

Form 1120S  
Department of the Treasury  
Internal Revenue Service

U.S. Small Business Corporation  
Income Tax Return

for calendar year 1979 or

1979

other tax year beginning September 1, 1979, ending August 31, 1979

A Date of election as small business corporation  
Sept. 3, 1972

Use IRS label. Otherwise, please print or type.

Name  
H. Tracy Hall, Inc.

Number and street  
1190 Columbia Lane

City or town, State, and ZIP code  
Provo, Utah 84601

C Employer identification no. (see instruction S)  
87-0293951

D Date incorporated  
Aug. 30, 1972

E Enter total assets from Schedule L, line 14, column (D) (see instruction T)  
\$ 11,336

IMPORTANT—All applicable lines and schedules must be filled in. If the space on the schedules is not sufficient, see instruction N.  
Note: If section 465 (deductions limited to amount at risk) applies, see instruction for line 28.

Table with 3 main sections: Gross Income (lines 1-11), Deductions (lines 12-28), and Tax (lines 29-34). Includes sub-sections (a), (b), (c) for various items and a final 'TOTAL' line for each section.

Signature and information section. Includes 'Signature of officer' (H. Tracy Hall), 'Preparer's signature and date' (Frank Hendrick), 'Firm's name and address' (Fox & Company, 1675 North 200 West Provo, Utah), and 'Preparer's social security no.' (529 14 2208).

**Schedule A Cost of Goods Sold (See instructions for Line 2)**

1 Inventory at beginning of year . . . . .

2 Merchandise bought for manufacture or sale . . . . .

3 Salaries and wages . . . . .

4 Other costs (attach schedule) . . . . .

5 Total of lines 1 through 4 . . . . .

6 Less: Inventory at end of year . . . . .

7 Cost of goods sold—Enter here and on line 2, page 1 . . . . .

8 (a) Check all methods used for valuing closing inventory:  
 (i)  Cost (ii)  Lower of cost or market as described in regulations section 1.471-4 (see instructions)  
 (iii)  Writedown of "subnormal" goods as described in regulations section 1.471-2(c) (see instructions)

(b) Did you use any other method of inventory valuation not described above? . . . . .  Yes  No  
 If "Yes," specify method used and attach explanation ▶

(c) Check if this is the first year LIFO inventory method was adopted and used (if checked, attach Form 970) . . . . .

(d) If the LIFO inventory method was used for this taxable year, enter percentage (or amounts) of closing inventory computed under LIFO . . . . .

(e) Is the corporation engaged in manufacturing activities? . . . . .  Yes  No  
 If "Yes," are inventories valued under regulations section 1.471-11 (full absorption accounting method)?  Yes  No

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

**Schedule E Compensation of Officers (See instruction 12)**

1. Name of officer	2. Social security number	3. Time devoted to business	4. Percentage of corporation stock owned	5. Amount of compensation	6. Expense account allowances
H. Tracy Hall	529-07-9801	part	27	6,000	
Total compensation of officers—Enter here and on line 12, page 1 . . . . .				6,000	

**Schedule F Bad Debts—Reserve Method (See instruction 15)**

1. Year	2. Trade notes and accounts receivable outstanding at end of year	3. Sales on account	Amount added to reserve		6. Amount charged against reserve	7. Reserve for bad debts at end of year
			4. Current year's provision	5. Recoveries		
1974						
1975						
1976						
1977						
1978						
1979						

**Additional Information Required**

**F** Did you at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) . . . . .  Yes  No  
 If "Yes," attach a schedule showing: (1) name, address, and employer identification number; (2) percentage owned; (3) highest amount owed by you to such corporation during the year; and (4) highest amount owed to you by such corporation during the year. (Note: For purposes of F(3) and F(4), "highest amount owed" includes loans and accounts receivable/payable.)

**G** Taxable income or (loss) from line 28, page 1, Form 1120S for your tax year beginning in:  
 1976 ▶ (3,567) ; 1977 ▶ (775) ; 1978 ▶ (1,962)

**H** Refer to page 8 of instructions and state the principal:  
 Business activity ▶ Research & engineering ; Product or service ▶

**I** Were you a member of a controlled group subject to the provisions of section 1561? . . . . .  Yes  No

**J** If the corporation has a loss in an activity for the year, does the corporation have amounts for which it is not "at risk" in the activity (see instruction for line 28)? . . . . .  Yes  No

**K** Answer only if (1) this is the first 1120S return filed since your election to be treated as a small business corporation and (2) the corporation was in existence for the tax year prior to the election and had investment credit property: Was an agreement filed under section 1.47-4(b) of the regulations? . . . . .  Yes  No

ИВЛ БИЛЕВ СОБА

**SCHEDULE K-1  
(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable  
Income, etc.—1979** For calendar year 1979 or other taxable year

beginning Sept 1, 1979, ending Aug 31, 1980.

