TAX PAYER COPY

artment of the Treasury	Income Tax Return for calendar year 1977 or other taxable year beginning September 1, 1977, ending August	31 1978	1977-78
ate of election as small		Z.A, 15.7	C Employer identification no.
usiness corporation	Name H. Tracy Hall, Inc. Number and street 1190 Columbia Lane City or town, State, and ZIP code Provo, Utah 84601		
ept. 3, 1972	Number and street	C Discount of the last	87-0293951
usiness Code No. (see	1190 Columbia Lane		D Date incorporated
age 7 of instructions)	City or town, State, and ZIP code		August 30, 197
8599	Provo, Utah 84601		E Enter total assets from line 14, column (D), Schedule L
ORTANT—All applicable lin	es and schedules must be filled in. If the lines on the schedules are not sufficient,	see instruction N.	(See instruction R)
Note: If se	tion 465 (deductions limited to amount at-risk) applies, see instruction	for line 28.	\$ 29,060
THE RESERVE AND ADDRESS OF THE PARTY OF THE	gross sales 8,652 Less: Returns and allowances		8,652
	ods sold (Schedule A) and/or operations (attach schedule)		
A COLOR AND AND ADMINISTRATION OF THE PROPERTY	ous sold (schedule A) and/or operations (attach schedule)	1 2 1	8,652
		4(a)	
	vidends		
	lends	5	
	tions of the U.S. and U.S. instrumentalities	6	171
		7	
		8	
	(attach separate Schedule D (Form 1120S) and/or Form 4797):	0(-)	
	m capital gain reduced by any net long-term capital loss		
	ain (if more than \$25,000, see instructions)		
	or (loss) from Part II, Form 4797		,
	ee instructions—attach schedule)	10	0.000
11 TOTAL in	come—Add lines 3 through 10		8,823
12 Compensation o	f officers (Schedule E)	12	
13 Salaries and was	res (not deducted elsewhere)	13	
14 Repairs (see ins	tructions)	14	
15 Bad debts (Sche	dule F if reserve method is used)	15	
16 Rents		16	97
17 Taxes (attach so	hedule)	17	6
		18	1,005
19 Contributions (no	ot over 5% of line 28 adjusted per instructions—attach schedule)	19	
	ach schedule)	20	5
	n Form 4562 (attach Form 4562)4, 377, less dej	recia-	
	chedule A and elsewhere on return, Bala		4,377
	schedule)	. 22	
23 Advertising .		23	
The second secon	naring, etc. plans (see instructions) (enter number of plans) 24	
	t programs (see instructions)	25	
	(attach schedule)	26	4,108
	eductions—Add lines 12 through 26	27	9,598
	line 11 less line 27) (see instructions)	. 28	(775)
STATE AND DESCRIPTION OF STATE		29	NONE
A CONTRACTOR OF THE PARTY OF TH	e instructions—attach Form 4626)	30	
	es 29 and 30)	31	
	22/2		
	BECKER PERSON OF A TOTAL PERSON AND AND AND AND AND AND AND AND AND AN		
(c) Cre	dit for U.S. tax on special fuels, nonhighway gas, and 32(c)	alle a tipel	
lubi	icating oil (attach Form 4136)	1 00	NONE
	1 less line 32). See instruction G for depositary method of payment		NONE
	(line 32 less line 31)	> 34	
Under penalties of perjury, I ect. and complete. Declaration	declare that I have examined this return, including accompanying schedules and statements, and of preparer (other than taxpayer) is based on all information of which the preparer has any	nd to the best of my knowledge.	knowledge and belief it is true,
- 1	4		
H. Frac	4 Hall 27 Oct 1978 frauthand		529-14-
ignature of officer	Date Paid preparer's signature and ide	ntifying number (see Instructions)

Paid preparer's address (or employer's name, address, and identifying number)
1675 North 200 West

m >	40	4
	-	

	I age	d ,62 enil	ere and on	r is lesser). Enter h	(anoitour	er 30% of line 12. (See instr ome tax on capital gains (line	13 Ent
						ance (line 10 less line 11). (Se	
\$25,000.00		on the				tract \$25,000. (Statutory mini	
					(I ageq	capital gain (from line 9(b),	
			100			8 bns ,7 ,8 senil	
The State State In						d shill so %84 19	
1964 : 1						4 enil 10 %22 1e	
			,			S anil to %0S 19	5 Ent
						4 anil asal & e	-
		(enoitous)	p, see inst	of a controlled grou	r is lesser. (Members	er line 3 or \$25,000, whicheve	4 Ent
		100				S anil ssal I e	
				(enctions)		er \$25,000. (Members of a cor	
						able income (line 28, page 1)	xsT 1
				(on (See instructions	Stule J Tax Computation	Sche
	1 2 (7761
170			l:				9261
							9/61
	11			r Glants			4761
							1973
							1972
7. Reserve for bad debts at end of year	6. Amount charged sgainst reserve		ded to reserve 5. Reco	4. Current year's provision	3. Sales on account	2. Trade notes and accounts re- ceivable outstanding at end of year	1. Year
					sserve Method (See	edule F Bad Debts—Re	Sche
				I aged , SI an	-Enter here and on li	otal compensation of officers-)T
•••••							
-							
	To a series	stock owned					- 5
6. Expense account allowances	5. Amount of compensation	4. Percent- age of cor- poration	3. Time de- to betov seanizud	ocial security number	2. 5	1. Name of officer	
				(ZT HODON)	of Officers (See inst	dule E Compensation	PCUG
		12.4		(Cl acitour	100! 003) 0200!#() 10		100
N □ Yes □ No	ppening and clos-	petween o	snoiteulev	luantities, cost, or	ange in determining o	Was there any substantial ching inventory?	(9)
42.						regulations	(2)
-100	adt to II-ITA.I	h section	rdance wit	r inventory in acco		If you are a manufacturer, ch	(p)
ALL ALL MARKET						inventory computed under L	
	gnisolo fo (etnu	e (or amo	percentage	axable year, enter		If the LIFO inventory method	(5)
						If checked, attach Form 970.	
			. basu t	ons betgobs sew b		☐ Lower of cost or market ☐ Other (attach explanation Check if this is the first year	(q)
						Cost	
				ventory:	sed for total closing in	Check valuation method(s) us	(e) 8
			,	10 May 10 10		t of goods sold—Enter here a	
			1.5			s: Inventory at end of year .	
		17.10	1. TOTAL	tall by Fresh (A)	101-100-100	4 dguords I senil to le	
4			. 1.4.		The second of the	er costs (attach schedule) .	
100 0 0 0000	70,70,70,70		1.0		And September 1	segew bns seint	
		100				chandise bought for manufac	
	The state of the s	1 571 70	nya 1976 -	TOTAL TOTAL		entory at beginning of year	mul [
				(S noits	untani 992) blog	edule A Goods	Sche

