

FILE COPY

Due on or before the 15th day of the 3rd month following the close of the tax year.

\$ _____ NONE

Tax year beginning _____ 2010, ending _____ 20____

0D1511 1.000



0635020YY

Step 2: Figure your income or loss

1	Federal taxable income from U.S. Form 1120, Line 30. Attach a copy of your federal return.	1	<u>-1,902.00</u>
2	Net operating loss deduction from U.S. Form 1120, Line 29a. This amount cannot be negative.	2	<u>NONE</u>
3	State, municipal, and other interest income excluded from Line 1.	3	<u></u>
4	Illinois income and replacement tax deducted in arriving at Line 1.	4	<u></u>
5	Illinois Special Depreciation addition. Attach Form IL-4562.	5	<u></u>
6	Related-party expenses additions. Attach Schedule 80/20.	6	<u></u>
7	Distributive share of additions. Attach Schedule(s) K-1-P or K-1-T.	7	<u></u>
8	Other additions. Attach Schedule M (for businesses).	8	<u></u>
9	Add Lines 1 through 8. This amount is your income or loss.	9	<u>-1,902.00</u>

Step 3: Figure your base income or loss

10	Interest income from U.S. Treasury and other exempt federal obligations.	10	<u></u>
11	Enterprise Zone or River Edge Redevelopment Zone Dividend subtraction. Attach Schedule 1299-B.	11	<u></u>
12	Enterprise Zone or River Edge Redevelopment Zone Interest subtraction. Attach Schedule 1299-B.	12	<u></u>
13	High Impact Business Dividend subtraction. Attach Schedule 1299-B.	13	<u></u>
14	High Impact Business Interest subtraction. Attach Schedule 1299-B.	14	<u></u>
15	Contribution subtraction. Attach Schedule 1299-B.	15	<u></u>
16	Contributions to certain job training projects (see instructions).	16	<u></u>
17	Foreign Dividend subtraction. Attach Schedule J. See instructions.	17	<u></u>
18	Illinois Special Depreciation subtraction. Attach Form IL-4562.	18	<u></u>
19	Related-party expenses subtraction. Attach Schedule 80/20.	19	<u></u>
20	Distributive share of subtractions. Attach Schedule(s) K-1-P or K-1-T.	20	<u></u>
21	Other subtractions. Attach Schedule M (for businesses).	21	<u></u>
22	Total subtractions. Add Lines 10 through 21.	22	<u></u>
23	Base income or net loss. Subtract Line 22 from Line 9.	23	<u>-1,902.00</u>

STOP

If the amount on Line 23 is derived inside and outside Illinois, complete Step 4; otherwise go to Step 5.

Step 4: Figure your income allocable to Illinois

24	Nonbusiness income or loss. Attach Schedule NB.	24	<u></u>
25	Trust, estate, and non-unitary partnership business income or loss included in Line 23.	25	<u></u>
26	Add Lines 24 and 25.	26	<u></u>
27	Business income or loss. Subtract Line 26 from Line 23.	27	<u></u>
28	Total sales everywhere. This amount cannot be negative.	28	<u></u>
29	Total sales inside Illinois. This amount cannot be negative.	29	<u></u>
30	Apportionment Factor. Divide Line 29 by Line 28 (carry to six decimal places).	30	<u></u>
31	Business income or loss apportionable to Illinois. Multiply Line 27 by Line 30.	31	<u></u>
32	Nonbusiness income or loss allocable to Illinois. Attach Schedule NB.	32	<u></u>
33	Trust, estate, and non-unitary partnership business income or loss apportionable to Illinois.	33	<u></u>
34	Base income or net loss allocable to Illinois. Add Lines 31 through 33.	34	<u></u>



Step 5: Figure your net income

35	Base income or net loss from Step 3, Line 23, or Step 4, Line 34.	35	-1,902.00
36	Discharge of Indebtedness adjustment. Attach federal Form 982. See instructions.	36	
37	Adjusted base income or net loss. Add Lines 35 and 36. See instructions.	37	-1,902.00
38	Illinois net loss deduction. Attach Schedule NLD or UB/NLD. If Line 37 is zero or a negative amount, write "0."	38	
39	Net income. Subtract Line 38 from Line 37.	39	

