of corporation	ns deo	elaring the div	idends:			

SCHEDULE F-EXPLANATION OF DEDUCTIONS CLAIMED IN ITEMS 1, 13, 14, 16, 17, AND 18, AND CREDIT CLAIMED IN ITEM 23

		NATI	ION OF DE	DUC	TION	FOR D	EPR		TION (ED	IN SCHEDU	1					
1. KIND OF PROPERTY (If buildings, state material of which constructed)	2. DATE ACQUIRED	VA	OST OR MARCH 1, ALUE IF ACQUIR NOR TO THAT DA (Indicate basis)	ATE DEPR		4. Assets Fully Deprectated in Use AT END OF YEAR		ALL	Depreci owed (or) in Prior	ALLOW-	0	REMAINING CO. R OTHER BASIS T BE RECOVERED	ST I	LIFE USED N ACCUMU- LATING DEPRECIA- TION	REMA LIFE	INING FROM NNING	9. DEPRECIA ALLOWABLE TE	TION US YEA
		\$			\$			\$			- \$						\$	
EXPLANAT	ION OF 1)EDU									<u> </u>	ED IN SCH	IEDU	LE A AN	D IN	ITE	M 15	
1. Kind of Prop	ERTY		2. Date A	CQUIRE	ED	3.	Cost			BSEQUEN OVEMEN		5. DEPRECIA ALLOWABLE ACQUISITIO	TION SINCE ON	6. Insu Salva	GE VAI	AND	7. Deductibli	E Loss
						\$			\$			\$		\$			\$	

The Instructions Numbered 1 to 20 Correspond with the Item Numbers on the First Page of the Return

1. INCOME FROM SALARIES, WAGES, COMMISSIONS, ETC.

Enter as Item 1 on page 1 of the return, all salaries or other compensation credited by or received from outside sources. Use a separate line for each entry, giving the information requested.

Any amount claimed as a deduction for necessary expenses against salaries, etc., such as traveling expenses, while away from home in the pursuit of a trade or business, should be fully explained in Schedule F on page 2 of the return, or on an attached statement. Traveling expenses ordinarily include expenditures for reilened force meals and longing for railroad fares, meals, and lodging.

2. PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION

If you owned a business, or practiced a profession on your own account, fill in Schedule A on page 2 of the return, and enter the net profit (or loss) as Item 2 on page 1 of the return.

This schedule should include income from: (a) Sale of merchandise or prod-ucts of manufacturing, mining, construction, and agriculture; (b) Business service, such as hotel, restaurant, and garage service, amusements, laundering, storage, transportation, etc.; and (c) Professional service, such as dentistry, law, or medicine. In general, report any income in the earning of which you incurred evenesses for material labor supplies etc.

storagé, transportation, etc.; and (c) Professional service, such as dentistry, law, or medicine. In general, report any income in the earning of which you incurred expenses for material, labor, supplies, etc.
Farmer's income schedule.—If you are a farmer and keep no books of account, or keep books on a cash basis, obtain from the Collector, and attach to this return, Form 1040F, Schedule of Farm Income and Expenses, and enter the net farm income as Item 2 on page 1 of this return. If your farm books of account are kept on an accrual basis, the filing of Form 1040F is optional.
Installment sales.—If the installment method is used, attach to the return a schedule showing separately for the years 1933, 1934, 1935, and 1936 the following: (a) Gross sales; (b) Cost of goods sold; (c) Gross profits; (d) Percentage of profits to gross sales; (e) Amount collected; and (f) Gross profit on amount collected. (See Section 44 of the Revenue Act of 1936.)
Kind of business.—Describe the business or profession in the space provided in Item 2, page 1, as "grocery", "retail clothing", "drug store", "laundry", "doctor", "lawyer", "farmer", etc.
Total receipts.—Enter on Line 1 of Schedule A the total receipts, less any discounts or allowances from the sale price or service charge.
Inventories.—If engaged in a trade or business in which the production, purchase, or sale of merchandise is an income-producing factor, inventories of merchandise on hand should be taken at the beginning and end of the taxable year, which may be valued at cost, or cost or market, whichever is lower.
Salaries.—Enter on Line 11 interest on business indebtedness. Do not include interest to yourself on capital invested in or advanced to the business.
Taxes.—Enter on Line 11 interest on business indebtedness. Do not include interest to yourself on capital invested in or advanced to the business.

