



Pro Forma 1120L
U.S. Life Insurance Company
Pro Forma Return

1999
Massachusetts
Department of
Revenue

Based on the Internal Revenue Code as amended and in effect for calendar year 1983. Please print or type.

Name Federal Identification number
Address Check box if address changed from previous year
City/Town Stat Zip

Schedule A. Investment Yield (see instructions)

Gross Investment Income

Table with 4 columns: 1. Interest, 2. Accrual of discount, 3. Amortization of premium, 4. Total (for line 1: add cols. 1 and 2, and subtract col. 3). Rows include Interest, Dividends, Gross rents, Gross royalties, Leases, terminations, etc., Excess of net short-term capital gain over net long-term capital loss, Gross income from trade or business other than insurance business, and Gross investment income.

Deductions

Table with 2 columns: Description and Amount. Rows include Total investment expenses, Allowable deduction for investment expense, Real estate expenses, Depreciation, Depletion, Trade or business deductions provided in section 804(c)(5)\*\* (attach schedule), Total deductions (add lines 9(b) through 13), and Investment yield (subtract line 14 from line 8). If less than zero, see instructions for U.S. 1120L, Schedule E, line 15\*.

Schedule A-1. Limitation of Investment Expense Deduction

Do not fill in this schedule unless you claim a deduction for general expenses allocated to investment income.

Table with 2 columns: Description and Amount. Rows include Mean of the assets for the tax year, Statutory amount, Mortgage service fees, Investment yield figured without investment expenses, 3% of line 1, Subtract line ii from line i, 25% of line iii, Mortgage service fees (from line 3), Subtract line v from line iv, Mortgages without service fees, 1/4% of line i, and Limit on deduction for investment expenses on line 9b, Schedule A (add lines 2, 3 and 4c).

\*Use 1983 federal schedules. \*\*All Internal Revenue Code references are to the Code as amended and in effect for calendar year 1983.

**Schedule B. Part I. Earnings Rate (Section 805(b))\***

1	Current earnings rate (Schedule A, line 15 divided by Schedule K, Part I, line 10, column 3)	1		%
2	Earnings rate for first preceding year	2		%
3	Earnings rate for second preceding year	3		%
4	Earnings rate for third preceding year	4		%
5	Earnings rate for fourth preceding year	5		%
6	Total (add lines 1 through 5)	6		%
7	Average earnings rate (see instructions)	7		%

**Part II. Average Interest Rate Assumed (Section 805(c)(2))\***

1. Kind of reserve (life, annuity, etc.)	2. Assumed morbidity or mortality table	3. Assumed interest rate	4. Method of computation (Illinois standards, etc.)	5. Reserve at beginning of tax year*	6. Reserve at end of tax year*	7. Mean of columns 5 and 6**	8. Multiply column 3 by column 7	
1								
2								
3								
4								
5	Totals				5			
6	Average interest rate assumed in figuring life insurance reserves (Divide line 5, column 8 by line 5, column 7)						6	%

\*See instructions for section 806(b) and section 818(c)\* adjustments. \*\*Adjusted under section 806(a)\* (attach schedule).

**Part III. Pension Plan Reserves (Section 805(d))\***

1	Section 805(d)(1) reserves*							
2	Section 805(d)(2) reserves*							
3	Section 805(d)(3) reserves*							
4	Section 805(d)(4) reserves*							
5	Section 805(d)(5) reserves*							
6	Section 805(d)(6) reserves*							
7	Totals. Enter amount from column 7 on Schedule B, Part VI, line 3.						7	

**Part IV. Adjusted Life Insurance Reserves (Section 805(c)(1))\***

1	Mean of the life insurance reserves (from Part II, line 5, column 7)	1	
2 a	100 times the adjusted reserves rate (the smaller of line 1 or line 7, Part I)	2a	
2 b	100 times the average rate of interest assumed (from Part II, line 6)	2b	
2 c	Subtract line 2(b) from line 2(a)	2c	
3	Enter 0.9 raised to the power n, where n is the number (positive or negative) on line 2c	3	
4	Adjusted life insurance reserves (multiply line 1 by line 3). Enter here and on Schedule B, Part VI, line 1.	4	

**Part V. Qualified Guaranteed Interest (Section 805(f))\***

1	Qualified guaranteed interest under section 805(f)(3)(A)(ii)(I)*	1	
2	Interest on participating annuity contracts assumed in calculating reserves under those contracts (section 805(f)(3)(A)(ii))*	2	
3	Subtract line 2 from line 1	3	
4	Multiply line 3 by 92.5% (0.925)	4	× .925
5	Qualified guaranteed interest under section 805(f)(1)*	5	
6	Total. Add lines 2, 4 and 5. Enter here and on line 5(e), Part VI	6	