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
File with  
Form 1120S

Part I Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(1,558)	Schedule E, Part III
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II

Part II Losses from Section 465 Activities	Form 4952 line reference
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .	line 1

Part III Interest on Investment Indebtedness	Form 4625 line reference
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .	line 1
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .	line 15
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .	line 5
2 Net investment income or (loss) . . . . .	line 2 or 10
3 Excess expenses from "net lease property" . . . . .	line 11 and 19
4 Net capital gain attributable to investment property . . . . .	line 20

Part IV Items of Tax Preference (See Instructions)	Form 4625 line reference
1 Accelerated depreciation on: (a) Low income rental housing . . . . .	line 1(a)(1)
(b) Other real property . . . . .	line 1(a)(2)
(c) Personal property subject to a lease . . . . .	line 1(b)
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .	line 1(c), (d), (e) and (f)
3 Reserves for losses on bad debts of financial institutions . . . . .	line 1(g)
4 Depletion . . . . .	line 1(i)
5 Intangible drilling costs . . . . .	line 1(j)
6 Net capital gain (after tax) (see General Instruction A) . . . . .	

Part V Property Eligible for Investment Credit	Form 3468 line reference	
Basis of new investment property	(a) 3 or more but less than 5 years . . . . . (b) 5 or more but less than 7 years . . . . . (c) 7 or more years . . . . .	line 1(a) line 1(b) line 1(c)
New commuter highway vehicle	(d) 3 or more years . . . . .	line 1(d)
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . . (f) 7 or more years   1979 . . . . .	line 1(e) line 1(f)
Cost of used investment property	(g) 3 or more but less than 5 years . . . . . (h) 5 or more but less than 7 years . . . . . (i) 7 or more years . . . . .	line 1(g) line 1(h) line 1(i)
Used commuter highway vehicle	(j) 3 or more years . . . . .	line 1(j)

Part VI Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)										
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 × column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 × column 10)	
A										
B										

Part VII Jobs Credit	(a) Amount	Form 5884 line reference
1 Jobs credit . . . . .		line 9

Part VIII Other Information				
1. Name and address of shareholder	2. Social security number	3. Stock ownership		
		Number of shares	Period held	
			Date acquired	Date of disposition
H. Tracy Hall 1711 N. Lambert Lane, Provo, UT 84601	529-07-9801	6750	8/30/72	
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)		
6,000	part	H. Tracy Hall, Inc. 87-0293951 1190 Columbia Lane Provo, Utah 84601		

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979**

For calendar year 1979 or other taxable year  
beginning Sept 1, 1979, ending Aug 31, 1980

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

**Copy A**  
**File with**  
**Form 1120S**

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(1,384)	Schedule E, Part III
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II

<b>Part II</b> Losses from Section 465 Activities	Form 4952 line reference
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .	line 1

<b>Part III</b> Interest on Investment Indebtedness	Form 4625 line reference
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .	line 15
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .	line 5
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .	line 2 or 10
2 Net investment income or (loss) . . . . .	line 11 and 19
3 Excess expenses from "net lease property" . . . . .	line 20
4 Net capital gain attributable to investment property . . . . .	line 20

<b>Part IV</b> Items of Tax Preference (See Instructions)	Form 4625 line reference
1 Accelerated depreciation on: (a) Low income rental housing . . . . .	line 1(a)(1)
(b) Other real property . . . . .	line 1(a)(2)
(c) Personal property subject to a lease . . . . .	line 1(b)
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .	line 1(c), (d), (e) and (f)
3 Reserves for losses on bad debts of financial institutions . . . . .	line 1(g)
4 Depletion . . . . .	line 1(i)
5 Intangible drilling costs . . . . .	line 1(j)
6 Net capital gain (after tax) (see General Instruction A) . . . . .	

<b>Part V</b> Property Eligible for Investment Credit	Form 3468 line reference
Basis of new investment property	
(a) 3 or more but less than 5 years . . . . .	line 1(a)
(b) 5 or more but less than 7 years . . . . .	line 1(b)
(c) 7 or more years . . . . .	line 1(c)
New commuter highway vehicle	
(d) 3 or more years . . . . .	line 1(d)
Qualified progress expenditures	
(e) 7 or more years   1974 through 1978 . . . . .	line 1(e)
(f) 7 or more years   1979 . . . . .	line 1(f)
Cost of used investment property	
(g) 3 or more but less than 5 years . . . . .	line 1(g)
(h) 5 or more but less than 7 years . . . . .	line 1(h)
(i) 7 or more years . . . . .	line 1(i)
Used commuter highway vehicle	
(j) 3 or more years . . . . .	line 1(j)

<b>Part VI</b> Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)										
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 × column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 × column 10)	
A										
B										

<b>Part VII</b> Jobs Credit	(a) Amount	Form 5884 line reference
1 Jobs credit . . . . .		line 9

<b>Part VIII</b> Other Information		
1. Name and address of shareholder	2. Social security number	3. Stock ownership
		Number of shares
		Date acquired
		Date of disposition
Ida Rose Hall 1711 N. Lambert Lane, Provo, UT 84601	529-10-1716	6,000 8/30/72
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)
NONE	NONE	H. Tracy Hall, Inc. 87-0293951 1190 Columbia Lane Provo, Utah 84601

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979** For calendar year 1979 or other taxable year

beginning Sept 1, 1979, ending Aug 31, 1980.