ness. Do not include taxes assessed against local benefits of a kind tending to increase the value of the property assessed, nor Federal income taxes, nor estate, inheritance, legacy, succession, and gift taxes. Losses.—Enter on Line 13 losses incurred in the trade or business, if not com-pensated for by insurance or otherwise and not made good by repairs claimed as a deduction. Losses of business property arising from fire, storm, etc., should be explained in the table at the foot of page 2 of the return. Bad debts.—Enter on Line 14 debts, or portions thereof, arising from sales or services that have been reflected in income, which have been definitely ascer-tained to be worthless and charged off within the year, or such reasonable amount as has been added to a reserve for bad debts within the year. A debt previously charged off as bad, if subsequently collected, must be re-

A debt previously charged off as bad, if subsequently collected, must be re-turned as income for the year in which collected. **Depreciation.**—Enter on Line 15 the amount claimed as depreciation by reason

In dots, both and the year in which collected.
Depreciation.—Enter on Line 15 the amount claimed as depreciation by reason of exhaustion, wear and tear of property used in the trade or business, or as obsolescence or depletion, and explain in the table at the foot of page 2 how this amount was determined. If obsolescence is claimed, explain why the useful life is less than the actual life.
The amount of depreciation on property acquired by purchase should be determined upon the basis of the original cost (not replacement cost) of the property and the probable number of years remaining of its expected useful life.
except if the property was purchased prior to March 1, 1913, it will be computed on the fair market value of such property as of that date or its original cost (less depreciation actually sustained before that date), whichever is greater. If the property was acquired in any other manner than by purchase, see Sections 23 (l), 23 (n), and 114 of the Revenue Act of 1936.
In case a deduction is claimed on account of depletion of mines, oil or gas wells, or timber, see Sections 23 (m), 23 (n), and 114 of the Revenue for depreciation in the value of a building occupied by you as a dwelling, or property held for personal use, nor for land (exclusive)

by you as a dwelling, or property held for personal use, nor for land (exclusive of improvements thereon), nor on stocks, bonds, and securities. **Rent, repairs, and other expenses.**—Enter on Line 16 rent on business prop-

erty in which you have no equity, ordinary repairs to keep the property in a usable condition, and other necessary business expenses not classified above, such as heat, light, and fire insurance. Do not include rent for a dwelling occupied by you for residential purposes, the cost of business equipment or furniture, expenditures for replacements or permanent improvements to property, nor personal, living, or family expenses.

3. INTEREST ON BANK DEPOSITS, ETC.

Enter as Item 3 all interest received or credited to your account during the taxable year on bank deposits, notes, mortgages, and corporation bonds, except interest on bonds upon which a tax was paid at the source. Interest on bonds is considered income when due and payable.

4. INTEREST ON TAX-FREE COVENANT BONDS

Enter as Item 4 bond interest upon which a tax was paid at source. Such tax (2 percent of the interest entered in Item 4) may be claimed as a credit in Item 31 of the return.

5. INTEREST ON GOVERNMENT OBLIGATIONS, ETC.

Schedule D should be filled in if you own any of the obligations or securities enumerated in Column 1. Enter in Column 2 the principal amounts of the various obligations owned at the end of the year and enter in Column 3 all interest received or credited to your account during the year on these obliga-tions, including your share of such interest received from a partnership, or an estate or trust.

Interest on all coupons falling due within the taxable year will be considered as income for the year, where the books are kept on a cash receipts and disburse-ments basis. If the books are kept on an accrual basis, report the actual amount of interest accrued on the obligations owned during the taxable year.