TAX PAYER COPY

Department of the Treasury Internal Revenue Service

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977 For calendar year 1977 or other taxable year beginning September 1977, ending August 31 19.78

Part I	Income			and the same				(a) Amount	(b) Form 1040 f amount as indic 1041 filers enter corresponding lin	filers enter col. (a) cated below. Form col. (a) amount in the of that form.
1 Undistri	buted taxa	ble income—o	rdinary inc	ome or (loss)			(54)	Sch. E, Part	111
		ble income—lo							Sch. D, Part	11
Part II	Losses f	rom Section	465 Act	ivities						
		ive share of losses			ties (see instru	ctions)				
Part III	Interest	on Investmen	nt Indebt	edness					Form 4952 li	ne reference
1(a) Interest	on investr	nent indebtedn	ess incurre	ed prior to	December	17, 1	969		line 1	
		ment indebtedn								
The second second		6, 1969						i T-b	line 19	
		nent indebtedne			eptember 10	, 197	5		line 7	
	3 . 16 3 . 15 . 15	come or (loss)							line 2 or 120	(a)
	CHIEF THE CONTRACT CONTRACT	om "net lease							line 13 and	24
4 Net capi	ital gain a	ttributable to in	nvestment	property					line 25	
Part IV	Items of	Tax Prefere	nce (See	Instruc	ctions)				Form 4625 line	e reference
Accelerated	depreciat	ion on: (a) Low	income re	ntal housi	ng				line 1(b)(1)	
		rty							line 1(b)(2)	
		subject to a le							line 1(c)	
		, (b))			line 1(d), (e	e), (f) and (g)
		bad debts of f							line 1(h)	1 270
		· · · · ·							line 1(j)	
		sts							line 1(l)	
Y THE RESERVE OF THE PARTY OF T		er tax)								
		Eligible for				0 15			Form 3468 lin	
Basis of new	1	(a) 3 or more				· Value of I			line 1(a)	
nvestment	7 2	(b) 5 or more							line 1(b)	
property	1.00	(c) 7 or more						41	line 1(c)	
Oualified 1	974 197	5, and 1976 (line 1(d)	
orogress expenditures									line 1(e)	
THE STATE OF	ī					TAX 1			line 1(f)	
Cost of used nvestment		(f) 3 or more (g) 5 or more					The second second		line 1(g)	
property		(h) 7 or more							line 1(h)	
Part VI	Property	Used in Re	computin	g a Pric	or Year In	vestn	nent Cred	lit		
Tart VI	Порогсу	(1) Description of	property	5		1 (2) 1	Date placed	(3) Cost or basis	correspond to th	rs and headings ose on Form 4255
	لتكسلب	(Indicate whether ne	w or used)			In	service	Or Dasis	7//////////////////////////////////////	
3	-			-	- 1	-			-	
									-	
С	1			(8) Date		* 20			-	
(4) Estimated	(5) Application	a- (6) Original q investment	ualified ite	em ceased to be in-	(9) Actual useful		Applicable	(11) Qualified investment		
useful life	centage	3 x col.	5)	vestment dit property	life	pe	ercentage	(Col. 3 x col. 10)		
			CIE	- property						
									-	
				Jane 1					-	
Part VII	Now John	Credit				-	100	(4) 4-4-4	Form 5884 line	reference
The state of the s		utive share of	new John	auadit.				(a) Amount	line 18	reference
		nareholder In					• • • • • • • • • • • • • • • • • • • •		· IIIIC 10	The second
rait VIII	Other 3	iai enoider In	I				3. Stock owner	ship	A CHAIN CO.	5. Percentage of
1. 1	Name and add shareholder			al security mber	Number o	-	P	eriod held	4. Compensation	time devoted to business
			-		shares		Date acquired			To bosiness
Nancy H			529 -9	4-9795	1,750		9/1/74		NONE	NONE
Provo										

Provo, Utah 84601

SCHEDULE K-1 (Form 1120S) Department of the Treasury Internal Revenue Service

Shareholder's Share of Undistributed Taxable Income, etc.—1977

For calendar year 1977 or other taxable year August 31 1978

Part I	Income						(a) Amount	(b) Form 1040 amount as indi 1041 filers enter corresponding lin	filers enter col. (a) cated below. Form col. (a) amount in se of that form.
1 Undistrib	outed taxable	income—or	dinary income or (loss)	Alexander and		(54)	Sch. E, Part	111
			ng-term capital gai					Sch. D, Part	11
Part II	Losses fro	m Section	465 Activities		199-				
1 Shareholde	er's distributive	share of losses t	from section 465 activit	ties (see instru	ctions) .				
Part III	Interest on	Investmen	t Indebtedness					Form 4952 li	ne reference
1(a) Interest	on investmen	nt indebtedne	ss incurred prior to	December	17, 1969			line 1	
			ss incurred prior to						
		The second second second					<u> </u>	line 19	
	A STATE OF THE PARTY OF THE PAR		ss incurred after Se					line 7	
								line 2 or 12	(a)
			roperty"					line 13 and	24
4 Net capit	tal gain attri	butable to in	vestment property					line 25	
Part IV	Items of T	ax Preferen	nce (See Instruc	ctions)				Form 4625 lin	e reference
1 Accelerated	depreciation	on: (a) Low i	ncome rental housi	ng		. [line 1(b)(1)	
								line 1(b)(2)	
			se					line 1(c)	
			, (c)					line 1(d), (e	e), (f) and (g)
			nancial institutions					line 1(h)	
								line 1(j)	
								line 1(l)	
the state of the s								<i>"""</i>	
			Investment Cred		1 U.S.			Form 3468 li	
	1							line 1(a)	
Basis of new investment			but less than 5 year			1000		line 1(b)	
property			but less than 7 years				41	line 1(c)	
Qualified 1			years					line 1(d)	
progress	1977		e) 7 or more years					line 1(e)	
expenditures								line 1(f)	
Cost of used investment			but less than 5 yea					line 1(g)	Jan Jan Sala
property	100		but less than 7 yea					line 1(h)	100
Part VI			omputing a Price						
I all VI	(1) Description of p	roperty	or rout in	(2) Date pl	aced	(3) Cost	Column number	rs and headings ose on Form 4255
	(In	dicate whether new	or used)		in servic	0	or basis	· · · · · · · · · · · · · · · · · · ·	
Α			3					-	
В				-	district of			-	
С	1		1 (8) Date					-	
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qua investment (C 3 x col, 5)	col. to be in-	(9) Actual useful life	(10) Applic percentag		(11) Qualified investment (Col. 3 x col. 10)		
	Gent W				10000				
	18° 1								
					Telegraphic States				
Part VII	New Jobs C	redit		1000			(a) Amount	Form 5884 line	reference
1 Shareholder	's distributiv	e share of n	new jobs credit .					line 18	
Part VIII	Other Shar	eholder Inf	ormation	15.5		487			
1.10	ame and address	ot	2. Social security	-		k ownershi		4 Componenties	5. Percentage of
	shareholder		number	Number of shares		Perio	Date of disposition	4. Compensation	time devoted to business
Charlot Provo	**************		528-80-8152	1,75		1/74		NONE	NONE
Corporation's H. Trac	, Utah name, ident y Hall, lumbia L	Inc.	r, and address (in			1//4		NONE	NONE