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
File with  
Form 1120S

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.								
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III								
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II								
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II								
<b>Part II</b> Losses from Section 465 Activities										
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .										
<b>Part III</b> Interest on Investment Indebtedness										
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .		Form 4952 line reference line 1								
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .		line 15								
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .		line 5								
2 Net investment income or (loss) . . . . .		line 2 or 10								
3 Excess expenses from "net lease property" . . . . .		line 11 and 19								
4 Net capital gain attributable to investment property . . . . .		line 20								
<b>Part IV</b> Items of Tax Preference (See Instructions)										
1 Accelerated depreciation on: (a) Low income rental housing . . . . .		Form 4625 line reference line 1(a)(1)								
(b) Other real property . . . . .		line 1(a)(2)								
(c) Personal property subject to a lease . . . . .		line 1(b)								
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .		line 1(c), (d), (e) and (f)								
3 Reserves for losses on bad debts of financial institutions . . . . .		line 1(g)								
4 Depletion . . . . .		line 1(i)								
5 Intangible drilling costs . . . . .		line 1(j)								
6 Net capital gain (after tax) (see General Instruction A) . . . . .										
<b>Part V</b> Property Eligible for Investment Credit										
Basis of new investment property	(a) 3 or more but less than 5 years . . . . . (b) 5 or more but less than 7 years . . . . . (c) 7 or more years . . . . .	Form 3468 line reference line 1(a) line 1(b) line 1(c)								
New commuter highway vehicle	(d) 3 or more years . . . . .	line 1(d)								
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . . (f) 7 or more years   1979 . . . . .	line 1(e) line 1(f)								
Cost of used investment property	(g) 3 or more but less than 5 years . . . . . (h) 5 or more but less than 7 years . . . . . (i) 7 or more years . . . . .	line 1(g) line 1(h) line 1(i)								
Used commuter highway vehicle	(j) 3 or more years . . . . .	line 1(j)								
<b>Part VI</b> Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)										
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 × column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 × column 10)	
A										
B										
<b>Part VII</b> Jobs Credit						(a) Amount	Form 5884 line reference			
1 Jobs credit . . . . .							line 9			
<b>Part VIII</b> Other Information										
1. Name and address of shareholder					2. Social security number		3. Stock ownership			
Nancy Mecham 1711 North Lambert Lane, Provo, UT 84601					529-94-9795		Number of shares 1,750	Period held		Date of disposition
								Date acquired		
4. Compensation		5. Percentage of time devoted to business		6. Corporation's name, identifying number, and address (including ZIP code)						
NONE		NONE		H. Tracy Hall, Inc. 1190 Columbia Lane Provo, UT 84601 87-0293951						

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979**

For calendar year 1979 or other taxable year

beginning Sept 1, 1979, ending Aug 31, 1980

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
File with  
Form 1120S

Part I Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II

Part II Losses from Section 465 Activities	Form 4952 line reference
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .	line 1

Part III Interest on Investment Indebtedness	Form 4625 line reference
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .	line 15
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .	line 5
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .	line 2 or 10
2 Net investment income or (loss) . . . . .	line 11 and 19
3 Excess expenses from "net lease property" . . . . .	line 20
4 Net capital gain attributable to investment property . . . . .	

Part IV Items of Tax Preference (See Instructions)	Form 4625 line reference
1 Accelerated depreciation on: (a) Low income rental housing . . . . .	line 1(a)(1)
(b) Other real property . . . . .	line 1(a)(2)
(c) Personal property subject to a lease . . . . .	line 1(b)
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .	line 1(c), (d), (e) and (f)
3 Reserves for losses on bad debts of financial institutions . . . . .	line 1(g)
4 Depletion . . . . .	line 1(i)
5 Intangible drilling costs . . . . .	line 1(j)
6 Net capital gain (after tax) (see General Instruction A) . . . . .	

Part V Property Eligible for Investment Credit	Form 3468 line reference	
Basis of new investment property	(a) 3 or more but less than 5 years . . . . .	line 1(a)
	(b) 5 or more but less than 7 years . . . . .	line 1(b)
	(c) 7 or more years . . . . .	line 1(c)
New commuter highway vehicle	(d) 3 or more years . . . . .	line 1(d)
	(e) 7 or more years   1974 through 1978 . . . . .	line 1(e)
Qualified progress expenditures	(f) 7 or more years   1979 . . . . .	line 1(f)
	(g) 3 or more but less than 5 years . . . . .	line 1(g)
Cost of used investment property	(h) 5 or more but less than 7 years . . . . .	line 1(h)
	(i) 7 or more years . . . . .	line 1(i)
Used commuter highway vehicle	(j) 3 or more years . . . . .	line 1(j)

Part VI Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)										
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 x column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 x column 10)	
A										
B										

Part VII Jobs Credit	(a) Amount	Form 5884 line reference
1 Jobs credit . . . . .		line 9

Part VIII Other Information					
1. Name and address of shareholder		2. Social security number	3. Stock ownership		
			Number of shares	Period held	
				Date acquired	Date of disposition
Charlotte Weight 12929 Edwards Rd., La Marada, Cal.		528-80-8152	1,750	9/3/72	
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)			
NONE	NONE	H. Tracy Hall, Inc. 87-0293951 1190 Columbia Lane Provo, Utah 84601			

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979**

For calendar year 1979 or other taxable year  
beginning Sept 1, 1979, ending Aug 31, 19 80

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
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Form 1120S