Step 6: Figure your net replacement tax

40	Replacement tax. Multiply Line 39 by 2.5% (.025).	40	NONE
41	Recapture of investment credits. Attach Schedule 4255.	41	
42	Replacement tax before credits. Add Lines 40 and 41.	42	NONE
43	Investment credits. Attach Form IL-477.	43	
44	Net replacement tax. Subtract Line 43 from Line 42. If the amount is negative, write "0."	44	NONE

Step 7: Figure your net income tax

45	Income tax. Multiply Line 39 by 4.8% (.048).	45	NONE
46	Recapture of investment credits. Attach Schedule 4255.	46	
47	Income tax before credits. Add Lines 45 and 46.	47	NONE
48	Income tax credits. Attach Schedule 1299-D.	48	
49	Net income tax. Subtract Line 48 from Line 47. If the amount is negative, write "0."	49	NONE

Step 8: Figure your refund or balance due

50	Net replacement tax from Line 44.	50	NONE
51	Net income tax from Line 49.	51	NONE
52	Total net income and replacement taxes. Add Lines 50 and 51.	52	NONE
53	Underpayment of estimated tax penalty from Form IL-2220. See instructions.	53	
54	Total tax and penalty. Add Lines 52 and 53.	54	NONE
55	Payments.		
a	Credit from 2009 overpayment.	55a	
b	Total estimated payments.	55b	
c	Form IL-505-B (extension) payment.	55c	
d	Pass-through entity payments. Attach Schedule(s) K-1-P or K-1-T.	55d	
e	Gambling withholding. Attach Form(s) W-2G.	55e	
56	Total payments. Add Lines 55a through 55e.	56	
57	Overpayment. If Line 56 is greater than Line 54, subtract Line 54 from Line 56.	57	
58	Amount to be credited to 2011.	58	
59	Refund. Subtract Line 58 from Line 57. This is the amount to be refunded.	59	
60	Tax due. If Line 54 is greater than Line 56, subtract Line 56 from Line 54.	60	NONE

Step 9: Sign here

Under penalties of perjury, I state that I have examined this return and, to the best of my knowledge, it is true, correct, and complete.

Signature of authorized officer	<u>Raymond A. Jagodzinski</u>	Date	<u>3-10-11</u>	Title	<u>Treasurer</u>	Phone	<u>847-228-5176</u>
Signature of preparer	<u>At Mc Allister</u>	Date	<u>3/8/11</u>	Preparer's Social Security number or firm's FEIN	<u>36-3402398</u>		
Preparer firm's name (or yours, if self-employed)	<u>FROST, RUTTENBERG & ROTHBLATT, P.C.</u>	Address	<u>111 PFINGSTEN RD., SUITE 300</u>			Phone	<u>(847) 236-1111</u>

► Mail this return to: Illinois Department of Revenue, P.O. Box 19008, Springfield, IL 62794-9008 ◀

Schedule NLD**Illinois Net
Loss Deduction**

Carry year ending

12 2010
Month Year

For Illinois net losses arising in tax years ending on or after December 31, 1986.

Attach to your Form IL-1120, IL-1120-ST, IL-1041, IL-1065, or any amended return.

IL Attachment No. 6

Write your name as shown on your return.

Write your federal employer identification number (FEIN).

DANA POINT CONDOMINIUM ASSOCIATION

C/O PROPERTY SPECIALISTS, INC.

36-3125426

Step 1: Figure your Illinois net loss deduction (NLD)

Read the instructions before completing this schedule.

"Carry year" is the year to which the loss is being carried.

Write all amounts as positive figures.

