Form **1040** Department of the Treasury - Internal Revenue Service

U.S. Individual Income Tax Return 2004

(99) IRS Use Only-Do not write or staple in this space.

For the year Jan. 1-Dec. 31, 2004, or other tax year beginning , 2004, ending , 20 OMB. No. 1545-0074

Label (See instructions on page 16.) **Use the IRS label.** Otherwise, please print or type.

LABEL HERE

Your first name and initial	Last name	Your social security number
TEST F	STILES	400-00-7526
If a joint return, spouse's first name and initial	Last name	Spouse's social security number

Home address (number and street). If you have a P.O. box, see page 16. Apt. no.

4664 COUSINS PL

City, town or post office, state, and ZIP code. If you have a foreign address, see page 16.

LAKE HAVASU CITY AZ 86403

Important! You **must** enter your SSN(s) above.

Presidential Election Campaign (See page 16.)

Note. Checking "Yes" will not change your tax or reduce your refund.

Do you, or your spouse if filing a joint return, want $3 to go to this fund? ▶ You: ☐ Yes ☒ No Spouse: ☐ Yes ☐ No

Filing Status Check only one box.

1 ☒ Single

2 ☐ Married filing jointly (even if only one had income)

3 ☐ Married filing separately. Enter spouse's SSN above and full name here. ▶

4 ☐ Head of household (with qualifying person). (See page 17.) If the qualifying person is a child but not your dependent, enter this child's name here. ▶

5 ☐ Qualifying widow(er) with dependent child. (See page 17)

Exemptions

6 a ☒ **Yourself.** If someone can claim you as a dependent, **do not** check box 6a

b ☐ **Spouse**

Boxes checked on 6a and 6b: 1

c **Dependents:**

(1) First name Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) Check if qualifying child for child tax credit (see pg18)
			☐
			☐
			☐
			☐

If more than four dependents, see page 18.

No. of children on 6c who:
- lived with you
- did not live with you due to divorce or separation (see page 18)

Dependents on 6c not entered above

d Total number of exemptions claimed

Add numbers on lines above ▶ 1

Income

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see page 19.

Enclose, but do not attach, any payment. Also, please use **Form 1040-V.**

7	Wages, salaries, tips, etc. Attach Form(s) W-2		7	17,400
8a	**Taxable** interest. Attach Schedule B if required		8a	
b	**Tax-exempt** interest. **Do not** include on line 8a	8b		
9a	Ordinary dividends. Attach Schedule B if required		9a	4,860
b	Qualified dividends (see page 20)	9b		
10	Taxable refunds, credits, or offsets of state and local income taxes (see page 20)		10	
11	Alimony received		11	
12	Business income or (loss). Attach Schedule C or C-EZ		12	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶ ☐		13	1,186
14	Other gains or (losses). Attach Form 4797		14	
15a	IRA distributions	15a	b Taxable amount (see page 22)	15b
16a	Pensions and annuities	16a	b Taxable amount (see page 22)	16b
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E		17	28,830
18	Farm income or (loss). Attach Schedule F		18	
19	Unemployment compensation		19	
20a	Social security benefits	20a	b Taxable amount (see page 24)	20b
21	Other income.		21	
22	Add the amounts in the far right column for lines 7 through 21. This is your **total income** ▶		22	52,276

Adjusted Gross Income

23	Educator expenses (see page 26)	23		
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24		
25	IRA deduction (see page 26)	25		
26	Student loan interest deduction (see page 28)	26		
27	Tuition and fees deduction (see page 29)	27	2,000	
28	Health savings account deduction. Attach Form 8889	28		
29	Moving expenses. Attach Form 3903	29		
30	One-half of self-employment tax. Attach Schedule SE	30		
31	Self-employed health insurance deduction (see page 30)	31		
32	Self-employed SEP, SIMPLE, and qualified plans	32		
33	Penalty on early withdrawal of savings	33		
34a	Alimony paid b Recipient's SSN ▶	34a		
35	Add lines 23 through 34a		35	2,000
36	Subtract line 35 from line 22. This is your **adjusted gross income** ▶		36	50,276

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see page 75.

EEA

Tax and Credits

37	Amount from line 36 (adjusted gross income)	37	50,276
38a	Check if: { ☐ You were born before January 2, 1940, ☐ Blind. ☐ Spouse was born before January 2, 1940, ☐ Blind. } Total boxes checked ▶38a		
b	If your spouse itemizes on a separate return or you were a dual-status alien, see pg 31 & check here ▶38b ☐		
39	**Itemized deductions** (from Schedule A) **or** your **standard deduction** (see left margin)	39	4,850
40	Subtract line 39 from line 37	40	45,426
41	If line 37 is $107,025 or less, multiply $3,100 by the total number of exemptions claimed on line 6d. If line 37 is over $107,025, see the worksheet on page 32	41	3,100
42	**Taxable income.** Subtract line 41 from line 40. If line 41 is more than line 40, enter -0-	42	42,326
43	**Tax** (see page 33). Check if any tax is from: a ☐ Form(s) 8814 b ☒ Form 4972	43	7,284
44	**Alternative minimum tax** (see page 35). Attach Form 6251	44	
45	Add lines 43 and 44 ▶	45	7,284
46	Foreign tax credit. Attach Form 1116 if required — 46: 3,456		
47	Credit for child and dependent care expenses. Attach Form 2441 — 47		
48	Credit for the elderly or the disabled. Attach Schedule R — 48		
49	Education credits. Attach Form 8863 — 49		
50	Retirement savings contributions credit. Attach Form 8880 — 50		
51	Child tax credit (see page 37) — 51		
52	Adoption credit. Attach Form 8839 — 52		
53	Credits from: a ☐ Form 8396 b ☐ Form 8859 — 53		
54	Other credits. Check applicable box(es): a ☐ Form 3800 b ☐ Form 8801 c ☐ Specify _____ — 54		
55	Add lines 46 through 54. These are your **total credits**	55	3,456
56	Subtract line 55 from line 45. If line 55 is more than line 45, enter -0- ▶	56	3,828

Standard Deduction for—

- People who checked any box on line 38a or 38b **or** who can be claimed as a dependent, see page 31.
- All others:

Single or Married filing separately, $4,850

Married filing jointly or Qualifying widow(er), $9,700

Head of household, $7,150

Other Taxes

57	Self-employment tax. Attach Schedule SE	57	
58	Social security and Medicare tax on tip income not reported to employer. Attach Form 4137	58	
59	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	59	
60	Advance earned income credit payments from Form(s) W-2	60	
61	Household employment taxes. Attach Schedule H	61	
62	Add lines 56 through 61. This is your **total tax** ▶	62	3,828

Payments

If you have a qualifying child, attach Schedule EIC.