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.							
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<b>Part II</b> Losses from Section 465 Activities									
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<b>Part III</b> Interest on Investment Indebtedness									
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .		line 1							
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2 Net investment income or (loss) . . . . .		line 2 or 10							
3 Excess expenses from "net lease property" . . . . .		line 11 and 19							
4 Net capital gain attributable to investment property . . . . .		line 20							
<b>Part IV</b> Items of Tax Preference (See Instructions)									
1 Accelerated depreciation on: (a) Low income rental housing . . . . .		Form 4625 line reference							
(b) Other real property . . . . .		line 1(a)(1)							
(c) Personal property subject to a lease . . . . .		line 1(a)(2)							
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .		line 1(b)							
3 Reserves for losses on bad debts of financial institutions . . . . .		line 1(c), (d), (e) and (f)							
4 Depletion . . . . .		line 1(g)							
5 Intangible drilling costs . . . . .		line 1(i)							
6 Net capital gain (after tax) (see General Instruction A) . . . . .		line 1(j)							
<b>Part V</b> Property Eligible for Investment Credit									
Basis of new investment property	(a) 3 or more but less than 5 years . . . . . (b) 5 or more but less than 7 years . . . . . (c) 7 or more years . . . . .	42							
New commuter highway vehicle	(d) 3 or more years . . . . .								
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . . (f) 7 or more years   1979 . . . . .								
Cost of used investment property	(g) 3 or more but less than 5 years . . . . . (h) 5 or more but less than 7 years . . . . . (i) 7 or more years . . . . .								
Used commuter highway vehicle	(j) 3 or more years . . . . .								
<b>Part VI</b> Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)									
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 × column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 × column 10)
A									
B									
<b>Part VII</b> Jobs Credit						(a) Amount	Form 5884 line reference		
1 Jobs credit . . . . .							line 9		
<b>Part VIII</b> Other Information									
1. Name and address of shareholder				2. Social security number		3. Stock ownership			
Virginia Wood 3804 N 18th, Arlington, Virginia				528-78-8080		Number of shares		Period held	
						1,750		Date acquired   Date of disposition	
						9/3/72			
4. Compensation		5. Percentage of time devoted to business		6. Corporation's name, identifying number, and address (including ZIP code)					
NONE		NONE		H. Tracy Hall, Inc. 1190 Columbia Lane Provo, Utah 84601					
						87-0293951			

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979**

For calendar year 1979 or other taxable year

beginning Sept 1, 1979, ending Aug 31, 19 80

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
File with  
Form 1120S

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.							
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III							
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II							
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II							
<b>Part II</b> Losses from Section 465 Activities									
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .									
<b>Part III</b> Interest on Investment Indebtedness									
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .		Form 4952 line reference line 1							
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .		line 15							
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .		line 5							
2 Net investment income or (loss) . . . . .		line 2 or 10							
3 Excess expenses from "net lease property" . . . . .		line 11 and 19							
4 Net capital gain attributable to investment property . . . . .		line 20							
<b>Part IV</b> Items of Tax Preference (See Instructions)									
1 Accelerated depreciation on: (a) Low income rental housing . . . . .		Form 4625 line reference line 1(a)(1)							
(b) Other real property . . . . .		line 1(a)(2)							
(c) Personal property subject to a lease . . . . .		line 1(b)							
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .		line 1(c), (d), (e) and (f)							
3 Reserves for losses on bad debts of financial institutions . . . . .		line 1(g)							
4 Depletion . . . . .		line 1(i)							
5 Intangible drilling costs . . . . .		line 1(j)							
6 Net capital gain (after tax) (see General Instruction A) . . . . .									
<b>Part V</b> Property Eligible for Investment Credit									
Basis of new investment property	(a) 3 or more but less than 5 years . . . . . (b) 5 or more but less than 7 years . . . . . (c) 7 or more years . . . . .	Form 3468 line reference line 1(a) line 1(b) line 1(c)							
New commuter highway vehicle	(d) 3 or more years . . . . .	line 1(d)							
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . . (f) 7 or more years   1979 . . . . .	line 1(e) line 1(f)							
Cost of used investment property	(g) 3 or more but less than 5 years . . . . . (h) 5 or more but less than 7 years . . . . . (i) 7 or more years . . . . .	line 1(g) line 1(h) line 1(i)							
Used commuter highway vehicle	(j) 3 or more years . . . . .	line 1(j)							
<b>Part VI</b> Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)									
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 x column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 x column 10)
A									
B									
<b>Part VII</b> Jobs Credit						(a) Amount	Form 5884 line reference		
1 Jobs credit . . . . .							line 9		
<b>Part VIII</b> Other Information									
1. Name and address of shareholder				2. Social security number		3. Stock ownership			
J. Martin Neel San Jose, Calif				29-66-7245		Number of shares		Period held	
						1,750		Date acquired   Date of disposition	
						9/3/72			
4. Compensation		5. Percentage of time devoted to business		6. Corporation's name, identifying number, and address (including ZIP code)					
NONE		NONE		H. Tracy Hall, Inc. 87-0293951 1190 Columbia Lane Provo, Utah 84601					