Enter as depreciation the amount of exhaustion, wear and tear, or depletion sustained during the taxable year and explain in the table at the foot of page 2. Other expenses, such as interest, taxes, fire insurance, fuel, light, labor, and other necessary expenses of this character should be itemized.

10. CAPITAL GAINS AND LOSSES

Report sales or exchanges of capital assets in Schedule C and enter the net Report sales or exchanges of capital assets in Schedule C and enter the net amount of gain or loss to be taken into account in computing net income as Item 10. (CAPITAL LOSSES ARE ALLOWABLE ONLY TO THE EX-TENT OF \$2,000 PLUS CAPITAL GAINS. THEREFORE, IF THE TOTAL AMOUNT OF CAPITAL LOSSES IS IN EXCESS OF THE TOTAL AMOUNT OF CAPITAL GAINS, THE AMOUNT TO BE ENTERED AS ITEM 10 MAY NOT EXCEED \$2,000.) Describe the prop-erty briefly, and state the price received or the fair market value of the property received in exchange. Expenses connected with the sale or exchange may be deducted in computing the profit or loss

received in exchange. Expenses connected with the sale or exchange may be deducted in computing the profit or loss. If the property sold or exchanged was acquired prior to March 1, 1913, the basis for determining GAIN is the cost or the fair market value as of March 1, 1913, adjusted as provided in Section 113 (b) of the Revenue Act of 1936, which-ever is greater, but in determining LOSS the basis is cost so adjusted. (See Section 113 of the Revenue Act of 1936.) If the amount shown as cost is other than actual cash cost of the property sold or exchanged, full details must be furnished regarding the acquisition of the property. Enter as depreciation the amount of exhaustion, wear and tear, obsolescence.

Enter as depreciation the amount of exhaustion, wear and tear, obsolescence, or depletion which has been allowed (but not less than the amount allowable) in respect of such property since date of acquisition, or since March 1, 1913, if the property was acquired before that date. In addition, if the property was acquired before March 1, 1913, the cost shall be reduced by the depreciation actually sustained before that date. Subsequent improvements include expenditures for additions, improvements

Subsequent improvements include expenditures for additions, improvements, and repairs made to restore the property or prolong its useful life. Do not deduct ordinary repairs, interest, or taxes in computing gain or loss. No loss shall be recognized in any sale or other disposition of shares of stock or securities where you have acquired substantially identical stock or securities within 20 down before or store the dots of such action in the securities where you have acquired substantially identical stock or securities

or securities where you have acquired substantially identical stock or securities within 30 days before or after the date of such sale or disposition, unless you are engaged in the trade or business of buying and selling stocks and securities. No deduction shall be allowed in respect of losses from sales or exchanges of property, directly or indirectly, (A) between members of a family, or (B) except in the case of distributions in liquidation, between an individual and a corpora-tion in which such individual owns, directly or indirectly, more than 50 per-cent in value of the outstanding stock. For the purpose of this paragraph— (C) an individual shall be considered as owning the stock owned, directly or indirectly, by his family: and (D) the family of an individual shall include only indirectly, by his family; and (D) the family of an individual shall include only his brothers and sisters (whether by the whole or half blood), spouse, ancestors, and lineal descendants.

The provisions of the Revenue Act of 1936 relating to capital gains and losses are:

The provisions of the Revenue Act of 1936 relating to capital gains and losses are:
Sec. 117. (a) *General rule*.—In the case of a taxpayer, other than a corporation, only the following percentages of the gain or loss recognized upon the sale or exchange of a capital asset shall be taken into account in computing net income:
100 per centum if the capital asset has been held for more than 1 year;
80 per centum if the capital asset has been held for more than 1 years but not for more than 2 years;
60 per centum if the capital asset has been held for more than 2 years but not for more than 10 years;
80 per centum if the capital asset has been held for more than 5 years but not for more than 10 years;
80 per centum if the capital asset has been held for more than 10 years.
8. (b) *Definition of capital assets* has been held for more than 10 years.
8. (b) *Definition of capital assets* has been held for more than 10 years.
8. (b) *Definition of capital assets* has been held for more than 10 years.
8. (c) *Definition of capital assets* has been held for more than 10 years.
8. (c) *Definition of capital assets* has been held for more than 10 years.
8. (c) *Definition of period for which held* - Por the purpose of subsection (a)—
9. (d) *Definition of period for which held* - Por the purpose of subsection (a)—
9. (e) *Definition of period for which held* he property weakinged if under the provisions of section 113 the property received has, for the purpose of determining gain or loss from a sale or exchange, the same basis in whole or in part in his hands as the property was held by any other person, ff under the provisions of section 113, such property has had so the property was held by any other person.
9. In determining the period for which the taxpayer has held stock or securities the same.
9. In determining the period for which the taxpayer has held stock or secu