63	Federal income tax withheld from Forms W-2 and 1099 — 63: 2,580		FORM 1099
64	2004 estimated tax payments and amount applied from 2003 return — 64: 500		
65a	**Earned income credit (EIC)** — 65a		
b	Nontaxable combat pay election ▶ 65b		
66	Excess social security and tier 1 RRTA tax withheld (see page 54) — 66		
67	Additional child tax credit. Attach Form 8812 — 67		
68	Amount paid with request for extension to file (see page 54) — 68		
69	Other payments from: a ☐ Form 2439 b ☐ Form 4136 c ☐ Form 8885 — 69		
70	Add lines 63, 64, 65a, and 66 through 69. These are your **total payments** ▶	70	3,080

Refund

Direct deposit? See page 54 and fill in 72b, 72c, and 72d.

71	If line 70 is more than line 62, subtract line 62 from line 70. This is the amount you **overpaid**	71	
72a	Amount of line 71 you want **refunded to you** ▶	72a	
▶ b	Routing number ▶c Type: ☐ Checking ☐ Savings		
▶ d	Account number		
73	Amount of line 71 you want **applied to your 2005 estimated tax** ▶ 73		

Amount You Owe

74	**Amount you owe.** Subtract line 70 from line 62. For details on how to pay, see page 55 ▶	74	748
75	Estimated tax penalty (see page 55) — 75		

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see page 56)? ☐ **Yes.** Complete the following. ☒ **No**

Designee's name ▶ Phone no. ▶ Personal identification number (PIN) ▶

Sign Here

Joint return? See page 17. Keep a copy for your records.

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

Your signature	Date	Your occupation	Daytime phone number
		STOCK BROKER	
Spouse's signature. If a joint return, **both** must sign.	Date	Spouse's occupation	928-555-1254

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed ☐	Preparer's SSN or PTIN
Firm's name (or yours if self-employed), address, and ZIP code		EIN	
		Phone no.	

Name(s) shown on Form 1040. Do not enter name and social security number if shown on page 1.

TEST F STILES

Your social security numbe

400-00-7526

Schedule B-Interest and Ordinary Dividends

Attachment Sequence No. 08

Part I Interest

(See page B-1 and the instructions for Form 1040, line 8a.)

Note. If you received a Form 1099-INT, Form 1099-OID, or substitute statement from a brokerage firm, list the firm's name as the payer and enter the total interest shown on that form.

			Amount
1	List name of payer. If any interest is from a seller-financed mortgage and the buyer used the property as a personal residence, see page B-1 and list this interest first. Also, show that buyer's social security number and address ▶	1	
2	Add the amounts on line 1	2	
3	Excludable interest on series EE and I U.S. savings bonds issued after 1989. Attach Form 8815	3	
4	Subtract line 3 from line 2. Enter the result here and on Form 1040, line 8a ▶	4	

Note: If line 4 is over $1,500, you must complete Part III.

Part II Ordinary Dividends

(See page B-2 and the instructions for Form 1040, line 9a.)

Note. If you received a Form 1099-DIV or substitute statement from a brokerage firm, list the firm's name as the payer and enter the ordinary dividends shown on that form.

			Amount
5	List name of payer ▶	5	
	AMERICAN INVESTMENTS		3,650
	ACME		80
	WIZE INV		220
	INSIDER		650
	FINE ARTS COUNCIL		260
6	Add the amounts on line 5. Enter the total here and on Form 1040, line 9a ▶	6	4,860

Note. If line 6 is over $1,500, you must complete Part III.

Part III Foreign Accounts and Trusts

(See page B-2.)

You must complete this part if you **(a)** had over $1,500 of taxable interest or ordinary dividends; or **(b)** had a foreign account; or **(c)** received a distribution from, or were a grantor of, or a transferor to, a foreign trust.

		Yes	No
7a	At any time during 2004, did you have an interest in or a signature or other authority over a financial account in a foreign country, such as a bank account, securities account, or other financial account? See page B-2 for exceptions and filing requirements for Form TD F 90-22.1		X
b	If "Yes," enter the name of the foreign country ▶		
8	During 2004, did you receive a distribution from, or were you the grantor of, or transferor to, a foreign trust? If "Yes," you may have to file Form 3520. See page B-2		X

SCHEDULE D (Form 1040)

Department of the Treasury
Internal Revenue Service (99)

Capital Gains and Losses

▶ Attach to Form 1040. ▶ See Instructions for Schedule D (Form 1040).
▶ Use Schedule D-1 to list additional transactions for lines 1 and 8.

OMB No. 1545-0074

2004

Attachment Sequence No. **12**

Name(s) shown on Form 1040: TEST F STILES

Your social security numbe: 400-00-7526

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Yr., mo., day)	(c) Date sold (Yr., mo., day)	(d) Sales price (see page D-6 of the instructions)	(e) Cost or other basis (see page D-6 of the instructions)	(f) Gain or (loss) Subtract (e) from (d)
1 100 SHS ACME	20040425	20040715	5,700	3,970	1,730

2 Enter your short-term totals, if any, from Schedule D-1, line 2	2		
3 **Total short-term sales price amounts.** Add lines 1 and 2 in column (d)	3	5,700	
4 Short-term gain from Form 6252 and short-term gain or (loss) from Forms 4684, 6781, and 8824		4	(1,600)
5 Net short-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1		5	
6 Short-term capital loss carryover. Enter the amount, if any, from line 8 of your **Capital Loss Carryover Worksheet** on page D-5 of the Instructions		6	( )
7 **Net short-term capital gain or (loss).** Combine lines 1 through 6 in column (f)		7	130

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Yr., mo., day)	(c) Date sold (Yr., mo., day)	(d) Sales price (see page D-6 of the instructions)	(e) Cost or other basis (see page D-6 of the instructions)	(f) Gain or (loss) Subtract (e) from (d)
8 60 SHS WIZE INV	19950213	40041215	1,260	624	636
15 SHS INSIDER	20010312	20040522	150	330	(180)