**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979** For calendar year 1979 or other taxable year

beginning Sept. 1, 1979, ending Aug 31, 1980

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

Copy A  
File with  
Form 1120S

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.								
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III								
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II								
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II								
<b>Part II</b> Losses from Section 465 Activities										
1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .										
<b>Part III</b> Interest on Investment Indebtedness										
1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .		Form 4952 line reference line 1								
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .		line 15								
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .		line 5								
2 Net investment income or (loss) . . . . .		line 2 or 10								
3 Excess expenses from "net lease property" . . . . .		line 11 and 19								
4 Net capital gain attributable to investment property . . . . .		line 20								
<b>Part IV</b> Items of Tax Preference (See Instructions)										
1 Accelerated depreciation on: (a) Low income rental housing . . . . .		Form 4625 line reference line 1(a)(1)								
(b) Other real property . . . . .		line 1(a)(2)								
(c) Personal property subject to a lease . . . . .		line 1(b)								
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .		line 1(c), (d), (e) and (f)								
3 Reserves for losses on bad debts of financial institutions . . . . .		line 1(g)								
4 Depletion . . . . .		line 1(i)								
5 Intangible drilling costs . . . . .		line 1(j)								
6 Net capital gain (after tax) (see General Instruction A) . . . . .										
<b>Part V</b> Property Eligible for Investment Credit										
Basis of new investment property	(a) 3 or more but less than 5 years . . . . .	Form 3468 line reference line 1(a)								
	(b) 5 or more but less than 7 years . . . . .	line 1(b)								
	(c) 7 or more years . . . . .	41 line 1(c)								
New commuter highway vehicle	(d) 3 or more years . . . . .	line 1(d)								
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . .	line 1(e)								
	(f) 7 or more years   1979 . . . . .	line 1(f)								
Cost of used investment property	(g) 3 or more but less than 5 years . . . . .	line 1(g)								
	(h) 5 or more but less than 7 years . . . . .	line 1(h)								
	(i) 7 or more years . . . . .	line 1(i)								
Used commuter highway vehicle	(j) 3 or more years . . . . .	line 1(j)								
<b>Part VI</b> Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)										
(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 x column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 x column 10)	
A										
B										
<b>Part VII</b> Jobs Credit						(a) Amount	Form 5884 line reference			
1 Jobs credit . . . . .							line 9			
<b>Part VIII</b> Other Information										
1. Name and address of shareholder					2. Social security number		3. Stock ownership			
Daniel Bartholomew 80 Greenwich Ave, White Plains, N.Y.					529-56-9730		Number of shares 1,750	Period held		Date of disposition
								Date acquired	9/3/72	
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)								
NONE	NONE	H. Tracy Hall, Inc. 1190 Columbia Lane Provo, Utah 84601								
							87-0293951			

**SCHEDULE K-1**  
**(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable Income, etc.—1979**

For calendar year 1979 or other taxable year  
beginning Sept 1, 1979, ending Aug 31, 1980

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

**Copy A**  
**File with**  
**Form 1120S**

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II

**Part II** Losses from Section 465 Activities

1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .

**Part III** Interest on Investment Indebtedness

1 (a) Interest on investment indebtedness incurred before 12-17-69 . . . . .		Form 4952 line reference line 1
(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .		line 15
(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .		line 5
2 Net investment income or (loss) . . . . .		line 2 or 10
3 Excess expenses from "net lease property" . . . . .		line 11 and 19
4 Net capital gain attributable to investment property . . . . .		line 20

**Part IV** Items of Tax Preference (See Instructions)

1 Accelerated depreciation on: (a) Low income rental housing . . . . .		Form 4625 line reference line 1(a)(1)
(b) Other real property . . . . .		line 1(a)(2)
(c) Personal property subject to a lease . . . . .		line 1(b)
2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .		line 1(c), (d), (e) and (f)
3 Reserves for losses on bad debts of financial institutions . . . . .		line 1(g)
4 Depletion . . . . .		line 1(i)
5 Intangible drilling costs . . . . .		line 1(j)
6 Net capital gain (after tax) (see General Instruction A) . . . . .		

**Part V** Property Eligible for Investment Credit

Basis of new investment property	(a) 3 or more but less than 5 years . . . . .								Form 3468 line reference line 1(a)
	(b) 5 or more but less than 7 years . . . . .								line 1(b)
	(c) 7 or more years . . . . .					41			line 1(c)
New commuter highway vehicle	(d) 3 or more years . . . . .								line 1(d)
Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . .								line 1(e)
	(f) 7 or more years   1979 . . . . .								line 1(f)
Cost of used investment property	(g) 3 or more but less than 5 years . . . . .								line 1(g)
	(h) 5 or more but less than 7 years . . . . .								line 1(h)
	(i) 7 or more years . . . . .								line 1(i)
Used commuter highway vehicle	(j) 3 or more years . . . . .								line 1(j)

**Part VI** Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)

(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 x column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 x column 10)
A									
B									

**Part VII** Jobs Credit

1 Jobs credit . . . . .

**Part VIII** Other Information

1. Name and address of shareholder		2. Social security number		3. Stock ownership	
David R. Hall 738 E 2680 N., Provo, Utah 84601		528-66-4787		Number of shares	Period held Date acquired   Date of disposition
				1,750	9/3/72
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)			
NONE	NONE	H. Tracy Hall, Inc. 1190 Columbia Lane Provo, Utah 84601			
		87-0293951			

**SCHEDULE K-1  
(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

**Shareholder's Share of Undistributed Taxable  
Income, etc.—1979**

For calendar year 1979 or other taxable year

beginning Sept 1, 1979, ending Aug 31, 19 80

(Complete a separate Schedule K-1 for each shareholder—See instructions on back of Copy C)