Department of the Treasury Internal Revenue Service

1190 Columbia Lane Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977 beginning September 1 1977 or other taxable year August 31 19 78

Tail I	ncome					(a) Amount	(b) Form 1040 f amount as indic 1041 filers enter corresponding lin	ilers enter col. (a) cated below. Form col. (a) amount in e of that form.
1 Undistrib	uted taxable	income—ordin	ary income or (le	oss)		(54)	Sch. E, Part	Ш
2 Undistribi	uted taxable	income—long	term capital gair	after tax			Sch. D, Part	11
Part II	osses from	m Section 46	5 Activities					
1 Shareholder	's distributive	share of losses from	m section 465 activiti	ies (see instru	ctions)			
Part III	nterest on	Investment	Indebtedness				Form 4952 li	ne reference
			incurred prior to	December	17. 1969		line 1	
			incurred prior to					
							line 19	
			incurred after Se				line 7	
							line 2 or 120	(a)
			perty"				line 13 and	
3 Excess ex	al gain attri	butable to inve	stment property			1 2 2 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	line 25	
Part IV	ems of T	ax Preference	e (See Instruc	tions)			Form 4625 line	e reference
				00 00 00 00			line 1(b)(1)	
			ome rental housir				line 1(b)(2)	
						3	line 1(c)	LOG PER TERM
								e), (f) and (g)
			, (c)				line 1(h)	,, (1) and (8)
3 Reserves for	losses on b	ad debts of final	ncial institutions.				line 1(i)	
							line 1(l)	
5 Intangible de	rilling costs						//////////////////////////////////////	
			restment Credi					
Part V	roperty E	ligible for in	vestment Credi				Form 3468 lin	ie reference
Basis of new			t less than 5 year				line 1(a)	
property	(b) 5 or more bu	t less than 7 year	rs			line 1(b)	
property	(c) 7 or more ye	ars			41	line 1(c)	
	74, 1975, a	nd 1976 (d)	7 or more years.					
progress expenditures	1977	(e)	7 or more years.					
Cost of used	(f)	3 or more bu	t less than 5 year	rs				
investment			t less than 7 year				line 1(g)	
property	(h) 7 or more ye	ars				line 1(h)	
Part VI F	roperty U	sed in Recon	nputing a Prio	r Year In			Column numbe	rs and headings
1.12	(Inc	l) Description of prop	erty used)		(2) Date placed in service	(3) Cost or basis		ose on Form 4255
A								
В				- 4				
С		1.26			T SERVE			
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qualifi investment (Col. 3 x col. 5)	(8) Date item ceased to be in- vestment credit property	(9) Actual useful life	(10) Applicable percentage	(11) Qualified investment (Col. 3 x col. 10)		
*************************************						75 year 2 10 to 1 2 1	- ////////////////////////////////////	
							-	
S 16.							-	
Day VIII A	lew Jobs C	rodit				43 4	Form 5884 line	reference
	SEPTIMENT DESCRIPTION OF THE		into andia			(a) Amount	line 18	reference
			y jobs credit .				I lille 10	35.
Part VIII C	uner Snar	eholder Infor	mativii		3. Stock owne	rship		5. Percentage of
1. Na	me and address	of	2. Social security number	Number o	f F	Period held	4. Compensation	time devoted to business
*********				shares	Date acquire	Date of disposition	-	
Virginia	a Hall		528-78-8080	1,750	9/1/74		NONE	NONE

SCHEDULE K-1

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977 For calendar year 1977 or other taxable year beginning September 1977, ending August 31 19.78

Part I	Income		. * • . مر				(a) Amount	amount as indi	cated below. Form col. (a) amount in the of that form.
1 11/2/2014	and Assable	e income—ordinar	income or (l	(220			(54)	Sch. E, Part	III
		e income—long-te					(34)	Sch. D, Part	
Part II	Losses from	m Section 465	Activities			7			
		share of losses from s		ies (see instru	ctions)	. [
Part III	Interest on	Investment In	debtedness			1.		Form 4952 li	
		nt indebtedness in	THE RESERVE OF THE RE	December	17 1969	- [1		line 1	
		nt indebtedness in							
		1969						line 19	
		nt indebtedness in						line 7	
		ne or (loss)						line 2 or 12	(a)
		"net lease proper						line 13 and	
		butable to investr						line 25	A STATE
		ax Preference				7 4 1 7		Form 4625 lin	e reference
		on: (a) Low incom	A STATE OF THE STA					line 1(b)(1)	
								line 1(b)(2)	H.
		bject to a lease.						line 1(c)	
		, (b)					N OTE	line 1(d), (e	e), (f) and (g)
		ad debts of financi						line 1(h)	
							44 1 N	line 1(j)	
								line 1(l)	
		ax)							
Part V	Property E	ligible for Inve	stment Credi	it	The state of	144		Form 3468 lin	
Basis of new) 3 or more but l				JH		line 1(a)	
investment) 5 or more but l						line 1(b)	
property		7 or more years						line 1(c)	
Qualified 1		and 1976 (d) 7						line 1(d)	
progress expenditures	1977		or more years .					line 1(e)	Property (
		3 or more but l		No. of the last of				line 1(f)	
Cost of used investment) 5 or more but le	The second secon					line 1(g)	
property) 7 or more years						line 1(h)	
Part VI	Property U	sed in Recomp	uting a Prio	r Year In	vestment C	Credit		0.1	rs and headings
		Description of property dicate whether new or use		1	(2) Date place		(3) Cost or basis	correspond to th	ose on Form 4255
A	(Inc	dicate whether new or use	10)		III SELVICO		0. 553.5	7//////////////////////////////////////	
В					120,07				
C					TELEVISION IN				
	T		(8) Date		Mary Water			-	
(4) Estimated	(5) Applica- ble per-	(6) Original qualified investment (Col.	item ceased to be in-	(9) Actual useful	(10) Applicab		(11) Qualified investment		
useful life	centage	3 x col. 5)	vestment credit property	life	percentage		(Col. 3 x col. 10)		
75-7		77 7 18 10	Editor Francis		-			-	
	-		7 . T . T		100		SATURATE MA	-	
					1.00			-	
Part VII	New Johs C	redit			S 51 7 2		(a) Amount	Form 5884 line	
		ve share of new	inhs credit				(a) Amount	line 18	
		reholder Inform			1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1				-10.1 2.18
Tait VIII	Other Ona				3. Stock	ownership			5. Percentage of
1. N	lame and address shareholder	of 2	 Social security number 	Number o		Period		4. Compensation	time devoted to business
T Mont				shares	Date acc	finisa	Date of disposition		
J. Mart		format 5	29-66-7245	1,750	9/1/	174	THE PERSON NAMED IN	NONE	NONE
	ose, Cali	LIUITIA		1 .			Harry Street, St.	HONE	NONE
H. Trac	name, ident y Hall, I lumbia La		7-0293951	cidaing ZIP	code)				