Notwithstanding the provisions of Section 117 (a) above, 100 percent of the gain resulting to the distributee from distributions in liquidation of a corporation shall be taken into account in computing net income, except in the case of amounts distributed in complete liquidation of a corporation. (See Section 115 (c) of the Revenue Act of 1936.)

Section 117 applies only to gains and losses upon the sale or exchange of

Section 117 applies only to gains and losses upon the sale or exchange of capital assets and, therefore, has no application to loss of useful value upon the permanent abandonment of the use of property or loss sustained as the result of corporate stock or debts becoming worthless. In the application of Section 117 a husband and wife, regardless of whether a joint return or separate returns are made, are considered to be separate tax-payers. Accordingly, the limitation under Section 117 (d) on the allowance of losses of one spouse from sales or exchanges of capital assets is in all cases to be computed without regard to gains and losses of the other spouse upon sales or exchanges of capital assets. or exchanges of capital assets.

11. OTHER INCOME

Enter as Item 11 all other taxable income for which no space is provided on the return.

12. TOTAL INCOME

Enter as Item 12 the net amount of Items 1 to 11, inclusive, after deducting any expenses reported in Item 1, and losses in Items 2, 7, 9, and 10.

13. INTEREST PAID 13 intere

If the obligations enumerated on Line (e) are owned in excess of the exemption of \$5,000, or any on Line (f) are owned in any amount, Columns 5 and 6 should be filled in, and the total of the interest reported on Line (g) should be entered as Item 5 on page 1 of the return. (See also Instruction 24, paragraph (d).)

6. DIVIDENDS

Enter as Item 6 the total of all dividends reported in Schedule E.

7 AND 8. INCOME FROM PARTNERSHIPS, SYNDICATES, POOLS, ETC., AND FIDUCIARIES

Enter as Item 7 your share of the profits (whether received or not) (or of the losses) of a partnership, syndicate, pool, etc., and as Item 8 income from an estate or trust, except that the share of taxable interest on obligations of the United States, etc., shall be included in Schedule D. Include in Items 31 and 32, respectively, credits claimed for income tax paid at source, and foreign income taxes.

If the taxable year on the basis of which you file your return does not coincide with the annual accounting period of the partnership or fiduciary, then you should include in your return your distributive share of the net profits (or losses) for such accounting period ending within your taxable year.

9. INCOME FROM RENTS AND ROYALTIES

Fill in Schedule B, giving the information requested.

If you received property or crops in lieu of cash rent, report the income as though the rent had been received in cash. Crops received as rent on a cropshare basis should be reported as income for the year in which disposed of (unless your return shows income accrued).

ersonal indebtedness as distinguished from ald or business indebtedness (which should be deducted under Schedule A or B). Do not include interest on indebtedness incurred or continued to purchase or carry obligations (other than obligations of the United States issued after September 24, 1917, and originally subscribed for by the taxpayer) the interest upon which is wholly exempt from taxation.

14. TAXES PAID

Enter as Item 14 personal taxes and taxes paid on property not used in your business or profession, not including those assessed against local benefits of a kind tending to increase the value of the property assessed. Do not include Find tending to increase the value of the property assessed. Do not include Federal income taxes, nor estate, inheritance, legacy, succession, and gift taxes, nor taxes imposed upon your interest as shareholder of a corporation which are paid by the corporation without reimbursement from you, nor income taxes claimed as a credit in Item 32. No deduction is allowable for any portion of foreign income and profits taxes if a credit is claimed in Item 32. Any deduction on account of taxes should be explained in Schedule F.