**Part VI. Policy and Other Contract Liability Requirements (Section 805(a))\* (see instructions)**

1	Adjusted life insurance reserves (from Part IV, line 4)	1	
2	Multiplied by the adjusted reserves rate (the smaller of line 1 or line 7, Part I)	2	%
3	Pension plan reserves (from Part III, line 7, column 7)	3	
4	Multiplied by the current earnings rate (from Part I, line 1)	4	%
5 a	Interest on indebtedness	5a	
5 b	Amounts treated as interest	5b	
5 c	Discount on prepaid premiums	5c	
5 d	Interest on certain special contingency reserves	5d	
5 e	Qualified guaranteed interest (from Part V, line 6)	5e	
6	Policy and other contract liability requirements (add lines 2, 4 and 5a through 5e)	6	

\*All Internal Revenue Code references are to the Code as amended and in effect for calendar year 1983.

**Schedule C. Taxable Investment Income (Section 804(a)(2)\* (see Instructions)**

<b>1</b> Total . . . . .	<b>1</b>	100%
<b>2</b> Policyholders' share (section 804)* (divide Schedule B, Part VI, line 6, by Schedule A, line 15) but not more than 100% . . . . .	<b>2</b>	%
<b>3</b> Company's share (subtract line 2 from line 1) . . . . .	<b>3</b>	%

**Income**

<b>4</b> Investment yield from Schedule A, line 15 . . . . .	<b>4</b>	
<b>5</b> Company's share (multiply line 4 by line 3) . . . . .	<b>5</b>	
<b>6</b> Net capital gain (from Schedule D (Form 1120), line 12) . . . . .	<b>6</b>	
<b>7</b> Add lines 5 and 6 . . . . .	<b>7</b>	

**Deductions**

<b>8 a</b> Interest wholly tax-exempt (from Schedule A, line 1a, column 4) . . . . .	<b>8a</b>	
<b>b</b> Multiply line 8a by line 3 . . . . .	<b>8b</b>	
<b>9</b> Dividends-received deduction (affiliated groups — see instructions)		
<b>a</b> 85% of Schedule A, line 2a . . . . .	<b>9a</b>	
<b>b</b> 59.13% of Schedule A, line 2b . . . . .	<b>9b</b>	
<b>c</b> 85% or 100% of Schedule A, line 2(c) . . . . .	<b>9c</b>	
<b>d</b> Add lines 9(a), (b) and (c) . . . . .	<b>9d</b>	
<b>e</b> Multiply line 9d by line 3 . . . . .	<b>9e</b>	
<b>f</b> Enter the smaller of line 9e or 85% of line 12 figured without this deduction . . . . .	<b>9f</b>	
<b>10</b> Small business deduction (10% of line 15, Schedule A; members of a controlled group, see instructions). Do not enter more than \$25,000 . . . . .	<b>10</b>	
<b>11</b> Add lines 8b, 9f and 10 . . . . .	<b>11</b>	
<b>12</b> Taxable investment income. Subtract line 11 from line 7. Do not enter less than zero. Enter here and on line 1a, page 1 . . . . .	<b>12</b>	

**Schedule K. Assets (Section 805(b)(4))\* and Total Insurance Liabilities (Section 819(a))\* (see instructions)**

**Part I — Assets (Section 805(b)(4))\***

	<b>1. Beginning of tax year</b>	<b>2. End of tax year</b>	<b>3. Mean of column 1 and column 2*</b>
<b>1</b> Real estate . . . . .			
<b>2</b> Mortgages: <b>a</b> Without service fees . . . . .			
<b>b</b> With service fees . . . . .			
<b>3</b> Collateral loans . . . . .			
<b>4</b> Policy loans, including premium notes . . . . .			
<b>5</b> Corporate bonds . . . . .			
<b>6</b> Stocks . . . . .			
<b>7</b> Government obligations, etc. . . . .			
<b>8</b> Bank deposits, cash, etc. . . . .			
<b>9</b> Other assets (attach schedule) . . . . .			
<b>10</b> Totals . . . . .			
<b>11</b> Assets at the end of the tax year (from line 10, column 2) . . . . .			

\*Adjusted under section 806(a)\* (see instructions; attach schedule)

\*All Internal Revenue Code references are to the Code as amended and in effect for calendar year 1983.