Department of the Treasury Internal Revenue Service

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977

For calendar year 1977 or other taxable year August 31 1978

Part I Income	(a) Amount	(b) Form 1040 s amount as indi 1041 filers enter corresponding lin	filers enter col. (a) cated below. Form col. (a) amount in the of that form.
1 Undistributed taxable income—ordinary income or (loss)	(54)	Sch. E, Part	111
2 Undistributed taxable income—long-term capital gain after tax		Sch. D, Part	11
Part II Losses from Section 465 Activities			
Shareholder's distributive share of losses from section 465 activities (see instructions)			
Part III Interest on Investment Indebtedness		Form 4952 li	ne reference
1(a) Interest on investment indebtedness incurred prior to December 17, 1969.		line 1	
(b) Interest on investment indebtedness incurred prior to September 11, 1975, but after December 16, 1969	ut	line 19	
(c) Interest on investment indebtedness incurred after September 10, 1975		line 7	
2 Net investment income or (loss)		line 2 or 12	(a)
3 Excess expenses from "net lease property"	The state of the s	line 13 and	24
4 Net capital gain attributable to investment property		line 25	
Part IV Items of Tax Preference (See Instructions)		Form 4625 lin	e reference
		line 1(b)(1)	
1 Accelerated depreciation on: (a) Low income rental housing	THE RESERVE TWO	line 1(b)(2)	MERCHANISH STATE
(b) Other real property	*	line 1(c)	TO THE THE
(c) Personal property subject to a lease			e), (f) and (g)
2 Amortization: (a), (b), (c), (d)	-	line 1(h)	s), (1) and (6)
3 Reserves for losses on bad debts of financial institutions	•	line 1(i)	
4 Depletion	•		
5 Intangible drilling costs	•	line 1(l)	
6 Net capital gain (after tax)	•		
Part V Property Eligible for Investment Credit		Form 3468 lin	ne reference
Basis of new (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	. 41	line 1(c)	
Qualified 1974, 1975, and 1976 (d) 7 or more years	·	line 1(d)	
expenditures 1977 (e) 7 or more years		line 1(e)	
Cost of used (f) 3 or more but less than 5 years		line 1(f)	
investment (g) 5 or more but less than 7 years		line 1(g)	
property (h) 7 or more years		line 1(h)	
Part VI Property Used in Recomputing a Prior Year Investment C		Column numbe	rs and headings
(1) Description of property (2) Date place (Indicate whether new or used) in service	ed (3) Cost or basis	correspond to the	ose on Form 4255
	A GOLDON STATE		
(4) Estimated useful life (5) Applicable (6) Original qualified investment (Col. 3 x col. 5) (8) Date item ceased to be investment credit property (10) Applicable percentage	(11) Qualified investment (Col. 3 x col. 10)		
		-	
Part VII New Jobs Credit	(a) Amount	Form 5884 line	reference
1 Shareholder's distributive share of new jobs credit		line 18	
Part VIII Other Shareholder Information			
1. Name and address of shareholder 2. Social security number of shares Date acq	Period held	4. Compensation	5. Percentage of time devoted to business
Parrid P Hall	74	NONE	NONE

Department of the Treasury Internal Revenue Service

Copy A File with Form 1120S

Part I	ncome						(a) Amount	(b) Form 1040 f amount as indi 1041 filers enter corresponding lin	filers enter col. (a) cated below. Form col. (a) amount in the of that form.
1 Undistrik	uted taxable	income—ordina	ry income or (oss)			(54)	Sch. E, Part	111
		income—long-t						Sch. D, Part	II.
		m Section 465							
1 Shareholde	er's distributive	share of losses from	section 465 activit	ies (see instru	ctions) .				
Part III	Interest on	Investment I	ndebtedness					Form 4952 li	ne reference
1(a) Interest	on investmen	nt indebtedness i	ncurred prior to	December	17, 1969			line 1	
		nt indebtedness i							
		1969						line 19	
(c) Interest	on investmen	t indebtedness in	ncurred after Se	ptember 10	, 1975 .			line 7	
		ne or (loss)						line 2 or 12	(a)
	xpenses from	"net lease prope	erty"					line 13 and	24
4 Net capit	tal gain attri	butable to invest	ment property					line 25	
Part IV	tems of T	ax Preference	(See Instruc	tions)				Form 4625 lin	e reference
1 Accelerated	depreciation	on: (a) Low inco	me rental housi	ng				line 1(b)(1)	
	A STATE OF THE PARTY OF THE PAR							line 1(b)(2)	
	The second secon	bject to a lease .						line 1(c)	
		, (b)						line 1(d), (e	e), (f) and (g)
		ad debts of finance						line 1(h)	
					4			line 1(j)	
The state of the s				1000				line 1(l)	
	THE RESERVE OF THE PARTY OF THE	ax)				: : -			
		ligible for Inve				NOT I		Form 3468 lin	
) 3 or more but					THE RESERVE	line 1(a)	
Basis of new investment	The second second) 5 or more but						line 1(b)	735
property		7 or more year					41	line 1(c)	
Oualified 19		nd 1976 (d) 7						line 1(d)	
progress	1977		or more years					line 1(e)	
expenditures								line 1(f)	
Cost of used investment		3 or more but	4					line 1(g)	
property) 5 or more but) 7 or more year						line 1(h)	
Part VI	Property II	sed in Recom	nuting a Prio	r Year In	vestmer	t Credit			
I dit VI	()) Description of proper	ty	1 1001 111	(2) Date	placed	(3) Cost		rs and headings ose on Form 4255
	(Inc	licate whether new or u	sed)		in ser	vice	or basis	7//////////////////////////////////////	
A D								-	
C								-	
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qualified investment (Col. 3 x col. 5)	(8) Date item ceased to be investment credit property	(9) Actual useful life	(10) App	licable tage	(11) Qualified investment (Col. 3 x col. 10)		
		on silvery	creat property					-	
	The Control of the Co							-	
Part VII	New Jobs C	redit					(a) Amount	Form 5884 line	
		e share of new	jobs credit .					line 18	
		eholder Inform							
	Shirt, Built		2 Casial assuribe		3. S	tock ownersh			5. Percentage of
1. N	ame and address shareholder	01	2. Social security number	Number of shares		Perio	od held Date of disposition	4. Compensation	time devoted to business
- 11	Bartholo		29-56-9730	1,75	100	/1/74	Jacob di diaposition	NONE	NONE
**************	Plains,							· Control of the Cont	· Control of the Cont