9 Enter your long-term totals, if any, from Schedule D-1, line 9	9		
10 **Total long-term sales price amounts.** Add lines 8 and 9 in column (d)	10	1,410	
11 Gain from Form 4797, Part I; long-term gain from Forms 2439 and 6252; and long-term gain or (loss) from Forms 4684, 6781, and 8824		11	600
12 Net long-term gain or (loss) from partnerships, S corporations, estates, and trusts from Schedule(s) K-1		12	
13 Capital gain distributions. See page D-2 of the instructions		13	
14 Long-term capital loss carryover. Enter the amount, if any, from line 13 of your **Capital Loss Carryover Worksheet** on page D-5 of the instructions		14	( )
15 **Net long-term capital gain or (loss).** Combine lines 8 through 14 in column (f). Then go to Part III on page 2.		15	1,056

Part III Summary

16 Combine lines 7 and 15 and enter the result. If line 16 is a loss, skip lines 17 through 20, and go to line 21. If a gain, enter the gain on Form 1040, line 13	16	1,186
17 Are lines 15 and 16 **both** gains? [X] **Yes.** go to line 18. [ ] **No.** Skip lines 18 through 21, and go to line 22.		
18 Enter the amount, if any, from line 7 of the **28% Rate Gain Worksheet** on page D-7 of the instructions ▶	18	
19 Enter the amount, if any, from line 18 of the **Unrecaptured Section 1250 Gain Worksheet** on page D-8 of the instructions ▶	19	
20 Are lines 18 and 19 **both** zero or blank? [X] **Yes.** Complete Form 1040 through line 42, and then complete the **Qualified Dividends and Capital Gain Tax Worksheet** on page 37 of the Instructions for Form 1040. **Do not** complete lines 21 and 22 below. [ ] **No.** Complete the **Schedule D Tax Worksheet** on page D-10 of the instructions. **Do not** complete lines 21 and 22 below.		
21 If line 16 is a loss, enter here and on Form 1040, line 13, the **smaller** of: ● The loss on line 16 or ● ($3,000), or if married filing separately, ($1,500) ▶	21	( )
Note: When figuring which amount is smaller, treat both amounts as positive numbers.		
22 Do you have qualified dividends on Form 1040, line 9b? [ ] **Yes.** Complete Form 1040 through line 42 , and then complete the **Qualified Dividends and Capital Gain Tax Worksheet** on page 37 of the Instructions for Form 1040. [ ] **No.** Complete the rest of Form 1040.		

Name(s) shown on return. Do not enter name and social security number if shown on page 1.

TEST F STILES

Your social security number: 400-00-7526

Caution: The IRS compares amounts reported on your tax return with amounts on Schedule(s) K-1.

Part II Income or Loss From Partnerships and S Corporations

Note. If you report a loss from an at-risk activity for which **any** amount is **not** at risk, you **must** check column **(e)** on line 28 and attach **Form 6198.** See page E-1.

27 Are you reporting any loss not allowed in a prior year due to the at-risk or basis limitations, a prior year unallowed loss from a passive activity (if that loss was not reported on Form 8582), or unreimbursed partnership expenses? ☐ Yes ☒ No

If you answered "Yes," see page E-5 before completing this section.

28	(a) Name	(b) Enter P for partnership; S for S corporation	(c) Check if foreign partnership	(d) Employer identification number	(e) Check if any amount is not at risk
A	ARGENTINIAN CRUISE LINES	P	X	04-5763210	
B	IRISH-AMERICA EXPORTS LTD	S		99-4243000	
C	ISRAELI SALES INC	S		99-1234455	
D	FRENCH FINANCIAL SERVICES	S		99-1010112	

	Passive Income and Loss		Nonpassive Income and Loss		
	(f) Passive loss allowed (attach Form 8582 if required)	(g) Passive income from Schedule K-1	(h) Nonpassive loss from Schedule K-1	(i) Section 179 expense deduction from Form 4562	(j) Nonpassive income from Schedule K-1
A		5,430			
B		9,200			
C					7,500
D		6,700			
29 a Totals		21,330			7,500
b Totals					

30	Add columns (g) and (j) of line 29a	30	28,830
31	Add columns (f), (h), and (i) of line 29b	31	( )
32	**Total partnership and S corporation income or (loss).** Combine lines 30 and 31. Enter the result here and include in the total on line 41 below	32	28,830

Part III Income or Loss From Estates and Trusts

33	(a) Name	(b) Employer identification number
A		
B		

	Passive Income and Loss		Nonpassive Income and Loss	
	(c) Passive deduction or loss allowed (attach Form 8582 if required)	(d) Passive income from Schedule K-1	(e) Deduction or loss from Schedule K-1	(f) Other income from Schedule K-1
A				
B				
34 a Totals				
b Totals				

35	Add columns (d) and (f) of line 34a	35	
36	Add columns (c) and (e) of line 34b	36	( )
37	**Total estate and trust income or (loss).** Combine lines 35 and 36. Enter the result here and include in the total on line 41 below	37	

Part IV Income or Loss From Real Estate Mortgage Investment Conduits (REMICs) -- Residual Holder

38	(a) Name	(b) Employer identification number	(c) Excess inclusion from Schedules Q, line 2c (see page E-6)	(d) Taxable income (net loss) from Schedules Q, line 1b	(e) Income from Schedules Q, line 3b

39	Combine columns (d) and (e) only. Enter the result here and include in the total on line 41 below	39	

Part V Summary

40	Net farm rental income or (loss) from **Form 4835**. Also, complete line 42 below	40	
41	**Total income or (loss).** Combine lines 26, 32, 37, 39, and 40. Enter the result here and on Form 1040, line 17 ▶	41	28,830
42	**Reconciliation of farming and fishing income.** Enter your **gross** farming and fishing income reported on Form 4835, line 7; Schedule K-1 (Form 1065), box 14, code B; Schedule K-1 (Form 1120S), box 17, code N; and Schedule K-1 (Form 1041), line 14 (see page E-6)	42	
43	**Reconciliation for real estate professionals.** If you were a real estate professional (see page E-1), enter the net income or (loss) you reported anywhere on Form 1040 from all rental real estate activities in which you materially participated under the passive activity loss rules	43	

Form **1116**

Department of the Treasury
Internal Revenue Service

Foreign Tax Credit

(Individual, Estate, or Trust)

▶ **Attach to Form 1040, 1040NR, 1041, or 990-T.**

▶ **See separate instructions.**

OMB No. 1545-0121

2004

Attachment Sequence No. **19**

Name: TEST F STILES

Identifying number as shown on page 1 of your tax return: 400-00-7526

Use a separate Form 1116 for each category of income listed below. See **Categories of Income** on page 3 of the instructions. Check only one box on each Form 1116. Report all amounts in U.S. dollars except where specified in Part II below.

