

**SCHEDULE PH  
(Form 1120)**

Department of the Treasury  
Internal Revenue Service

**U.S. Personal Holding Company (PHC) Tax**

▶ See separate instructions. Attach to tax return.

For Paperwork Reduction Act Notice, see the Instructions for Forms 1120 and 1120-A.

OMB No. 1545-0123

**1999**

|      |                                |
|------|--------------------------------|
| Name | Employer identification number |
|------|--------------------------------|

**Part I Undistributed Personal Holding Company Income** (See instructions.)

|                   |    |  |    |    |
|-------------------|----|--|----|----|
| <b>Additions</b>  | 1  | Taxable income before net operating loss deduction and special deductions. Enter amount from Form 1120, line 28  | 1  |    |
|                   | 2  | Contributions deducted in figuring line 1. Enter amount from Form 1120, line 19.   | 2  |    |
|                   | 3  | Excess expenses and depreciation under section 545(b)(6). Enter amount from Part V, line 2.  | 3  |    |
|                   | 4  | <b>Total.</b> Add lines 1 through 3  | 4  |    |
| <b>Deductions</b> | 5  | Federal and foreign income, war profits, and excess profits taxes not deducted in figuring line 1 (attach schedule)  | 5  |    |
|                   | 6  | Contributions deductible under section 545(b)(2). See instructions for limitation  | 6  |    |
|                   | 7  | Net operating loss for the preceding tax year deductible under section 545(b)(4).  | 7  |    |
|                   | 8a | Net capital gain. Enter amount from Schedule D (Form 1120), line 12. Foreign corporations, see instructions  | 8a |    |
|                   | b  | <b>Less:</b> Income tax on this net capital gain (see section 545(b)(5)). Attach computation   | 8b | 8c |
|                   | 9  | Deduction for dividends paid (other than dividends paid after the end of the tax year). Enter amount from Part VI, line 5.   | 9  |    |
|                   | 10 | <b>Total.</b> Add lines 5 through 9  | 10 |    |
|                   | 11 | Subtract line 10 from line 4   | 11 |    |
|                   | 12 | Dividends paid after the end of the tax year (other than deficiency dividends defined in section 547(d)), but not more than the smaller of line 11 or 20% of line 1, Part VI | 12 |    |
|                   | 13 | <b>Undistributed PHC income.</b> Subtract line 12 from line 11. Foreign corporations, see instructions   | 13 |    |

**Note:** If the information in Part II and Part IV is not submitted with the return, the limitation period for assessment and collection of the PHC tax is any time within 6 years after the return is filed. See section 6501(f).

**Part II Personal Holding Company Income** (See instructions.)

|     |  |     |     |
|-----|--|-----|-----|
| 14  | Dividends  | 14  |     |
| 15a | Interest   | 15a |     |
| b   | <b>Less:</b> Amounts excluded (attach schedule)                                  | 15b | 15c |
| 16  | Royalties (other than mineral, oil, gas, or copyright royalties)                 | 16  |     |
| 17  | Annuities  | 17  |     |
| 18a | Rents  | 18a |     |
| b   | <b>Less:</b> Adjustments to rents (attach schedule)                              | 18b | 18c |
| 19a | Mineral, oil, and gas royalties  | 19a |     |
| b   | <b>Less:</b> Adjustments to mineral, oil, and gas royalties (attach schedule)    | 19b | 19c |
| 20  | Copyright royalties  | 20  |     |
| 21  | Produced film rents  | 21  |     |
| 22  | Compensation received for use of corporation property by 25% or more shareholder | 22  |     |
| 23  | Amounts received under personal service contracts and from their sale            | 23  |     |
| 24  | Amounts includible in taxable income from estates and trusts                     | 24  |     |
| 25  | <b>PHC income.</b> Add lines 14 through 24                                       | 25  |     |

**Part III Tax on Undistributed Personal Holding Company Income**

|    |  |    |  |
|----|--|----|--|
| 26 | <b>PHC tax.</b> Enter 39.6% of line 13 here and on Schedule J (Form 1120), line 7, or on the proper line of the appropriate tax return | 26 |  |
|----|--|----|--|

**Part IV Stock Ownership Requirement Under Section 542(a)(2)**

Enter the names and addresses of the individuals who together owned directly or indirectly at any time during the last half of the tax year more than 50% in value of the outstanding stock of the corporation.

| (a) Name   | (b) Address | Highest percentage of shares owned during last half of tax year |            |
|--|-------------|---|------------|
|  |             | (c) Preferred   | (d) Common |
| 1  |             | %   | %          |
|  |             | %   | %          |
|  |             | %   | %          |
|  |             | %   | %          |
|  |             | %   | %          |
| 2 Add the amounts in columns (c) and (d) and enter the totals here . . . . . ▶ |             | %   | %          |

**Part V Excess of Expenses and Depreciation Over Income From Property Not Allowable Under Section 545(b)(6)** (See instructions for Part I, line 3.)

| (a) Description of property  | (b) Date acquired | (c) Cost or other basis | (d) Depreciation deduction | (e) Repairs, insurance, and other expenses (section 162) (attach schedule) | (f) Total of columns (d) and (e) | (g) Income from rent or other compensation | (h) Excess (col. (f) less col. (g)) |
|--|-------------------|-------------------------|----------------------------|--|----------------------------------|--|-------------------------------------|
| 1  |                   |                         |                            |  |                                  |  |                                     |
|  |                   |                         |                            |  |                                  |  |                                     |
|  |                   |                         |                            |  |                                  |  |                                     |
|  |                   |                         |                            |  |                                  |  |                                     |
|  |                   |                         |                            |  |                                  |  |                                     |
| 2 <b>Total excess of expenses and depreciation over rent or other compensation.</b> Add the amounts in column (h) and enter the total here and on Part I, line 3 . . . . .       |                   |                         |                            |  |                                  |  |                                     |
| <b>Note:</b> Attach a statement showing the names and addresses of persons from whom rent or other compensation was received for the use of, or the right to use, each property. |                   |                         |                            |  |                                  |  |                                     |

**Part VI Deduction for Dividends Paid Under Sections 561 and 562**

|   |   |   |  |
|---|---|---|--|
| 1 | Taxable dividends paid. Do not include dividends considered as paid in the preceding tax year under section 563 or deficiency dividends as defined in section 547 . . . . . | 1 |  |
| 2 | Consent dividends. Attach Forms 972 and 973 . . . . .   | 2 |  |
| 3 | Taxable distributions. Add lines 1 and 2 . . . . .  | 3 |  |
| 4 | Dividend carryover from first and second preceding tax years. Attach computation . . . . .  | 4 |  |
| 5 | <b>Deduction for dividends paid.</b> Add lines 3 and 4 and enter the result here and on Part I, line 9 . . . . .  | 5 |  |