15. LOSSES BY FIRE, STORM, ETC.

Enter as Item 15 losses of property not connected with your business or pro-fession, sustained during the year if arising from fire, storm, shipwreck, or other casualty, or from theft, and if not compensated for by insurance or otherwise. (See Section 23 (e) of the Revenue Act of 1936.) Explain losses claimed in the table provided on page 2 of the return.

16. BAD DEBTS

Enter as Item 16 all bad debts other than those claimed as a deduction in Schedule A. State in Schedule F, (a) of what the debts consisted, (b) when they were created, (c) when they became due, (d) what efforts were made to collect, and (e) how they were actually determined to be worthless. 2-17202

17. CONTRIBUTIONS

Enter as Item 17 contributions or gifts made within the taxable year to any corporation, or trust, or community chest, fund, or foundation, organized and operated exclusively for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals, no part of the net earnings of which inures to the benefit of any private shareholder or indi-vidual, and no substantial part of the activities of which is carrying on propa-ganda, or otherwise attempting, to influence legislation. The amount claimed shall not access 15 percent of your part income computed without the barefit of shall not exceed 15 percent of your net income computed without the benefit of this deduction. A fiduciary filing the return for an estate may claim, in lieu of this deduction, that provided in Section 162 of the Revenue Act of 1936. List organizations and amounts contributed to each in Schedule F.

18. OTHER DEDUCTIONS

Enter as Item 18 any other authorized deductions for which no space is provided on the return. Do not deduct losses incurred in transactions which were neither connected with your trade or business nor entered into for profit. If the return is filed for an estate in process of administration, there should be deducted the amount of any income paid or credited to a beneficiary. Any deduction claimed should be explained in Schedule F.

No deduction is allowable for the amount of any item or part thereof allocable to a class of exempt income, other than interest. Items directly attributable to such exempt income shall be allocated thereto, and items directly attributable to any class of taxable income shall be allocated to such taxable income. A taxpayer receiving any exempt income, other than interest, or holding any property or engaging in any activity the income from which is exempt shall submit with his return as a part thereof an itemized statement, in detail, showing (1) the amount of each class of exempt income, and (2) the amount of items allocated to each such class (the amount allocated by apportionment being shown separately).

19. TOTAL DEDUCTIONS IN ITEMS 13 TO 18

Enter as Item 19 the total of Items 13 to 18, inclusive. This amount should not include any deduction claimed in Schedule A or B.

20. NET INCOME

Enter as Item 20 the net income, which is obtained by deducting Item 19 from Item 12. The net income shall be computed upon the basis of the taxable year in accordance with the method of accounting regularly employed in keeping your books, unless such method does not clearly reflect your income.

21. PERSONS REQUIRED TO MAKE A RETURN OF INCOME

An income tax return must be filed by every citizen of the United States whether residing at home or abroad, and every person residing in the United States though not a citizen thereof, whose gross income for the taxable year amounted to \$5,000, or whose net income amounted to— (a) \$1,000 if single or if married and not living with husband or wife; (b) \$2,500 if married and living with husband or wife; (c) Where there the personal computing in factors of the personal computing in the taxable year

(d) \$2,000 if married and living with husband or wife; or (c) More than the personal exemption if status of taxpayer changed. If an individual is single and the net income, including that of dependent minors, if any, is \$1,000 or over, or if the gross income is \$5,000 or over, a return must be filed. If the combined net income of husband and wife, and dependent minor children, if any, is \$2,500 or over, or if their combined gross income is \$5,000 or over, all such income must be reported in a joint return, or in separate returns of husband and wife. In case the husband and wife elect to file separate returns and their combined net income is \$5,000 or over, each shall make a return on Form 1040. return on Form 1040.