87-0293951

Provo, Utah 84601

Department of the Treasury Internal Revenue Service

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977

beginning September 1977 or other taxable year August 31 19 78

Part I	Income		10 10 may 10 may 11 may			(a) Amount	(b) Form 1040 amount as indi 1041 filers enter corresponding lin	filers enter col. (a) cated below. Form col. (a) amount in ne of that form.
1 Undistrib	nuted taxable	e income—ordi	nary income or (I	loss)		(54)	Sch. E, Part	III
			term capital gain				Sch. D, Part	:11
Part II	Losses fro	m Section 40	55 Activities	100				
1 Shareholde	er's distributive	share of losses fro	m section 465 activit	ties (see instru	ictions)			
			Indebtedness	17.70		1127.1	Form 4952 li	
	on investme	nt indebtedness	incurred prior to	December	17. 1969		line 1	
(b) Interest	on investmen	nt indebtedness	incurred prior to	September	11, 1975, but		line 19	
			incurred after Se				line 7	A Company
							line 2 or 12	(a)
25 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		The state of the s	perty"				line 13 and	
			stment property				line 25	No. of the last
			e (See Instruc				Form 4625 lin	e reference
							line 1(b)(1)	
			come rental housi				line 1(b)(2)	
							line 1(c)	
	The second secon							a) (5) and (a)
			, (c))		-	e), (f) and (g)
3 Reserves for	r losses on b	ad debts of fina	ncial institutions				line 1(h)	
4 Depletion							line 1(j)	
	The second secon						line 1(l)	
Part V	Property E	ligible for in	vestment Cred	IT			Form 3468 lin	ne reference
Basis of new	(a) 3 or more bu	t less than 5 year	rs			line 1(a)	
property	(b) 5 or more bu	it less than 7 year	rs		41	line 1(b)	
property	(c) 7 or more ye	ars			41	line 1(c)	
Qualified 19	974, 1975, a	and 1976 (d)	7 or more years .				line 1(d)	
expenditures	1977	(e)	7 or more years .				line 1(e)	
Cost of used	(f	3 or more bu	t less than 5 year	rs			line 1(f)	
investment			t less than 7 year				line 1(g)	
property			ars				line 1(h)	Halle Clark
Part VI			nputing a Prio				Column numbe	ers and headings
	(12)	1) Description of prop dicate whether new or	erty		(2) Date placed in service	(3) Cost or basis		ose on Form 4255
Α	- Com-	dicate whether new of	useuj		III SCIVICO			
В							-	
C	775						-	
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qualifinvestment (Col. 3 x col. 5)	ied item ceased to be investment credit property	(9) Actual useful life	(10) Applicable percentage	(11) Qualified investment (Col. 3 x col. 10)	-	
The second								
	A DE LINE				JAN STAYS		-	
				THE STATE OF			-	
Part VII	New Jobs C	redit			Transition of the second	(a) Amount	Form 5884 line	e reference
			w jobs credit .			(a) Filliodite	line 18	1,000
		reholder Info			A Company of the last			
Tare VIII					3. Stock owne	ership		5. Percentage of
	ame and address shareholder	of	2. Social security number	Number o	ofF	Period held	4. Compensation	time devoted to business
1. No				shares	Date acquire	Date of disposition		to business
	- 77 - 1 1	7						and the same of th
H. Trac	y Hall,	Jr. lifornia	528-66-3544	1,750	9/1/74		NONE	NONE

Department of the Treasury Internal Revenue Service

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977 For calendar year 1977 or other taxable year August 31 1978

Part I	Income					(a) Amount	amount as indi	filers enter col. (a) icated below. Form r col. (a) amount in ne of that form.
1 Undistril	buted taxabl	e income—ordi	nary income or (loss)		(186)	Sch. E, Part	111
2 Undistril	buted taxabl	e income-long	g-term capital gai				Sch. D, Part	:11
Part II	Losses fro	m Section 4	65 Activities					
1 Shareholde	er's distributive	share of losses fro	om section 465 activit	ties (see instru	uctions)			
Part III	Interest or	Investment	Indebtedness				Form 4952 II	
1(a) Interest	on investme	nt indebtedness	incurred prior to	December	17, 1969		line 1	
			incurred prior to					
Printed and the second							line 19	
			incurred after Se				line 7	
							line 2 or 12	(a)
			perty"			Purity of the state of the stat	line 13 and	1
			stment property				line 25	
			e (See Instruc				Form 4625 lin	e reference
			come rental housi				line 1(b)(1)	157 - 151 1 1
							line 1(b)(2)	
	and the second second		e				line 1(c)	
								e), (f) and (g)
			, (c)		,		line 1(h)	-// (·/ (8/
			ncial institutions				line 1(j)	
							line 1(l)	
							111111111111111111111111111111111111111	
			vestment Cred		218		Form 3468 li	
							line 1(a)	ne reference
Basis of new investment	10 mm		it less than 5 year				line 1(b)	
property						140	line 1(c)	
Overliffed			ears			142	line 1(d)	
progress			7 or more years		and the second s		line 1(e)	
expenditures	1977	(e)	7 or more years				line 1(f)	
Cost of used	(f) 3 or more bu	it less than 5 year	rs				
property			it less than 7 year				line 1(g)	
	1 (1	n) 7 or more ye	ears	year la	· · · · ·	dia	line 1(h)	
Part VI		1) Description of proj	mputing a Prio	r rear in	(2) Date placed	(3) Cost	Column number	ers and headings ose on Form 4255
A -	(In	dicate whether new or	r used)		in service	or basis	7//////////////////////////////////////	
B							-	
							-	
С			(8) Date				-	
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qualit investment (Col 3 x col, 5)	fied item ceased	(9) Actual useful life	(10) Applicable percentage	(11) Qualified investment (Col. 3 x col. 10)		
				1000				
Part VII	New Jobs C	rodit					Form 5884 line	//////////////////////////////////////
			u jobe oradit			(a) Amount	line 18	- Telefellee
		reholder Info	w jobs credit .				I lille 10	
Part VIII	Other Sha	renolder into	illation		3. Stock owne	rship		5. Percentage of
1. N	ame and address	of	2. Social security number	Number o	of F	Period held	4. Compensation	time devoted to business
				shares	Date acquire	Date of disposition		to business
Ida Rose			529-10-1716	6,000	8/30/7	2	NONE	NONE
	Utah 8				AT HARLES			
Corporation's	name, ident	tifying number,	and address (in	cluding ZIP	code)			
	Hall, I Lumbia La		87 -0293951					