**Copy A  
File with  
Form 1120S**

<b>Part I</b> Income	(a) Amount	(b) Form 1040 filers enter col. (a) amount as indicated below. Form 1041 filers enter col. (a) amount in corresponding line of that form.
1 Undistributed taxable income—ordinary income or (loss) . . . . .	(403)	Schedule E, Part III
2 (a) Undistributed taxable income—net long-term capital gain from transactions entered into after 10/31/78 (after tax) . . . . .		Schedule D, Part II
(b) Undistributed taxable income—net long-term capital gain from transactions entered into before 11/1/78 (after tax) . . . . .		Schedule D, Part II

**Part II Losses from Section 465 Activities**

1 Shareholder's distributive share of losses from section 465 activities (see instructions) . . . . .

**Part III Interest on Investment Indebtedness**

(a) Interest on investment indebtedness incurred before 12-17-69 . . . . .	(b) Interest on investment indebtedness incurred before 9-11-75 but after 12-16-69 . . . . .	(c) Interest on investment indebtedness incurred after 9-10-75 . . . . .	2 Net investment income or (loss) . . . . .	3 Excess expenses from "net lease property" . . . . .	4 Net capital gain attributable to investment property . . . . .	Form 4952 line reference
						line 1
						line 15
						line 5
						line 2 or 10
						line 11 and 19
						line 20

**Part IV Items of Tax Preference (See Instructions)**

1 Accelerated depreciation on: (a) Low income rental housing . . . . .	(b) Other real property . . . . .	(c) Personal property subject to a lease . . . . .	2 Amortization: (a) . . . . ., (b) . . . . ., (c) . . . . ., (d) . . . . .	3 Reserves for losses on bad debts of financial institutions . . . . .	4 Depletion . . . . .	5 Intangible drilling costs . . . . .	6 Net capital gain (after tax) (see General Instruction A) . . . . .	Form 4625 line reference
								line 1(a)(1)
								line 1(a)(2)
								line 1(b)
								line 1(c), (d), (e) and (f)
								line 1(g)
								line 1(i)
								line 1(j)

**Part V Property Eligible for Investment Credit**

Basis of new investment property	(a) 3 or more but less than 5 years . . . . .	(b) 5 or more but less than 7 years . . . . .	(c) 7 or more years . . . . .	New commuter highway vehicle	(d) 3 or more years . . . . .	Qualified progress expenditures	(e) 7 or more years   1974 through 1978 . . . . .	(f) 7 or more years   1979 . . . . .	Cost of used investment property	(g) 3 or more but less than 5 years . . . . .	(h) 5 or more but less than 7 years . . . . .	(i) 7 or more years . . . . .	Used commuter highway vehicle	(j) 3 or more years . . . . .	Form 3468 line reference
															line 1(a)
															line 1(b)
															line 1(c)
															line 1(d)
															line 1(e)
															line 1(f)
															line 1(g)
															line 1(h)
															line 1(i)
															line 1(j)

**Part VI Property Used in Recomputing a Prior Year Investment Credit (Enter in corresponding column of Form 4255.)**

(1) Description of property (also state whether new or used)	(2) Date placed in service	(3) Cost or basis	(4) Estimated useful life	(5) Applicable percentage	(6) Original qualified investment (column 3 x column 5)	(8) Date item ceased to be investment credit property	(9) Period actually used	(10) Applicable percentage	(11) Qualified investment (column 3 x column 10)
A									
B									

**Part VII Jobs Credit**

1 Jobs credit . . . . .

**Part VIII Other Information**

1. Name and address of shareholder		2. Social security number	3. Stock ownership		
			Number of shares	Period held	
				Date acquired	Date of disposition
H. Tracy Hall, JR. 634 N. 550 E., Orem, Utah 84057		528-66-3544	1,750	9/3/72	
4. Compensation	5. Percentage of time devoted to business	6. Corporation's name, identifying number, and address (including ZIP code)			
NONE	NONE	H. Tracy Hall, Inc 1190 Columbia Lane Provo, Utah 84601			
87-0293951					

H. TRACY HALL, INC.

87-0293951

SCHEDULE OF OTHER DEDUCTIONS

Year ended August 31, 1980

Utilities	\$ 260
Travel	1,393
Publications and dues	499
Insurance	477
Freight	146
Professional fees	275
Miscellaneous	<u>110</u>
Total	<u>\$3,160</u>



<b>L (1)</b> Did you claim a deduction for expenses connected with:	Yes	No
(a) Entertainment facility (boat, resort, ranch, etc.)? . . . . .		X
(b) Living accommodations (except for employees on business)? . . . . .		X
(c) Employees attending conventions or meetings outside the U.S. or its possessions? . . . . .		X
(d) Employee's families at conventions or meetings? . . . . .		X
If "Yes," were any of these conventions or meetings outside the United States or its possessions? . . . . .		X
(e) Employee or family vacations not reported on Form W-2? . . . . .		X
(2) Enter total amount claimed on Form 1120S for entertainment, entertainment facilities, gifts, travel, and conventions of the type for which substantiation is required under section 274(d). (See instruction U.) ▶ 1,393	X	X
<b>M</b> Did you file all required Forms 1087, 1096, and 1099? . . . . .	X	
<b>N</b> At any time during the tax year, did you have an interest in or a signature or other authority over a bank account, securities account, or other financial account in a foreign country (see instruction R)? . . . . .		X
<b>O</b> Were you the grantor of, or transferor to, a foreign trust which existed during the current tax year, whether or not you have any beneficial interest in it? If "Yes," you may have to file Forms 3520, 3520-A or 926 . . . . .		X
<b>P</b> During this tax year was any part of your tax accounting records maintained on a computerized system? . . . . .		X
<b>Q (1)</b> Did you elect to claim amortization (under section 191) or depreciation (under section 167(o)) for a rehabilitated certified historic structure (see instruction for line 20)? . . . . .		X
(2) Amortizable basis (see instruction for line 20) ▶		X