- a [ ] Passive income
- b [ ] High withholding tax interest
- c [X] Financial services income
- d [ ] Shipping income
- e [ ] Dividends from a DISC or former DISC
- f [ ] Certain distributions from a foreign sales corporation (FSC) or former FSC
- g [ ] Lump-sum distributions
- h [ ] Section 901(j) income
- i [ ] Certain income re-sourced by treaty
- j [ ] General limitation income

k Resident of (name of country) ▶ UNITED STATES

Note: If you paid taxes to only one foreign country or U.S. possession, use column A in Part I and line A in Part II. If you paid taxes to **more than one** foreign country or U.S. possession, use a separate column and line for each country or possession.

Part I Taxable Income or Loss From Sources Outside the United States (for Category Checked Above)

	Foreign Country or U.S. Possession A	B	C		Total (Add cols. A, B, and C.)
l Enter the name of the foreign country or U.S. possession ▶	FRANCE				
1 Gross income from sources within country shown above and of the type checked above (see page 7 of the instructions): BANKING	6,700			1	6,700
Deductions and losses (Caution: See pages 9, 11, and 12 of the instructions):					
2 Expenses **definitely related** to the income on line 1 (attach statement)					
3 Pro rata share of other deductions **not definitely related:**					
a Certain itemized deductions or standard deduction (see instructions) STATEMENT # 1	4,850				
b Other deductions (attach statement)	2,000				
c Add lines 3a and 3b	6,850				
d Gross foreign source income (see instructions)	6,700				
e Gross income from all sources (see instructions)	52,276				
f Divide line 3d by line 3e (see instructions)	0.1282				
g Multiply line 3c by line 3f	878				
4 Pro rata share of interest expense (see instructions):					
a Home mortgage interest (use worksheet on page 12 of the instructions)					
b Other interest expense					
5 Losses from foreign sources					
6 Add lines 2, 3g, 4a, 4b, and 5	878			6	878
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ▶				7	5,822

Part II Foreign Taxes Paid or Accrued (see page 12 of the instructions)

Country	Credit is claimed for taxes (you must check one) (m) [X] Paid (n) [ ] Accrued	Foreign taxes paid or accrued: In foreign currency — Taxes withheld at source on: (p) Dividends	(q) Rents and royalties	(r) Interest	(s) Other foreign taxes paid or accrued	In U.S. dollars — Taxes withheld at source on: (t) Dividends	(u) Rents and royalties	(v) Interest	(w) Other foreign taxes paid or accrued	(x) Total foreign taxes paid or accrued (add cols. (t) through (w))
	(o) Date paid or accrued									
A	2004-03-12								416	416
B										
C										

8 Add lines A through C, column (x). Enter the total here and on line 9, page 2 ▶ 8 416

For Paperwork Reduction Act Notice, see page 16 of the instructions.

EEA

Form **1116** (2004)

Part III Figuring the Credit

9	Enter the amount from line 8. These are your total foreign taxes paid or accrued for the category of income checked above Part I	9	416		
10	Carryback or carryover (attach detailed computation)	10			
11	Add lines 9 and 10	11	416		
12	Reduction in foreign taxes (see page 13 of the instructions)	12			
13	Subtract line 12 from line 11. This is the total amount of foreign taxes available for credit			13	416
14	Enter the amount from line 7. This is your taxable income or (loss) from sources outside the United States (before adjustments) for the category of income checked above Part I (see page 14 of the instructions)	14	5,822		
15	Adjustments to line 14 (see page 14 of the instructions)	15			
16	Combine the amounts on lines 14 and 15. This is your net foreign source taxable income. (If the result is zero or less, you have no foreign tax credit for the category of income you checked above Part I. Skip lines 17 through 21. However, if you are filing more than one Form 1116, you must complete line 19.)	16	5,822		
17	**Individuals:** Enter the amount from Form 1040, line 40. If you are a nonresident alien, enter the amount from Form 1040NR, line 37. **Estates and trusts:** Enter your taxable income without the deduction for your exemption	17	44,823		
	Caution: If you figured your tax using the lower rates on qualified dividends or capital gains, see page 15 of the instructions.				
18	Divide line 16 by line 17. If line 16 is more than line 17, enter "1"			18	0.1299
19	**Individuals:** Enter the amount from Form 1040, line 43, **less** any amounts on Form 1040, lines 46 through 49. If you are a nonresident alien, enter the amount from Form 1040NR, line 40, **less** any amounts on Form 1040NR, lines 43 and 44. **Estates and trusts:** Enter the amount from Form 1041, Schedule G, lines 1a, or the total of Form 990-T, lines 36 and 37			19	7,284
	Caution: If you are completing line 19 for separate category **g** (lump-sum distributions), see page 16 of the instructions.				
20	Multiply line 19 by line 18 (maximum amount of credit)			20	946
21	Enter the **smaller** of line 13 or line 20. If this is the only Form 1116 you are filing, skip lines 22 through 30 and enter this amount on line 31. Otherwise, complete the appropriate line in Part IV (see page 16 of the instructions) ▶			21	416

Part IV Summary of Credits From Separate Parts III (see page 16 of the instructions.)