Department of the Treasury Internal Revenue Service

Provo, Utah 84601

Shareholder's Share of Undistributed Taxable Income, etc.—1977

September elendar year 1977 or other taxable year 31 19.78

	ncome		المسلسلة				(a) Amount	amount as indi-	ilers enter col. (a) cated below. Form col. (a) amount in se of that form.
1 Undistribi	uted taxable	e income—ordinary	/ income or (I	oss)			(211)	Sch. E, Part	III
		e income-long-ter						Sch. D, Part	11
Part II	osses fro	m Section 465	Activities						
1 Shareholder	r's distributive	share of losses from se	ection 465 activit	ies (see instru	ctions)				
Part III . I	nterest on	Investment Inc	debtedness					Form 4952 li	ne reference
1(a) Interest o	n investme	nt indebtedness ind	curred prior to	December	17, 19	69		line 1	
The state of the s		nt indebtedness inc							
		1969						line 19	
		nt indebtedness inc						line 7	
		me or (loss)						line 2 or 12	(a)
		"net lease proper	and the second second second					line 13 and	24
		butable to investm						line 25	
Part IV	tems of T	ax Preference (See Instruc	tions)				Form 4625 lin	e reference
		on: (a) Low incom		THE PARTY OF THE P	11 . 1	[line 1(b)(1)	
								line 1(b)(2)	The state of the s
A CONTRACTOR OF THE PARTY OF TH	ACTUAL DESCRIPTION OF THE PARTY	ubject to a lease.						line 1(c)	AND STREET
		, (b)						line 1(d), (e	e), (f) and (g)
		ad debts of financia						line 1(h)	
								line 1(j)	
THE RESERVE OF THE PARTY OF THE					•			line 1(l)	
		ax)			de l'a				
		ligible for Inves				18 1		Form 3468 lin	
) 3 or more but le						line 1(a)	
Basis of new investment		b) 5 or more but le						line 1(b)	
property		c) 7 or more years					163	line 1(c)	
Qualified 19		and 1976 (d) 7 c						line 1(d)	1000
progress	1977		r more years .		100			line 1(e)	
expenditures					Called L.			line 1(f)	
Cost of used investment) 3 or more but le	And the second s					line 1(g)	
property		5 or more but le7 or more years						line 1(h)	
Part VI	Property II	sed in Recomp	uting a Prio	r Year In	vestme	ent Cred	it	First 1. Trans	
I dif Al	- (1) Description of property		Tour III	(2) Da	te placed	(3) Cost		rs and headings ose on Form 4255
	(In	dicate whether new or used	d)		in s	ervice	or basis	Correspond to the	///////////////////////////////////////
A					-				
В					100 APR				
(4) Estimated useful life	(5) Applica- ble per- centage	(6) Original qualified investment (Col. 3 x col. 5)	(8) Date item ceased to be in- vestment	(9) Actual useful life	(10) A	applicable entage	(11) Qualified investment (Col. 3 x col. 10)		
	contage	J x 601. 0)	credit property		-16-1				
			1						
					China de				
	-10%	De Production				May You	and the late of the late		
Part VII N	lew Jobs C	redit	Y			ALX .	(a) Amount	Form 5884 line	reference
		ve share of new jo						line 18	
Part VIII C	Other Shar	reholder Informa	ation		1				
1 No	me and address	of 2	Social security	20 pt 14 pt	1	Stock owners		4. Compensation	5. Percentage of time devoted
2. Na	shareholder		number	Number of shares		ate acquired	Date of disposition	4. Compensation	to business
	Hall	4601 529	9-07-9801	6,75	10	/30/72		NONE	

H. TRACY HALL, INC.

SCHEDULE OF TAXES

Fiscal year ended August 31, 1978

Property taxes

\$ 6

SCHEDULE OF OTHER DEDUCTIONS

Freight and express	 \$ 284
Insurance	92
Professional fees	380
Supplies	2,725
Utilities	602
Miscellaneous expense	25
Total	\$4,108

AMORTIZATION OF ORGANIZATION EXPENSES

Fiscal year ended August 31, 1978

An election has been made under the provisions of Sec. 248 of the Internal Revenue Code of 1954 to amortize organization expenses ratably over a 60-month period beginning October 1, 1972:

Total organization expenses Prior years' amortization	\$ 325
Unamortized balance August 31, 1977	5
Amortization for the fiscal year ended August 31, 1978	5

Department of the Treasury Internal Revenue Service

Depreciation

See instructions.

Attach this form to your return.

Name(s) as shown on return H. Tracy Hall, Inc.

Use this form as an attachment to an individual, partnership, fiduciary, or corporation return.

Identifying number 87-0293951

e. Method d. Depreciation allowed or allowable c. Cost or other basis g. Depreciation for this year f. Life or b. Date acquired a. Description of property computing in prior years depreciation 1 Total additional first-year depreciation (do not include in items below) 2 Depreciation from Form 4832 3 Other depreciation: Buildings Furniture and fixtures . . . Transportation equipment . 33,093 16,074 Var. Var. 4,377 Machinery and other equipment. Other (Specify) 33,093 4,377

Individual, partnership, and fiduciary filers should include totals from line 4 on the corresponding lines of their regular depreciation schedule. Form 1120 or any of the Form 1120 series (Form 1120S, 1120F, etc.) filers should attach Form 4562 to their return and enter total of line 4, column g, on appropriate depreciation expense line in "Deductions" section of return.

Instructions

(Section references are to the Internal Revenue Code unless otherwise specified.)

Note: Instructions for Class Life Asset Depreciation Range (CLADR) System are contained in separate instructions for Form 4832 (Class Life Asset Depreciation Range (CLADR) System). Also see Publication 534, Tax Information on Depreciation.

Reasonable Allowance.-You may deduct a reasonable allowance for the exhaustion, wear and tear, and obsolescence of property used in a trade or business, or held for the production of income. The allowance is not allowed for stock in trade, inventories, land, and personal assets.

Charge off the cost (or other basis) to be recovered over the expected useful life of the property. Depreciation begins when the asset is placed in service and ends when it is retired from service.

In computing the depreciation basis for personal property other than livestock, you need not take into account salvage value

that does not exceed 10 percent of the property cost or other basis. If the salvage value exceeds 10 percent, take only the excess into account. These provisions apply to property with a useful life of three or more years.