In order for a joint return to be filed by a husband and wife, both spouses must have had some income or deductions in the year for which the return is filed and the return must include the income and deductions of both spouses. A joint return of husband and wife may be filed only if they were living to-

A joint return of hisband and whe may be med only it only it only including sector arms gether at the close of their taxable year. If the net income of a decedent to the date of his death was \$1,000 or over, if unmarried, or in excess of the credit allowed him by Section 25 (b) (1) and (3) of the Revenue Act of 1936 (computed without regard to his status as the head of the Revenue are in the status as the head to be a stat of a family), if married and living with spouse, or if his gross income for the period was \$5,000 or over, the executor or administrator shall make a return for him on Form 1040 or 1040A.

Income of (a) estates of decedents before final settlement, (b) trusts, other than revocable trusts, whether created by will or deed, is taxed to the fiduciary as a single person, except that from the income of a decedent's estate there should be deducted any amount properly paid or credited to a beneficiary.

22. EARNED INCOME CREDIT, PERSONAL EXEMPTION, AND CREDIT FOR DEPENDENTS

22. EARNED INCOME CREDIT, PERSONAL EXEMPTION, AND CREDIT FOR DEPENDENTS
Solution: The purpose of the normal tax, but not for the surtax, there may be claimed a credit against net income of 10 percent of the amount of the earned net income, but not in excess of 10 percent of the amount of the earned net income, but not in excess of 10 percent of the amount of the entire net income. "Earned income" means wages, salaries, professional fees, and other amounts received as compensation for personal services actually rendered, but does not include any amount not included in gross income, nor that part of the compensation derived by the taxpayer for personal services rendered by him to a corporation which represents a distribution of earnings or profits rather than a reasonable allowance as compensation for the personal services and capital are material income producing factors, a reasonable allowance as compensation for the personal services actually rendered. In the case of a taxpayer, not in excess of 20 percent of his share of the net profits of such trade or business, shall be considered as earned income. "Earned income deductions" means such deductions as are allowed by Section 23 of the Revenue Act of 1936 for the purpose of computing net income, and are properly allocable to or chargeable against earned income shall not be considered to be earned net income, and if his net income is more than \$3,000, his eartien net income shall be considered to be earned income credit allowable to each spouse in a sport return is the same as is allowable to each spouse in separate returns; however, the carned income deductions, earned income of each spouse must be shawn separately.
A single person, or a married person not living with husband or wife, may claim an exemption of \$1,000. A person who was the head of a family or was married and living with husband or wife during the entire may be taken by either or divided between them.
A read of a family or was married and living with husband or wife durp o

Ship between tarpayer and dependent, and the termination of age. If the status of the tarpayer, insofar as it affects the personal exemption or credit for dependents, changed during the tarable year, the personal exemption and credit shall be apportioned in accordance with the number of months before and after such change. For the purpose of such apportionment a fractional part of a month shall be disregarded unless it amounts to more than half a month, in which case it shall be considered as a month. Where a return is filed on this form for an estate in process of administration, or for a trust, an exemption of \$1,000 may be claimed. **23** COMPLICATION OF TAX

23. COMPUTATION OF TAX

Surtax.-The surtax on any amount of surtax net income not shown in the table below is computed by adding to the surtax for the largest amount shown which is less than the income, the surtax upon the excess over that amount at the rate indicated in the table.

shall be based upon the net income of the estate or trust for any taxable year of

the estate or trust ending within his taxable year. If the taxable year of a partner is different from that of the partnership, the distributive share of the net income of the partnership to be included in com-puting the net income of the partner for his taxable year shall be based upon the net income of the partnership for any taxable year of the partnership ending within the taxable year of the partner.

Income tax paid to a foreign country or U. S. possession.—If, in accordance with Section 131 (a) of the Revenue Act of 1936, a credit is claimed in Item 32 for income tax paid to a foreign country or a possession of the United States, submit Form 1116 with your return with the receipts for such payments. In case credit is sought for taxes accrued, the form must have attached to it a certified copy of the return on which the tax was based, and the Commissioner may require a bond on Form 1117 for the payment of any tax found due if the tax when paid differs from the credit claimed.