	A		B		C	
	Earliest loss year ending		Loss year ending		Loss year ending	
	<u>12</u> <u>2004</u>		<u>12</u> <u>2005</u>		<u>12</u> <u>2006</u>	
	Month Year		Month Year		Month Year	
1 Write your reported Illinois net loss. See instructions.	<u>6,969.00</u>		<u>4,540.00</u>		<u>2,032.00</u>	
2a Write the carry year and the amount of Illinois net loss previously carried back or forward. See instructions.	2a <u>SEE STATEMENT 1</u> Month Year Loss carried Month Year Loss carried Month Year Loss carried b _____ Month Year Loss carried Month Year Loss carried Month Year Loss carried c _____ Month Year Loss carried Month Year Loss carried Month Year Loss carried					
2d Add Lines 2a through 2c. This is your total amount of loss previously carried.	<u>3,383.00</u>					
3 Subtract Line 2d from Line 1. This is your remaining Illinois net loss.	<u>3,586.00</u>		<u>4,540.00</u>		<u>2,032.00</u>	
4 Write the Illinois base income for this carry year. See instructions.	<u>-1,902.00</u>		<u>-1,902.00</u>		<u>-1,902.00</u>	
5 Write the lesser of Line 3 or Line 4. This is your Illinois net loss deduction (NLD).						
6 Subtract Line 5 from Line 4. This is your remaining income after NLD.	<u>-1,902.00</u>		<u>-1,902.00</u>		<u>-1,902.00</u>	
7 Subtract Line 5 from Line 3. This is your remaining NLD for subsequent years.	<u>3,586.00</u>		<u>4,540.00</u>		<u>2,032.00</u>	

▲ Write Line 6 from previous column ▲ Write Line 6 from previous column ▲

Total of Columns A, B,
and C, Line 5.
See instructions. **Remember:** You must attach supporting documentation to this schedule.**Step 2: Identify the loss year company**

Complete this part only if the loss shown on Step 1, Line 1, originated from a company other than the one filing this return. Write the FEIN of the company and the reason (e.g., merger) you are allowed to use that company's losses.

A	B	C
8 FEIN: _____ Reason: _____	9 FEIN: _____ Reason: _____	10 FEIN: _____ Reason: _____



0332010YY

Illinois Department of Revenue Schedule NLD

Illinois Net Loss Deduction

Carry year ending

12 2010
Month Year

For Illinois net losses arising in tax years ending on or after December 31, 1986.

Attach to your Form IL-1120, IL-1120-ST, IL-1041, IL-1065, or any amended return.

IL Attachment No. 6

Write your name as shown on your return.

Write your federal employer identification number (FEIN).

DANA POINT CONDOMINIUM ASSOCIATION

C/O PROPERTY SPECIALISTS, INC.

36-3125426

Step 1: Figure your Illinois net loss deduction (NLD)

Read the instructions before completing this schedule.

"Carry year" is the year to which the loss is being carried.

Write all amounts as positive figures.

	A			B			C		
	Earliest loss year ending	Month	Year	Loss year ending	Month	Year	Loss year ending	Month	Year
1 Write your reported Illinois net loss. See instructions.	12	2008		12	2009				
	1,910.00			13,011.00					
2a Write the carry year and the amount of Illinois net loss previously carried back or forward. See instructions.	Month	Year	Loss carried	Month	Year	Loss carried	Month	Year	Loss carried
2b	Month	Year	Loss carried	Month	Year	Loss carried	Month	Year	Loss carried
2c	Month	Year	Loss carried	Month	Year	Loss carried	Month	Year	Loss carried
2d Add Lines 2a through 2c. This is your total amount of loss previously carried.									
3 Subtract Line 2d from Line 1. This is your remaining Illinois net loss.	12	2008		12	2009				
	1,910.00			13,011.00					
4 Write the Illinois base income for this carry year. See instructions.									
	-1,902.00			-1,902.00					
5 Write the lesser of Line 3 or Line 4. This is your Illinois net loss deduction (NLD).									
6 Subtract Line 5 from Line 4. This is your remaining income after NLD.									
	-1,902.00			-1,902.00					
7 Subtract Line 5 from Line 3. This is your remaining NLD for subsequent years.									
	1,910.00			13,011.00					

Total of Columns A, B, and C, Line 5.
See instructions.

Remember: You must attach supporting documentation to this schedule.

Step 2: Identify the loss year company

Complete this part only if the loss shown on Step 1, Line 1, originated from a company other than the one filing this return. Write the FEIN of the company and the reason (e.g., merger) you are allowed to use that company's losses.

A	B	C
8 FEIN: _____ Reason: _____	9 FEIN: _____ Reason: _____	10 FEIN: _____ Reason: _____



0332010YY

ILLINOIS SCHEDULE NLD DETAIL

DETAIL OF STEP I, LINE 2, PREVIOUSLY USED ILLINOIS NET LOSS

EARLIEST LOSS YEAR ENDING: 12 2004

MO/YEAR	NOL	MO/YEAR	NOL	MO/YEAR	NOL
12/2007	3,383.				