Depreciation Methods.—The various methods of depreciation you may use under section 167(b) are:

Straight Line Method.—Determine the depreciation for each year by dividing the

(Continued on back)

2	chedule K Com	outation of Undistributed	Taxable	e Inco	me an	d Summary of Distributi	ons and Other Ite	ems	
		Computation of Co	orporation	on's U	ndistrib	outed Taxable Income			
1 2	Less: (a) Money distrib	28, page 1)	and profit	ts of th	ne taxable	e year	isi i sa	75)	
4 5 6	Corporation's undistri Actual dividend distril Actual dividend distri Actual dividend distril	buted taxable income	ome. (D capital g	o not gains	include (after ta lifying f	amounts shown on line 6) . ax)	. (77	75)	
8	Undistributed taxable	income—taxable as ordinary income—taxable as long-term	income	or (lo	oss) .		. (77	75)	
10	Investment credit pro	perty					Cost or	basis	
Property Qualified for Investment Credit	Basis of new investment property	(a) 3 or more but less than(b) 5 or more but less than(c) 7 or more years	7 years					592	
Que	Qualified prog-					· · · · · · · · · · · · · · · · · · ·			
rty	ress expenditures	1977	(e) 7 o	r moi	e years	·			
Prope for Inve	Cost of used investment property	(f) 3 or more but less than(g) 5 or more but less than(h) 7 or more years	7 year	s			And the state of the state of		
12	(b) Net investment in (c) Excess expenses (d) Net capital gain a tem of tax preference (b) Amortization: (1)	(2,	celerate Low in Other Person	d dep ncome real nal pr ., (3)	reciation e rental property operty s	n on— housing			
(e) Intangible drilling	costs		٠.					
13	New jobs credit (see.	instructions)			· .				Trans
F (50% or more of the voting For rules of attribution,	axable year own, directly or indirectly g stock of a domestic corporation? see section 267(c).) If the answer	wer is "Y		are	er total amount of deduction(s) claimed under section 274	(entertainment, gifts,	Yes	No
G :	Taxable income or (lower taxable income or (lower taxable year beginned) 1975(4,158) 1976 Refer to page 7 of inserting Reserving Rese	ss) from line 28, Page 1, Form nning in: 1974 20,5) ; 1976 (3,5 tructions and state the princip search and engineeri	n 11208 87 67.) pal: ng	6 for ;	K Did L Ansa your and year erty the	you file all required Forms 1087, wer only if (1) this is the first 11 relection to be treated as a small (2) the corporation was in exist prior to the election and had in regulations? you, at any time during the taxaest in or signature or other au	1096, and 1099?. 20S return filed since I business corporation tence for the taxable vestment credit propresection 1.47-4(b) of the legal of the le	x	
	Vere you a member of subject to the provision of you claim a deduction of the common o	a controlled group ons of section 1561? for expenses connected with: (boat, resort, ranch, etc.)? ons (except for employees of conventions or meetings? cations not reported on Form W-2?	Yes	X X X	Secu (exc U.S. N Wern duri duri any requ O Was	urities, or other financial account cept in a U.S. military banking the financial institution)? If "Yes," street you the grantor of, or transfering any taxable year, which foreign the current taxable year, where beneficial interest in such trust? wired to file Forms 3520, 3520—As this firm in business at the end of many months in 1977 was this f	t in a foreign country facility operated by a see Instruction R or to, a foreign trust gn trust was in being either or not you have If "Yes," you may be or 926 of 1977?	x	x x 12

(523)		Total of lines 5, 6 Balance at end of year (lin	The second secon	4. Total of lines 1, 2, and 3	
(577)		, 2 ocell to 1-1-7			
		Other decreases (itemize)	4		
(SZZ)	6 Current year's undistributed taxable income or net				
			9		
	perty			3 Other increases (itemize)	
	Company of the compan	ings and profits: (a) Cas (b) Sto		Z Net income per books	
		Distributions out of curren	(573)	I Balance at beginning of year	
			1 (003)	pudo iddeno io sistemy Z-M ampauso	7
		the state of the s		Schedule M-2 Analysis of Unappropriate	_
(5/1)		O Income (line 28, page 1)-		d Aguordt I sanil to letoT	
				in this return (itemize)	
	(əzimə	book income this year (it		5 Expenses recorded on books this year not deducted	
	ten not charged against	8 Deductions in this tax retu	1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	year (itemize)	
			3.50	4 Income subject to tax not recorded on books this	
	\$	(a) Tax-exempt interest		Excess of capital losses over capital gains	
		(eximeti) nuter return (itemize)		Z Federal income tax	
	this year not included	✓ Income recorded on books	(577)	I Net income per books	-
		come Per Return	Per Books With In	Schedule M-1 Reconciliation of Income	I
29,060		58,835		Total liabilities and shareholders' equity .	-
()		()		Shareholders' undistributed taxable income previously taxed Less cost of treasury stock Less cost of treasury stock	
(545, 61)		(895,81)		Retained earnings—unappropriated	
(253)		(523)		Stetained earnings—appropriated (attach schedule) .	
	-				
25,000		72,000		Capital stock	
000 56	-	000 36		· · · · · . (altach schedule) Other liabilities (attach schedule)	2
2,500	-	2,500	·	9 Mtges., notes, bonds payable in 1 year or more .	I
11,426		11,426	•	8 Loans from shareholders 8	T
	-			(Other current liabilities (attach schedule)	
T0,000		TO'000		6 Mtges., notes, bonds payable in less than I year .	
				5 Accounts payable	I
				t Total assets	т,
090,62		28,835		3 Other assets (attach schedule)	
			370	(a) Less accumulated amortization	
	325	S	325	(Vino eldezitiome) etsete eldignetni S	τ
				(noitszifroms yns to ton) bned I	T
				(a) Less accumulated depletion	
				O Depletable assets	I
15,642	157'07	127°9I	740°9I	(a) Less accumulated depreciation	
	£60, ££		35,50I	Other investments (attach acheen elements) stasse elements fixed depreciable assets	
				• • • • • sand lest est and real estate loans Specialle)	
				5 Loans to shareholders	
				5 Other current assets (attach schedule)	
14,348		£91'6		(b) State, subdivisions thereof, etc	
				. cov't obligations: (a) C.U. (a) instrumentalities	7
	-			sainofinent 8	3
and Mary				(a) Less allowances for bad debts	
	s do			Trade notes and accounts receivable	
2,070		7,240			1
IstoT (G)	JnuomA (3)	latoT (8)	JnuomA (A)	steasA	
ble year	ExaT to bn3	of Taxable year	Paninning (Schedule L Balance Sneets	

FISCAL YEAR

Form TC-20S

Completed Return is to be

UTAH SMALL BUSINESS

CORPORATION FRANCHISE TAX RETURN

For Calendar Year 1977

or other taxable year beginning 9/1, 1977, ending 8/31, 1978

1977

Federal Identification Number 87 -0293951

Utah Sec. of State Number 057676

Returns made on the basis of the calendar year 1977 shall be filed with the State Tax Commission, State Office Bldg., Salt Lake City, Utah 84134, on or before April 15, 1978. 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.

filed with or mailed to STATE TAX COMMISSION

OF UTAH

State Office Building Salt Lake City, Utah 84134

> 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)

past examinations still pending? _____NONE

A. Distributions to shareholders out of earnings accumulated prior to January 1, 1973, \$______NONE___.

B. What is the latest year or years for which a Federal

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.

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

(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? _______. Attach schedule giving complete details.