22	Credit for taxes on passive income	22			
23	Credit for taxes on high withholding tax interest	23			
24	Credit for taxes on financial services income	24			
25	Credit for taxes on shipping income	25			
26	Credit for taxes on dividends from a DISC or former DISC and certain distributions from a FSC or former FSC	26			
27	Credit for taxes on lump-sum distributions	27			
28	Credit for taxes on certain income re-sourced by treaty	28			
29	Credit for taxes on general limitation income	29			
30	Add lines 22 through 29			30	
31	Enter the **smaller** of line 19 or line 30			31	
32	Reduction of credit for international boycott operations. See instructions for line 12 on page 14			32	
33	Subtract line 32 from line 31. This is your **foreign tax credit.** Enter here and on Form 1040, line 50; Form 1040NR, line 45; Form 1041, Schedule G, line 2a; or Form 990-T, line 40a ▶			33	

Form **1116**

Department of the Treasury
Internal Revenue Service

Foreign Tax Credit

(Individual, Estate, or Trust)

▶ **Attach to Form 1040, 1040NR, 1041, or 990-T.**

▶ **See separate instructions.**

OMB No. 1545-0121

2004

Attachment Sequence No. **19**

Name: TEST F STILES

Identifying number as shown on page 1 of your tax return: 400-00-7526

Use a separate Form 1116 for each category of income listed below. See **Categories of Income** on page 3 of the instructions. Check only one box on each Form 1116. Report all amounts in U.S. dollars except where specified in Part II below.

- a [ ] Passive income
- b [ ] High withholding tax interest
- c [ ] Financial services income
- d [X] Shipping income
- e [ ] Dividends from a DISC or former DISC
- f [ ] Certain distributions from a foreign sales corporation (FSC) or former FSC
- g [ ] Lump-sum distributions
- h [ ] Section 901(j) income
- i [ ] Certain income re-sourced by treaty
- j [ ] General limitation income

k Resident of (name of country) ▶ UNITED STATES

Note: If you paid taxes to only one foreign country or U.S. possession, use column A in Part I and line A in Part II. If you paid taxes to **more than one** foreign country or U.S. possession, use a separate column and line for each country or possession.

Part I Taxable Income or Loss From Sources Outside the United States (for Category Checked Above)

	Foreign Country or U.S. Possession A	B	C		Total (Add cols. A, B, and C.)
l Enter the name of the foreign country or U.S. possession ▶	ARGENTINA				
1 Gross income from sources within country shown above and of the type checked above (see page 7 of the instructions): SHIP LEASES	5,430			1	5,430
Deductions and losses (Caution: See pages 9, 11, and 12 of the instructions):					
2 Expenses **definitely related** to the income on line 1 (attach statement)					
3 Pro rata share of other deductions **not definitely related:**					
a Certain itemized deductions or standard deduction (see instructions) STATEMENT # 1	4,850				
b Other deductions (attach statement)	2,000				
c Add lines 3a and 3b	6,850				
d Gross foreign source income (see instructions)	5,430				
e Gross income from all sources (see instructions)	52,276				
f Divide line 3d by line 3e (see instructions)	0.1039				
g Multiply line 3c by line 3f	712				
4 Pro rata share of interest expense (see instructions):					
a Home mortgage interest (use worksheet on page 12 of the instructions)					
b Other interest expense					
5 Losses from foreign sources					
6 Add lines 2, 3g, 4a, 4b, and 5	712			6	712
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ▶				7	4,718

Part II Foreign Taxes Paid or Accrued (see page 12 of the instructions)

Country	Credit is claimed for taxes (you must check one) (m) [X] Paid (n) [ ] Accrued	Foreign taxes paid or accrued: In foreign currency — Taxes withheld at source on: (p) Dividends	(q) Rents and royalties	(r) Interest	(s) Other foreign taxes paid or accrued	In U.S. dollars — Taxes withheld at source on: (t) Dividends	(u) Rents and royalties	(v) Interest	(w) Other foreign taxes paid or accrued	(x) Total foreign taxes paid or accrued (add cols. (t) through (w))
	(o) Date paid or accrued									
A	2004-12-05								200	200
B										
C										

8 Add lines A through C, column (x). Enter the total here and on line 9, page 2 ▶ 8 200

For Paperwork Reduction Act Notice, see page 16 of the instructions.

EEA

Form **1116** (2004)

Part III Figuring the Credit

9	Enter the amount from line 8. These are your total foreign taxes paid or accrued for the category of income checked above Part I	9	200		
10	Carryback or carryover (attach detailed computation)	10			
11	Add lines 9 and 10	11	200		
12	Reduction in foreign taxes (see page 13 of the instructions)	12			
13	Subtract line 12 from line 11. This is the total amount of foreign taxes available for credit			13	200
14	Enter the amount from line 7. This is your taxable income or (loss) from sources outside the United States (before adjustments) for the category of income checked above Part I (see page 14 of the instructions)	14	4,718		
15	Adjustments to line 14 (see page 14 of the instructions)	15			
16	Combine the amounts on lines 14 and 15. This is your net foreign source taxable income. (If the result is zero or less, you have no foreign tax credit for the category of income you checked above Part I. Skip lines 17 through 21. However, if you are filing more than one Form 1116, you must complete line 19.)	16	4,718		
17	**Individuals:** Enter the amount from Form 1040, line 40. If you are a nonresident alien, enter the amount from Form 1040NR, line 37. **Estates and trusts:** Enter your taxable income without the deduction for your exemption	17	44,823		
	Caution: If you figured your tax using the lower rates on qualified dividends or capital gains, see page 15 of the instructions.				
18	Divide line 16 by line 17. If line 16 is more than line 17, enter "1"			18	0.1053
19	**Individuals:** Enter the amount from Form 1040, line 43, **less** any amounts on Form 1040, lines 46 through 49. If you are a nonresident alien, enter the amount from Form 1040NR, line 40, **less** any amounts on Form 1040NR, lines 43 and 44. **Estates and trusts:** Enter the amount from Form 1041, Schedule G, lines 1a, or the total of Form 990-T, lines 36 and 37			19	7,284
	Caution: If you are completing line 19 for separate category **g** (lump-sum distributions), see page 16 of the instructions.				
20	Multiply line 19 by line 18 (maximum amount of credit)			20	767
21	Enter the **smaller** of line 13 or line 20. If this is the only Form 1116 you are filing, skip lines 22 through 30 and enter this amount on line 31. Otherwise, complete the appropriate line in Part IV (see page 16 of the instructions) ▶			21	200

Part IV Summary of Credits From Separate Parts III (see page 16 of the instructions.)