2010**A Check if:**

- 1a Consolidated return (attach Form 951) ☐
b Life/nonlife consolidated return ☐
2 Personal holding co. (attach Sch. PH) ☐
3 Personal service corp. (see instructions) ☐
4 Schedule M-3 attached ☐

Print or type

Name **DANA POINT CONDOMINIUM ASSOCIATION
C/O PROPERTY SPECIALISTS, INC.**
Number, street, and room or suite no. If a P.O. box, see instructions.
5999 S. NEW WILKE ROAD, SUITE 108
City or town, state, and ZIP code
ROLLING MEADOWS, IL 60008

B Employer identification number**36-3125426****C Date incorporated****11/24/1980****D Total assets (see instructions)****\$ 1,244,825.****E Check if:** (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change

Income		Deductions (See instructions for limitations on deductions.)		Tax, Refundable Credits, and Payments	
1a	Gross receipts or sales	b	Less returns and allowances	c	Bal
2	Cost of goods sold (Schedule A, line 8)	12	Compensation of officers (Schedule E, line 4)	30	Taxable income. Subtract line 29c from line 28 (see instructions)
3	Gross profit. Subtract line 2 from line 1c	13	Salaries and wages (less employment credits)	31	Total tax (Schedule J, line 10)
4	Dividends (Schedule C, line 19)	14	Repairs and maintenance	32a	2009 overpayment credited to 2010
5	Interest	15	Bad debts	32b	2010 estimated tax payments
6	Gross rents	16	Rents	32c	2010 refund applied for on Form 4466
7	Gross royalties	17	Taxes and licenses	d	Bal
8	Capital gain net income (attach Schedule D (Form 1120))	18	Interest	32d	
9	Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)	19	Charitable contributions	32e	Tax deposited with Form 7004
10	Other income (see instructions - attach schedule)	20	Depreciation from Form 4562 not claimed on Schedule A or elsewhere on return (attach Form 4562)	32f	Credits: (1) Form 2439 (2) Form 4136
11	Total income. Add lines 3 through 10	21	Depletion	32g	Refundable credits from Form 3800, line 19c, and Form 8827, line 8c
		22	Advertising	33	Estimated tax penalty (see instructions). Check if Form 2220 is attached
		23	Pension, profit-sharing, etc., plans	34	Amount owed. If line 32h is smaller than the total of lines 31 and 33, enter amount owed
		24	Employee benefit programs	35	Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid
		25	Domestic production activities deduction (attach Form 8903)	36	Enter amount from line 35 you want: Credited to 2011 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>
		26	Other deductions (attach schedule)		
		27	Total deductions. Add lines 12 through 26		
		28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11		
		29a	Less: a Net operating loss deduction (see instructions)		
		29b	b Special deductions (Schedule C, line 20)		
		29c			

Sign**Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer

Date

Title

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Paid**Preparer****Use Only**

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if self-employed PTIN**STEVEN M. SILBERMAN**Firm's name ▶ **FROST, RUTTENBERG & ROTHBLATT, P.C.**Firm's EIN ▶ **36-3402398**Firm's address ▶ **111 PFINGSTEN RD., SUITE 300
DEERFIELD, IL 60015-4981**Phone no. **847-236-1111**

Schedule A Cost of Goods Sold (see instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	

9 a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☐ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ☐ Yes ☐ No

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐ Yes ☐ No

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO **9 d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? ☐ Yes ☐ No

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

Schedule C Dividends and Special Deductions (see instructions)

	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)	70	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)	80	
3	Dividends on debt-financed stock of domestic and foreign corporations	see instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities	42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities	48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs	70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs	80	
8	Dividends from wholly owned foreign subsidiaries	100	
9	Total. Add lines 1 through 8. See instructions for limitation		
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958	100	
11	Dividends from affiliated group members	100	
12	Dividends from certain FSCs	100	
13	Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12		
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)		
15	Foreign dividend gross-up		
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3		
17	Other dividends		
18	Deduction for dividends paid on certain preferred stock of public utilities		
19	Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4		
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b		

Schedule E Compensation of Officers (see instructions for page 1, line 12)**Note:** Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	(d) Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	Total compensation of officers				
3	Compensation of officers claimed on Schedule A and elsewhere on return				
4	Subtract line 3 from line 2. Enter the result here and on page 1, line 12				

Schedule J Tax Computation (see instructions)