24. ITEMS EXEMPT FROM TAX

The following items are exempt from Federal income tax, except where

24. ITEMS EXEMPT FROM TAX
The following items are exempt from Federal income tax, except where otherwise indicated, and should not be included in gross income:
(a) Amounts received under alifeinsurance contract paid by reason of the death of the insured, whether in a single sum or in installments (but if such amounts are held by the insurer under an agreement to pay interest thereon, the interest payments shall be included in gross income);
(b) Amounts received (other than amounts paid by reason of the death of the insured and interest payments on such amounts and other than amounts received as annulities) under a life insurance or endowment on tract, but if such amounts (when added to amounts received before the taxable year under such contract) exceed the aggregate premiums or consideration paid (whether or not paid during the taxable year) then the excess shall be included in gross income. Amounts received as an annuity under an annuity or endowment contract shall be included from gross income qualt to 3 percent of the aggregate premiums or consideration paid for such annuit (whether or not paid during such year), until the aggregate amount excluded from gross income equals the aggregate premiums or consideration paid for such annuity (whether or not paid during such year), until the aggregate amount excluded from gross income qualt to 3 percent of the argsregate premiums or consideration paid for such annuity. In the case of a transfer for a valuable consideration, by assignment or otherwise, of a life insurance, endowment, or annuity contract, or any interest therein, only the actual value of such consideration of the such as a consideration for service rendered) and money and property acquired by bequest, devise, or inheritance (but the income derived from such property is taxable and must be reported);
(c) Gifts (not received as a consideration for service rendered) and money and property acquired by bequest, devise, or inheritance (but the income derived from such property

(f) The rental value of a dwelling house and appurtenances thereof turnished to a minister of the gospel as part of his compensation;
 (g) Compensation paid by a State or political subdivision thereof to its officers or employees for services rendered in connection with the exercise of an essential governmental function; and
 (h) Amounts received as earned income from sources without the United States (except amounts paid by the United States or any agency thereof) by an individual citizen of the United States who is a bona fide nonresident for more than 6 months during the taxable year. The taxpayer in such a case may not deduct from his gross income.

25. ACCRUED OR RECEIVED INCOME

If your books of account are kept on the accrual basis, report all income accrued, even though it has not been actually received or entered on the books, and expenses incurred instead of expenses paid. If your books are not kept on the accrual basis, report all income received or constructively received, such as bank interest credited to your account, and expenses paid. The return for a decedent shall include all items of income and deductions accrued up to the date of death regardless of the fact that the decedent may have kept his books on a cach basis. a cash basis.

26. PERIOD TO BE COVERED BY RETURN

The return must be filed on this form for the calendar year 1936 or for a fiscal

year begun in 1936 and ended in 1937. The accounting period established must be adhered to for subsequent years, unless permission is received from the Commissioner to make a change. An application for a change in the accounting period shall be made on Form 1128 and forwarded to the collector prior to the expiration of 30 days from the close of the proposed terrable year of the proposed taxable year.

27. AFFIDAVITS

Taxpayer or agent.—The affidavit must be executed by the person whose income is reported or by his legal representative or agent. The return may be made by an agent (1) if, by reason of illness, the person liable for the making of the return is unable to make it, or (2) if the taxpayer is unable to make the return by reason of continuous absence from the United States for a period of at least 60 days prior to the date prescribed by law for making the return. Whenever a return is made by an agent it must be accompanied by a power of attorney on Form 935, or, in the case of husband and wife, on Form 936 (copies of which may be obtained from the collector of internal revenue).