**Schedule K** Computation of Undistributed Taxable Income and Summary of Distributions and Other Items  
 Computation of Corporation's Undistributed Taxable Income

1 Taxable income (line 28, page 1) . . . . .		(5,763)		
2 Less: (a) Money distributed as dividends out of earnings and profits of the tax year . . . . .				
(b) Tax imposed on certain capital gains (line 31, page 1) . . . . .				
3 Corporation's undistributed taxable income . . . . .		(5,763)		
4 Actual dividend distributions taxable as ordinary income. (Do not include amounts shown on line 6) . . . . .				
5 Actual dividend distributions taxable as long-term capital gains (after tax) . . . . .				
6 Actual dividend distributions taxable as ordinary income and qualifying for dividend exclusion . . . . .				
7 Nondividend distributions . . . . .				
8 Undistributed taxable income—taxable as ordinary income or (loss) . . . . .		(5,763)		
9 (a) Undistributed taxable income—taxable as long-term capital gain (after tax) (see instructions) . . . . .				
(b) Portion of line 9(a) attributable to transactions after 10-31-78 (after tax) (if a loss, enter zero) . . . . .				
(c) Portion of line 9(a) attributable to transactions before 11-1-78—Subtract line 9(b) from 9(a) . . . . .				
<b>10 Investment credit property</b>		Cost or basis		
Property Qualified for Investment Credit	Basis of new investment property	(a) 3 or more but less than 5 years . . . . .		
		(b) 5 or more but less than 7 years . . . . .		
		(c) 7 or more years . . . . .	591	
	New commuter highway vehicle	(d) 3 or more . . . . .		
	Qualified progress expenditures	(e) 7 or more years	1974 through 1978 . . . . .	
		(f) 7 or more years	1979 . . . . .	
	Cost of used investment property	(g) 3 or more but less than 5 years . . . . .		
		(h) 5 or more but less than 7 years . . . . .		
		(i) 7 or more years . . . . .		
	Used commuter highway vehicle	(j) 3 or more . . . . .		
<b>11 Interest on investment indebtedness:</b>		/		
(a) (1) Interest on investment indebtedness incurred before 12-17-69 . . . . .				
(2) Interest on investment indebtedness incurred before 9-11-75, but after 12-16-69 . . . . .				
(3) Interest on investment indebtedness incurred after 9-10-75 . . . . .				
(b) Net investment income or (loss) . . . . .				
(c) Excess expenses from "net lease property" . . . . .				
(d) Net capital gain attributable to investment property . . . . .				
<b>12 Items of tax preference (see instructions):</b> (a) Accelerated depreciation on—(1) Low income rental housing . . . . .				
(2) Other real property . . . . .				
(3) Personal property subject to a lease . . . . .				
(b) Amortization: (1) . . . . ., (2) . . . . ., (3) . . . . ., (4) . . . . .				
(c) Reserve for losses on bad debts of financial institutions . . . . .				
(d) Depletion . . . . .				
(e) Intangible drilling costs . . . . .				
(f) Net capital gain (after tax) . . . . .				
<b>13 Jobs credit</b> . . . . .				

**Schedule L Balance Sheets**

	Beginning of tax year		End of tax year	
	(A) Amount	(B) Total	(C) Amount	(D) Total
<b>Assets</b>				
1 Cash . . . . .		6,550		3,421
2 Trade notes and accounts receivable . . . . .				
(a) Less allowances for bad debts . . . . .				
3 Inventories . . . . .				
4 Gov't obligations: (a) U.S. and instrumentalities . . . . .				
(b) State, subdivisions thereof, etc. . . . .				
5 Other current assets (attach schedule) . . . . .		1,393		1,393
6 Loans to shareholders . . . . .				
7 Mortgage and real estate loans . . . . .				
8 Other investments (attach schedule) . . . . .				
9 Buildings and other fixed depreciable assets . . . . .	33,277		33,868	
(a) Less accumulated depreciation . . . . .	24,121	9,156	27,346	6,522
10 Depletable assets . . . . .				
(a) Less accumulated depletion . . . . .				
11 Land (net of any amortization) . . . . .				
12 Intangible assets (amortizable only) . . . . .				
(a) Less accumulated amortization . . . . .				
13 Other assets (attach schedule) . . . . .				
14 Total assets . . . . .		17,099		11,336
<b>Liabilities and Shareholders' Equity</b>				
15 Accounts payable . . . . .				
16 Mtges., notes, bonds payable in less than 1 year . . . . .				
17 Other current liabilities (attach schedule) . . . . .				
18 Loans from shareholders . . . . .		11,427		11,427
19 Mtges., notes, bonds payable in 1 year or more . . . . .		2,500		2,500
20 Other liabilities (attach schedule) . . . . .				
21 Capital stock . . . . .		25,000		25,000
22 Paid-in or capital surplus . . . . .				
23 Retained earnings—appropriated (attach schedule) . . . . .				
24 Retained earnings—unappropriated . . . . .		(523)		(523)
25 Shareholders' undistributed taxable income previously taxed . . . . .		(21,305)		(27,068)
26 Less cost of treasury stock . . . . .		( )		( )
27 Total liabilities and shareholders' equity . . . . .		17,099		11,336