22	Credit for taxes on passive income	22			
23	Credit for taxes on high withholding tax interest	23			
24	Credit for taxes on financial services income	24			
25	Credit for taxes on shipping income	25			
26	Credit for taxes on dividends from a DISC or former DISC and certain distributions from a FSC or former FSC	26			
27	Credit for taxes on lump-sum distributions	27			
28	Credit for taxes on certain income re-sourced by treaty	28			
29	Credit for taxes on general limitation income	29			
30	Add lines 22 through 29			30	
31	Enter the **smaller** of line 19 or line 30			31	
32	Reduction of credit for international boycott operations. See instructions for line 12 on page 14			32	
33	Subtract line 32 from line 31. This is your **foreign tax credit.** Enter here and on Form 1040, line 50; Form 1040NR, line 45; Form 1041, Schedule G, line 2a; or Form 990-T, line 40a ▶			33	

Form **1116**

Department of the Treasury
Internal Revenue Service

Foreign Tax Credit

(Individual, Estate, or Trust)

▶ **Attach to Form 1040, 1040NR, 1041, or 990-T.**

▶ **See separate instructions.**

OMB No. 1545-0121

2004

Attachment Sequence No. **19**

Name: TEST F STILES

Identifying number as shown on page 1 of your tax return: 400-00-7526

Use a separate Form 1116 for each category of income listed below. See **Categories of Income** on page 3 of the instructions. Check only one box on each Form 1116. Report all amounts in U.S. dollars except where specified in Part II below.

- a [ ] Passive income
- b [ ] High withholding tax interest
- c [ ] Financial services income
- d [ ] Shipping income
- e [X] Dividends from a DISC or former DISC
- f [ ] Certain distributions from a foreign sales corporation (FSC) or former FSC
- g [ ] Lump-sum distributions
- h [ ] Section 901(j) income
- i [ ] Certain income re-sourced by treaty
- j [ ] General limitation income

k Resident of (name of country) ▶ UNITED STATES

Note: If you paid taxes to only one foreign country or U.S. possession, use column A in Part I and line A in Part II. If you paid taxes to **more than one** foreign country or U.S. possession, use a separate column and line for each country or possession.

Part I Taxable Income or Loss From Sources Outside the United States (for Category Checked Above)

	Foreign Country or U.S. Possession A	B	C		Total (Add cols. A, B, and C.)
l Enter the name of the foreign country or U.S. possession ▶	IRELAND				
1 Gross income from sources within country shown above and of the type checked above (see page 7 of the instructions): EXPORT LEASING	9,200			1	9,200
Deductions and losses (Caution: See pages 9, 11, and 12 of the instructions):					
2 Expenses **definitely related** to the income on line 1 (attach statement)					
3 Pro rata share of other deductions **not definitely related:**					
a Certain itemized deductions or standard deduction (see instructions) STATEMENT # 1	4,850				
b Other deductions (attach statement)	2,000				
c Add lines 3a and 3b	6,850				
d Gross foreign source income (see instructions)	9,200				
e Gross income from all sources (see instructions)	52,276				
f Divide line 3d by line 3e (see instructions)	0.1760				
g Multiply line 3c by line 3f	1,206				
4 Pro rata share of interest expense (see instructions):					
a Home mortgage interest (use worksheet on page 12 of the instructions)					
b Other interest expense					
5 Losses from foreign sources					
6 Add lines 2, 3g, 4a, 4b, and 5	1,206			6	1,206
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ▶				7	7,994

Part II Foreign Taxes Paid or Accrued (see page 12 of the instructions)

Country	Credit is claimed for taxes (you must check one) (m) [X] Paid (n) [ ] Accrued	Foreign taxes paid or accrued: In foreign currency				In U.S. dollars				
		Taxes withheld at source on:			(s) Other foreign taxes paid or accrued	Taxes withheld at source on:			(w) Other foreign taxes paid or accrued	(x) Total foreign taxes paid or accrued (add cols. (t) through (w))
	(o) Date paid or accrued	(p) Dividends	(q) Rents and royalties	(r) Interest		(t) Dividends	(u) Rents and royalties	(v) Interest		
A	2004-12-15						540			540
B										
C										

8 Add lines A through C, column (x). Enter the total here and on line 9, page 2 ▶ 8 540

For Paperwork Reduction Act Notice, see page 16 of the instructions.

EEA

Form **1116** (2004)

Part III Figuring the Credit

9	Enter the amount from line 8. These are your total foreign taxes paid or accrued for the category of income checked above Part I	9	540		
10	Carryback or carryover (attach detailed computation)	10			
11	Add lines 9 and 10	11	540		
12	Reduction in foreign taxes (see page 13 of the instructions)	12			
13	Subtract line 12 from line 11. This is the total amount of foreign taxes available for credit			13	540
14	Enter the amount from line 7. This is your taxable income or (loss) from sources outside the United States (before adjustments) for the category of income checked above Part I (see page 14 of the instructions)	14	7,994		
15	Adjustments to line 14 (see page 14 of the instructions)	15			
16	Combine the amounts on lines 14 and 15. This is your net foreign source taxable income. (If the result is zero or less, you have no foreign tax credit for the category of income you checked above Part I. Skip lines 17 through 21. However, if you are filing more than one Form 1116, you must complete line 19.)	16	7,994		
17	**Individuals:** Enter the amount from Form 1040, line 40. If you are a nonresident alien, enter the amount from Form 1040NR, line 37. **Estates and trusts:** Enter your taxable income without the deduction for your exemption	17	44,823		
	Caution: If you figured your tax using the lower rates on qualified dividends or capital gains, see page 15 of the instructions.				
18	Divide line 16 by line 17. If line 16 is more than line 17, enter "1"			18	0.1783
19	**Individuals:** Enter the amount from Form 1040, line 43, **less** any amounts on Form 1040, lines 46 through 49. If you are a nonresident alien, enter the amount from Form 1040NR, line 40, **less** any amounts on Form 1040NR, lines 43 and 44. **Estates and trusts:** Enter the amount from Form 1041, Schedule G, lines 1a, or the total of Form 990-T, lines 36 and 37			19	7,284
	Caution: If you are completing line 19 for separate category **g** (lump-sum distributions), see page 16 of the instructions.				
20	Multiply line 19 by line 18 (maximum amount of credit)			20	1,299
21	Enter the **smaller** of line 13 or line 20. If this is the only Form 1116 you are filing, skip lines 22 through 30 and enter this amount on line 31. Otherwise, complete the appropriate line in Part IV (see page 16 of the instructions) ▶			21	540

Part IV Summary of Credits From Separate Parts III (see page 16 of the instructions.)