Joint return.—The joint return of husband and wife must be signed by both spouses and sworn to by the spouse preparing—filling in—the return. If the return is prepared by both spouses, or is prepared by neither spouse, then both spouses must swear to the return, except where one spouse acts for the other spouse under a power of attorney submitted on Form 936.

spouse under a power of attorney submitted on Form 936. Where return is prepared by someone other than taxpayer.—Question 12 on page 1 of the return should be answered fully, and where the return is actually prepared by some person or persons, other than the taxpayer, such person or persons must execute the affidavit at the foot of page 1 of the return. The oath will be administered without charge by any collector, deputy collec-tor, or internal revenue agent. If an internal revenue officer is not available, the return should be sworn to before a notary public, justice of the peace, or other person authorized to administer oaths, except an attorney or agent employed to represent the taxpayer before the Department in connection with his tax liability. 28 WHEN AND WHERE THE RETURN MUST BE FILED

28. WHEN AND WHERE THE RETURN MUST BE FILED

The return must be sent to the collector of internal revenue for the district in which you live or have your principal place of business, so as to reach the collector's office on or before the fifteenth day of the third month following the close of your taxable year. In case you have no legal residence or place of business in the United States, the return should be forwarded to the Collector

of Internal Revenue, Baltimore, Maryland. Your home or residential address should be given in the space provided at the top of the first page of the return. If you have a permanent business address, that address may be given as the principal or mailing address, provided that the complete home or residential address is also given.

29. WHEN AND TO WHOM THE TAX MUST BE PAID

The tax should be paid, if possible, by sending or bringing with the return a check or money order drawn to the order of "Collector of Internal Revenue at (insert city and State)." Do not send cash by mail, nor pay it in person except at the Collector's office.

The tax may be paid when the return is filed, or in four equal installments, as follows: The first installment shall be paid on or before the fifteenth day of

In the case of a bona fide sale of any oil or gas property, or any interest therein, the surtax on the profit shall not exceed 30 percent of the selling price. (See Section 105 of the Revenue Act of 1936.)

	5	SURTAN	(RATES		
Amount of surtax net income	Rate per- cent	Total surtax	Amount of surtax net income	Rate per- cent	Total surtax
A	В	С	A	в	C
\$0 to \$4,000	4 5 6 7 8 9 11 13 15 17 19 21 24	\$80 180 300 440 600 780 1,000 1,260 2,240 3,380 4,610 6,080 7,700 9,560 11,660	$\begin{array}{rrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrrr$	$\begin{array}{r} 43\\ 47\\ 51\\ 55\\ 58\\ 60\\ 62\\ 64\\ 66\\ 68\\ 70\\ 72\\ 73\end{array}$	\$14,000 16,580 19,400 24,500 30,000 59,000 120,000 152,000 218,000 461,000 641,000 641,000 1,371,000 3,591,000

Income from a partnership or fiduciary having a different taxable year.--If the taxable year of a beneficiary is different from that of the estate or trust, the part of the estate or trust income to be included in computing his net income the third month following the close of the taxable year, the second installment shall be paid on or before the fifteenth day of the third month, the third install-ment on or before the fifteenth day of the sixth month, and the fourth installment on or before the fifteenth day of the ninth month after the latest date prescribed

for paying the first installment. If any installment is not paid on the date fixed for payment, the whole amount of tax unpaid shall be paid upon notice and demand by the collector.

30. PENALTIES

For willful failure to make and file a return on time.-Not more than \$10,000 or imprisonment for not more than 1 year, or both, together with the costs of prosecution, and, in addition, 5 percent to 25 percent of the amount of the tax. For willfully making a false or fraudulent return.—Not more than \$10,000 or

imprisonment for not more than 5 years, or both, together with the costs of prosecution

For deficiency in tax.-5 percent of the amount of the deficiency if due to negligence or intentional disregard of rules and regulations without intent to defraud, or 50 percent of the amount of the deficiency if due to fraud.

31. INFORMATION AT SOURCE

Every person making payments of salaries, wages, interest, rents, commissions, or other fixed or determinable income of \$1,000 or more during the calendar year, to a single person, a partnership, or a fiduciary, or \$2,500 or more to a married person, is required to make a return on Forms 1096 and 1099 showing the amount of such payments and the name and address of each recipient. These forms will be furnished by any collector of internal revenue upon request. Such returns govering the calendar year 1936 must be forwarded to the Commissioner of Internal Revenue, Sorting Section, Washington, D. C., in time to be received not later than February 15, 1937.