**Schedule M-1 Reconciliation of Income Per Books With Income Per Return**

1 Net income per books . . . . .	(5,763)	7 Income recorded on books this year not included in this return (itemize)	
2 Federal income tax . . . . .		(a) Tax-exempt interest \$ . . . . .	
3 Excess of capital losses over capital gains . . . . .		8 Deductions in this tax return not charged against book income this year (itemize)	
4 Income subject to tax not recorded on books this year (itemize) . . . . .		(a) Depreciation . . . . \$ . . . . .	
5 Expenses recorded on books this year not deducted in this return (itemize)		9 Total of lines 7 and 8 . . . . .	
(a) Depreciation . . . . \$ . . . . .		10 Income (line 28, page 1)—line 6 less line 9 . . . . .	(5,763)
6 Total of lines 1 through 5 . . . . .	(5,763)		

**Schedule M-2 Analysis of Unappropriated Retained Earnings Per Books (line 24 above)**

1 Balance at beginning of year . . . . .	(523)	5 Distributions out of current or accumulated earnings and profits: (a) Cash . . . . .	
2 Net income per books . . . . .	(5,763)	(b) Stock . . . . .	
3 Other increases (itemize) . . . . .		(c) Property . . . . .	
		6 Current year's undistributed taxable income or net operating loss (total of lines 8 and 9(a), Schedule K) . . . . .	(5,763)
		7 Other decreases (itemize) . . . . .	
		8 Total of lines 5, 6, and 7 . . . . .	(5,763)
4 Total of lines 1, 2, and 3 . . . . .	(6,286)	9 Balance at end of year (line 4 less line 8) . . . . .	(523)

Form TC-20S

Completed Return is to be filed with or mailed to STATE TAX COMMISSION OF UTAH State Office Building Salt Lake City, Utah 84134

UTAH SMALL BUSINESS CORPORATION FRANCHISE TAX RETURN

For Calendar Year 1979

or other taxable year beginning Sept 1, 1979, ending Aug 31, 1980

1979

Federal Identification Number 87-0293951

Utah Sec. of State Number 057676

Returns made on the basis of the calendar year 1979 shall be filed with the State Tax Commission, State Office Bldg., Salt Lake City, Utah 84134, on or before April 15, 1980, Returns made on the basis of a fiscal year shall be filed on or before the fifteenth day of the fourth month following the close of the fiscal year.

H. Tracy Hall, Inc. 1190 Columbia Lane Provo, Utah 84601

(If name, address and zip code are incorrectly printed in above space, please correct)

SUPPLEMENTAL INFORMATION (To be supplied by all corporations)

A. Distributions to shareholders out of earnings accumulated prior to January 1, 1973, \$ NONE

past examinations still pending? NONE

B. What is the latest year or years for which a Federal Examination has been completed? NONE. Attach a summary of the Federal adjustments and the adjusted Federal tax liability for each year for which Federal audit adjustments have not already been reported to the Tax Commission, and indicate date of final determination.

(2) With respect to what year or years have extensions for period of proposing additional assessments of Federal tax been agreed to with the Internal Revenue Service? NONE. Attach schedule giving complete details.

C. (1) With respect to what year or years are Federal examinations now in progress, or final determinations of

Note: Automatic extension of statute of limitations is provided by Section 59-13-40 of the Utah Code for failure to report fully the information required by Questions (B) and (C).

NOTE: A copy of the Federal return (1120S) and supporting schedules must be attached to this return.

Table with 11 rows for tax calculations. Includes columns for description, amount, and tax. Row 1: Taxable income from page 1 of federal form 1120S \$ (5,763). Row 2: Deduct: Income subject to federal tax from schedule J form 1120S \$ (5,763). Row 3: Line 1 less line 2 \$ (4,149). Row 4: Percentage of ownership represented by: (See instruction 6) (a) Resident shares 18,000 72%, (b) Non-resident shares 7,000 25%, Total - equals 100% 25,000 100%. Row 5: Line 3 multiplied by percent in line 4(a) \$ (1,614). Row 6: Line 3 less line 5 \$ (1,614). Row 7: Amount on line 2 \$ (1,614). Row 8: Net Income (line 6 plus line 7) \$ (1,614). Row 9: Income allocated to Utah, from line 11, Schedule N, Page 2, (Applicable only if corporation is taxable in another state) \$ (1,614). Row 10: Net income subject to Utah franchise tax from line 8 or 9, whichever is applicable \$ (1,614). Row 11: Tax: 4% of line 10 (No Minimum) \$ NONE. Underestimate penalty \$, Late filing penalty \$, Extension interest \$, Late filing interest \$, Total \$, Credits: Off highway Utah agricultural gas tax \$, Advance payment \$, Amount due \$ NONE, Overpayment to be refunded \$.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete. If prepared by a person other than the taxpayer, his declaration is based on all information of which he has any knowledge.

Date Signature of officer President Title Date Individual or firm signature of preparer Address