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120))	<input type="checkbox"/>	2	
2	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	3	
3	Alternative minimum tax (attach Form 4626)		4	
4	Add lines 2 and 3		5a	
5a	Foreign tax credit (attach Form 1118)		5b	
5b	Credit from Form 8834, line 29		5c	
5c	General business credit (attach Form 3800)		5d	
5d	Credit for prior year minimum tax (attach Form 8827)		5e	
5e	Bond credits from Form 8912		6	
6	Total credits. Add lines 5a through 5e		7	
7	Subtract line 6 from line 4		8	
8	Personal holding company tax (attach Schedule PH (Form 1120))		9	
9	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697		10	
	<input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule)			
10	Total tax. Add lines 7 through 9. Enter here and on page 1, line 31			

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) <input type="checkbox"/>	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. <u>531390</u>		
b	Business activity <u>HOMEOWNERS ASSOC</u>		
c	Product or service <u>MANAGEMENT</u>		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation <u></u>		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G)		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G)		X
5	At the end of the tax year, did the corporation:		
a	Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851, Affiliations Schedule? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv).		X

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

Form 1120 (2010)

Schedule K Continued

- b** Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions.
- If "Yes," complete (i) through (iv).

Yes	No
	<input checked="" type="checkbox"/>

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

- 6** During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)
- If "Yes," file **Form 5452**, Corporate Report of Nondividend Distributions.
- If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.
- 7** At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of **(a)** the total voting power of all classes of the corporation's stock entitled to vote or **(b)** the total value of all classes of the corporation's stock?
- For rules of attribution, see section 318. If "Yes," enter:
- (i)** Percentage owned ▶ _____ and **(ii)** Owner's country ▶ _____
- (c)** The corporation may have to file **Form 5472**, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶ _____
- 8** Check this box if the corporation issued publicly offered debt instruments with original issue discount ☐
- If checked, the corporation may have to file **Form 8281**, Information Return for Publicly Offered Original Issue Discount Instruments.
- 9** Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ _____
- 10** Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ _____
- 11** If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ☒
- If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.
- 12** Enter the available NOL carryover from prior tax years (do not reduce it by any deduction on line 29a.) ▶ \$ _____ 21,779.
- 13** Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?
- If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 5. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$ _____
- 14** Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)?
- If "Yes," complete and attach Schedule UTP.

☒☒☒☒Form **1120** (2010)

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		871,993.		1,143,619.
2a	Trade notes and accounts receivable . .	73,639.		91,465.	
b	Less allowance for bad debts	(29,000.)	44,639.	(35,000.)	56,465.
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions) .				
6	Other current assets (attach schedule) . .		25,398.		44,741.
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets . .				
b	Less accumulated depreciation	()		()	
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only) .				
b	Less accumulated amortization	()		()	
14	Other assets (attach schedule)				
15	Total assets		942,030.		1,244,825.
Liabilities and Shareholders' Equity					
16	Accounts payable		160,596.		159,952.
17	Mortgages, notes, bonds payable in less than 1 year		378,436.		136,149.
18	Other current liabilities (attach schedule) .		147,909.		73,394.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock: a Preferred stock				
	b Common stock				
23	Additional paid-in capital				
24	Retained earnings-Appropriated (attach schedule)		409,191.		
25	Retained earnings - Unappropriated .		-154,102.		875,330.
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock	()		()	
28	Total liabilities and shareholders' equity .		942,030.		1,244,825.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more - see instructions

1	Net income (loss) per books	620,241.	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books			Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				1,237,285.
		21,028.	8	Deductions on this return not charged against book income this year (itemize):	
5	Expenses recorded on books this year not deducted on this return (itemize):			a Depreciation \$	
a	Depreciation \$			b Charitable contributions . . \$	
b	Charitable contributions . . \$				
c	Travel and entertainment . . \$				38,251.
		632,365.	9	Add lines 7 and 8	1,275,536.
6	Add lines 1 through 5	1,273,634.	10	Income (page 1, line 28) - line 6 less line 9	-1,902.

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year	-154,102.	5	Distributions: a Cash	
2	Net income (loss) per books	620,241.		b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize):	
		409,191.	7	Add lines 5 and 6	
4	Add lines 1, 2, and 3	875,330.	8	Balance at end of year (line 4 less line 7)	875,330.