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.	Tik:			
1. Ta:	xable income from page 1 of federal form 1120S	\$	(775)			
2. De	duct: Income subject to federal tax, from schedule J form 11208					
	ne 1 less line 2	\$	(775)			
	recentage of ownership represented by: (See instruction 5)					
	number percent	1				
	(a) Resident shares 18,000 72					
	(b) Non-resident shares 7,000 28	1				
	Total – equals 100% 25,000 100		(017)			
5. Lin	ne 3 multiplied by percent in line 4(a)	-	(217)			
6. Lin	ne 3 less line 5	\$	(558)			
7. Am	nount on line 2		(558)			
8. Ne	Net Income (line 6 plus line 7)					
100	(If corporation is taxable in another state, refer to schedule N, page 2)	T ST X				
9. Inc	come allocated to Utah, from line 11, Schedule N, Page 2, (Applicable only if corporation is taxable in					
and	other state)	\$	/F.F.O.\			
0. Ne	t income subject to Utah franchise tax from line 8 or 9, whichever is applicable	\$	(558)			
	11. Tax: 4% of line 10 (No Minimum)	\$	NONE			
	Underestimate penalty \$ Late filing penalty \$					
- 71	Extension interest \$ Late filing interest \$	No. of the last				
×	Total:	0	District of the			
Y		3-				
	Credits: Off highway Utah agricultural gas tax \$ Advance payment \$		NONE			
7	Tax due	2-	NONE			
10000	Overpayment to be refunded \$					

Under-penalties	of perjury, 1 d	eclare that I ha	ave examined	this retu	irn, including	accompanying sc	hedules and statements, ar	nd to the best of my knowledge and
belief it is true.	correct, and	complete. If p	repared by a	person o	other than th	e taxpayer, his c	declaration is based on al	l information of which he has any
knowledge.			-1-	1.	2/11			Drogidont

27 oct 1978

Date

H. Tracy Hall Signature of Officer

President Title

Individual or firm signature of preparer Elmer Fox, Westheimer & Co. Certified Public Accountants 1675 North 200 West, Provo, Utah Address 84601

	SCHEDULE N - ALLOCATION OF INCOME (To be used only	y if taxable	in another state)		* **
DES	CRIPTION	In Ut.	ah	Everywhere (b)	2	Fraction (a) \div (b)
1.	Total tangible property Total expenditures for wages, salaries, commissions or other	\$		\$		
3.	Receipts and sales	\$		\$		
4. 5.	Total of fractions 1, 2 and 3					
6. 7.	Net income (line 8, page 1) Less: Non-business income allocated: (attach schedule) (a) To Utah \$ X percent at line 4(b) page 1 (b) Outside Utah \$ X percent at line 4(b) page 1				\$	
	Total				s	
8. 9.	Remainder of net income subject to apportionment (line 6 less line Portion of remainder allocated to Utah (line 8 X line 5)	7)			\$	
10. 11.	Add: Non-business income allocated to Utah (line 7(a) above)				\$	

Non-Business Income. Attach schedule showing gross amounts, related expenses and net amounts of each item. Also explain the nature and source of each item being specifically allocated.

Business and Nonbusiness Income Defined. Section 59-13-78. (a) defines "business income" as "income arising from transactions and activity in the regular course of the taxpayer's trade or business and includes income from tangible and intangible property if the acquisition, management, and disposition of the property constitute integral parts of the taxpayer's regular trade or business operations." In essence, all income which arises from the conduct of trade or business operations of a taxpayer is business income. For purposes of administration of the Uniform Division of Income for Tax Purposes Act, the income of the taxpayer is business income unless clearly classifiable as nonbusiness income.

GENERAL INSTRUCTIONS FORM TC-20S

Note: A Copy of the Federal Return and Supporting Schedules Must Be Attached to This Return.

- 1. Preprinted Labels. Use tax forms with preprinted label or reproduction thereof. If the address has changed, make correction directly on the label. The Utah Secretary of State number appears in parentheses on the preprinted label.
- 2. Who Must File. Every small business corporation (as defined at Section 1371(a) of the Internal Revenue Code) which has filed a proper and timely election under Section 1372(a) shall file form TC-20S so long as the federal election remains in effect.
- 3. Time and Place for Filing. The return must be filed with the Tax Commission on or before the fifteenth day of April following the close of the calendar year for which the return is filed; or if the return is for a fiscal year, on or before the fifteenth day of the fourth month following the close of such fiscal year. The Tax Commission may grant a reasonable extension of time not exceeding six months for filing a return, if application therefor is made before the date prescribed above for filing such return, whenever in its judgment good cause exists.
- 4. Accounting Period. The taxable year for Utah shall be the same as for Federal income tax purposes. If a small business corporation changes the federal taxable year it must change the Utah taxable year accordingly. However permission to change shall be requested from the Tax Commission within 30 days after the close of the new filing period.
- 5. Signatures and Verification. The return shall be signed by a responsible officer of the corporation, the signature of whom need not be notarized but when signed shall be deemed made under oath.
- 6. Income Taxed to a Small Business Corporation. Every small business corporation is subject to payment of the corporation franchise tax on any income which is subject to the federal corporation income tax, adjusted, of course, for any applicable apportionment fraction. Also, the corporation franchise tax must be paid by a small business corporation on that percentage of income (other than income subject

- to federal tax) that the percentage of ownership of its outstanding shares of stock owned by non-resident individuals bears to the total outstanding shares of stack as of the last day of the corporation's filing period.
- 7. Dividends and Other Distributions. Any dividends or other distributions out of the corporation's earnings must be identified as to distributions out of earnings accumulated prior to 1-1-73, and/or earnings accumulated after 12-31-72.
- 8. Net Income Assignable to Business Done in Utah. If the corporation during the taxable year was taxable in another state complete schedule N.

A corporation is taxable in another state if (1) in that state it is subject to a net income tax, a franchise tax measured by net income, a franchise tax for the privilege of doing business, or a corporate state tax, or (2) that state has jurisdiction to subject the taxpayer to a net income tax regardless of whether, in fact, the state does or does not. See Tax Commission reg. 8.

- 9. First Return. Upon filing as a "small business" corporation for the first time, a copy of the federal letter of authorization from the Internal Revenue Service must be attached.
- 10. Penalty for Under Payment of Estimated Tax. For failure to pay a least 80% of the tax due on the return with extension request, a penalty of 1% of the total additional tax due on the return will be added if the failure to pay the total tax is for one month, with an additional 1% to be added for each additional month or fraction thereof during which failure continues, not exceeding 6% in the aggregate. This penalty will not apply if payment with the application is equal to or greater than the total tax paid on prior year's return if such tax exceeds \$25.00.
- 11. For Failure to Make and File a Return on Time, Penalty 5% of the amount of tax if the failure is for not more than one month, with an additional 5% for each additional month or fraction thereof during which such failure continues, not exceeding 25% in the aggregate.