22	Credit for taxes on passive income	22			
23	Credit for taxes on high withholding tax interest	23			
24	Credit for taxes on financial services income	24			
25	Credit for taxes on shipping income	25			
26	Credit for taxes on dividends from a DISC or former DISC and certain distributions from a FSC or former FSC	26			
27	Credit for taxes on lump-sum distributions	27			
28	Credit for taxes on certain income re-sourced by treaty	28			
29	Credit for taxes on general limitation income	29			
30	Add lines 22 through 29			30	
31	Enter the **smaller** of line 19 or line 30			31	
32	Reduction of credit for international boycott operations. See instructions for line 12 on page 14			32	
33	Subtract line 32 from line 31. This is your **foreign tax credit.** Enter here and on Form 1040, line 50; Form 1040NR, line 45; Form 1041, Schedule G, line 2a; or Form 990-T, line 40a ▶			33	

Form **1116**

Department of the Treasury
Internal Revenue Service

Foreign Tax Credit

(Individual, Estate, or Trust)

▶ **Attach to Form 1040, 1040NR, 1041, or 990-T.**

▶ **See separate instructions.**

OMB No. 1545-0121

2004

Attachment Sequence No. **19**

Name: TEST F STILES

Identifying number as shown on page 1 of your tax return: 400-00-7526

Use a separate Form 1116 for each category of income listed below. See **Categories of Income** on page 3 of the instructions. Check only one box on each Form 1116. Report all amounts in U.S. dollars except where specified in Part II below.

- a [ ] Passive income
- b [ ] High withholding tax interest
- c [ ] Financial services income
- d [ ] Shipping income
- e [ ] Dividends from a DISC or former DISC
- f [X] Certain distributions from a foreign sales corporation (FSC) or former FSC
- g [ ] Lump-sum distributions
- h [ ] Section 901(j) income
- i [ ] Certain income re-sourced by treaty
- j [ ] General limitation income

k Resident of (name of country) ▶ UNITED STATES

Note: If you paid taxes to only one foreign country or U.S. possession, use column A in Part I and line A in Part II. If you paid taxes to **more than one** foreign country or U.S. possession, use a separate column and line for each country or possession.

Part I Taxable Income or Loss From Sources Outside the United States (for Category Checked Above)

	Foreign Country or U.S. Possession A	B	C		Total (Add cols. A, B, and C.)
l Enter the name of the foreign country or U.S. possession ▶	ISRAEL				
1 Gross income from sources within country shown above and of the type checked above (see page 7 of the instructions): EXPORT SALES	7,500			1	7,500
Deductions and losses (Caution: See pages 9, 11, and 12 of the instructions):					
2 Expenses **definitely related** to the income on line 1 (attach statement)					
3 Pro rata share of other deductions **not definitely related:**					
a Certain itemized deductions or standard deduction (see instructions) STATEMENT # 1	4,850				
b Other deductions (attach statement)	2,000				
c Add lines 3a and 3b	6,850				
d Gross foreign source income (see instructions)	7,500				
e Gross income from all sources (see instructions)	52,276				
f Divide line 3d by line 3e (see instructions)	0.1435				
g Multiply line 3c by line 3f	983				
4 Pro rata share of interest expense (see instructions):					
a Home mortgage interest (use worksheet on page 12 of the instructions)					
b Other interest expense					
5 Losses from foreign sources					
6 Add lines 2, 3g, 4a, 4b, and 5	983			6	983
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ▶				7	6,517

Part II Foreign Taxes Paid or Accrued (see page 12 of the instructions)

Country	Credit is claimed for taxes (you must check one) (m) [X] Paid (n) [ ] Accrued	Foreign taxes paid or accrued: In foreign currency				In U.S. dollars				
		Taxes withheld at source on:			(s) Other foreign taxes paid or accrued	Taxes withheld at source on:			(w) Other foreign taxes paid or accrued	(x) Total foreign taxes paid or accrued (add cols. (t) through (w))
	(o) Date paid or accrued	(p) Dividends	(q) Rents and royalties	(r) Interest		(t) Dividends	(u) Rents and royalties	(v) Interest		
A	2004-06-18								700	700
B										
C										

8 Add lines A through C, column (x). Enter the total here and on line 9, page 2 ▶ 8 700

For Paperwork Reduction Act Notice, see page 16 of the instructions.

EEA

Form **1116** (2004)

Part III Figuring the Credit

9	Enter the amount from line 8. These are your total foreign taxes paid or accrued for the category of income checked above Part I	9	700		
10	Carryback or carryover (attach detailed computation)	10			
11	Add lines 9 and 10	11	700		
12	Reduction in foreign taxes (see page 13 of the instructions)	12			
13	Subtract line 12 from line 11. This is the total amount of foreign taxes available for credit			13	700
14	Enter the amount from line 7. This is your taxable income or (loss) from sources outside the United States (before adjustments) for the category of income checked above Part I (see page 14 of the instructions)	14	6,517		
15	Adjustments to line 14 (see page 14 of the instructions)	15			
16	Combine the amounts on lines 14 and 15. This is your net foreign source taxable income. (If the result is zero or less, you have no foreign tax credit for the category of income you checked above Part I. Skip lines 17 through 21. However, if you are filing more than one Form 1116, you must complete line 19.)	16	6,517		
17	**Individuals:** Enter the amount from Form 1040, line 40. If you are a nonresident alien, enter the amount from Form 1040NR, line 37. **Estates and trusts:** Enter your taxable income without the deduction for your exemption	17	44,823		
	Caution: If you figured your tax using the lower rates on qualified dividends or capital gains, see page 15 of the instructions.				
18	Divide line 16 by line 17. If line 16 is more than line 17, enter "1"			18	0.1454
19	**Individuals:** Enter the amount from Form 1040, line 43, **less** any amounts on Form 1040, lines 46 through 49. If you are a nonresident alien, enter the amount from Form 1040NR, line 40, **less** any amounts on Form 1040NR, lines 43 and 44. **Estates and trusts:** Enter the amount from Form 1041, Schedule G, lines 1a, or the total of Form 990-T, lines 36 and 37			19	7,284
	Caution: If you are completing line 19 for separate category **g** (lump-sum distributions), see page 16 of the instructions.				
20	Multiply line 19 by line 18 (maximum amount of credit)			20	1,059
21	Enter the **smaller** of line 13 or line 20. If this is the only Form 1116 you are filing, skip lines 22 through 30 and enter this amount on line 31. Otherwise, complete the appropriate line in Part IV (see page 16 of the instructions) ▶			21	700

Part IV Summary of Credits From Separate Parts III (see page 16 of the instructions.)

22	Credit for taxes on passive income	22			
23	Credit for taxes on high withholding tax interest	23			
24	Credit for taxes on financial services income	24			
25	Credit for taxes on shipping income	25			
26	Credit for taxes on dividends from a DISC or former DISC and certain distributions from a FSC or former FSC	26			
27	Credit for taxes on lump-sum distributions	27			
28	Credit for taxes on certain income re-sourced by treaty	28			
29	Credit for taxes on general limitation income	29			
30	Add lines 22 through 29			30	
31	Enter the **smaller** of line 19 or line 30			31	
32	Reduction of credit for international boycott operations. See instructions for line 12 on page 14			32	
33	Subtract line 32 from line 31. This is your **foreign tax credit.** Enter here and on Form 1040, line 50; Form 1040NR, line 45; Form 1041, Schedule G, line 2a; or Form 990-T, line 40a ▶			33	

Form **1116**

Department of the Treasury
Internal Revenue Service

Foreign Tax Credit

(Individual, Estate, or Trust)

▶ **Attach to Form 1040, 1040NR, 1041, or 990-T.**

▶ **See separate instructions.**

OMB No. 1545-0121

2004

Attachment Sequence No. **19**

Name: TEST F STILES

Identifying number as shown on page 1 of your tax return: 400-00-7526

Use a separate Form 1116 for each category of income listed below. See **Categories of Income** on page 3 of the instructions. Check only one box on each Form 1116. Report all amounts in U.S. dollars except where specified in Part II below.

- a [ ] Passive income
- b [ ] High withholding tax interest
- c [ ] Financial services income
- d [ ] Shipping income
- e [ ] Dividends from a DISC or former DISC
- f [ ] Certain distributions from a foreign sales corporation (FSC) or former FSC
- g [ ] Lump-sum distributions
- h [ ] Section 901(j) income
- i [ ] Certain income re-sourced by treaty
- j [X] General limitation income

k Resident of (name of country) ▶ UNITED STATES

Note: If you paid taxes to only one foreign country or U.S. possession, use column A in Part I and line A in Part II. If you paid taxes to **more than one** foreign country or U.S. possession, use a separate column and line for each country or possession.

Part I Taxable Income or Loss From Sources Outside the United States (for Category Checked Above)

	Foreign Country or U.S. Possession A	B	C		Total (Add cols. A, B, and C.)
l Enter the name of the foreign country or U.S. possession ▶	MEXICO				
1 Gross income from sources within country shown above and of the type checked above (see page 7 of the instructions): WAGES	17,400			1	17,400
Deductions and losses (Caution: See pages 9, 11, and 12 of the instructions):					
2 Expenses **definitely related** to the income on line 1 (attach statement)					
3 Pro rata share of other deductions **not definitely related:**					
a Certain itemized deductions or standard deduction (see instructions) STATEMENT # 1	4,850				
b Other deductions (attach statement)	2,000				
c Add lines 3a and 3b	6,850				
d Gross foreign source income (see instructions)	17,400				
e Gross income from all sources (see instructions)	52,276				
f Divide line 3d by line 3e (see instructions)	0.3328				
g Multiply line 3c by line 3f	2,280				
4 Pro rata share of interest expense (see instructions):					
a Home mortgage interest (use worksheet on page 12 of the instructions)					
b Other interest expense					
5 Losses from foreign sources					
6 Add lines 2, 3g, 4a, 4b, and 5	2,280			6	2,280
7 Subtract line 6 from line 1. Enter the result here and on line 14, page 2 ▶				7	15,120

Part II Foreign Taxes Paid or Accrued (see page 12 of the instructions)

Country	Credit is claimed for taxes (you must check one) (m) [X] Paid (n) [ ] Accrued	Foreign taxes paid or accrued: In foreign currency				In U.S. dollars				
		Taxes withheld at source on:			(s) Other foreign taxes paid or accrued	Taxes withheld at source on:			(w) Other foreign taxes paid or accrued	(x) Total foreign taxes paid or accrued (add cols. (t) through (w))
	(o) Date paid or accrued	(p) Dividends	(q) Rents and royalties	(r) Interest		(t) Dividends	(u) Rents and royalties	(v) Interest		
A	2004-12-31								1,600	1,600
B										
C										

8 Add lines A through C, column (x). Enter the total here and on line 9, page 2 ▶ 8 1,600

For Paperwork Reduction Act Notice, see page 16 of the instructions.

EEA

Form **1116** (2004)

Part III Figuring the Credit

9	Enter the amount from line 8. These are your total foreign taxes paid or accrued for the category of income checked above Part I	9	1,600		
10	Carryback or carryover (attach detailed computation)	10			
11	Add lines 9 and 10	11	1,600		
12	Reduction in foreign taxes (see page 13 of the instructions)	12			
13	Subtract line 12 from line 11. This is the total amount of foreign taxes available for credit			13	1,600
14	Enter the amount from line 7. This is your taxable income or (loss) from sources outside the United States (before adjustments) for the category of income checked above Part I (see page 14 of the instructions)	14	15,120		
15	Adjustments to line 14 (see page 14 of the instructions)	15			
16	Combine the amounts on lines 14 and 15. This is your net foreign source taxable income. (If the result is zero or less, you have no foreign tax credit for the category of income you checked above Part I. Skip lines 17 through 21. However, if you are filing more than one Form 1116, you must complete line 19.)	16	15,120		
17	**Individuals:** Enter the amount from Form 1040, line 40. If you are a nonresident alien, enter the amount from Form 1040NR, line 37. **Estates and trusts:** Enter your taxable income without the deduction for your exemption	17	44,823		
	Caution: If you figured your tax using the lower rates on qualified dividends or capital gains, see page 15 of the instructions.				
18	Divide line 16 by line 17. If line 16 is more than line 17, enter "1"			18	0.3373
19	**Individuals:** Enter the amount from Form 1040, line 43, **less** any amounts on Form 1040, lines 46 through 49. If you are a nonresident alien, enter the amount from Form 1040NR, line 40, **less** any amounts on Form 1040NR, lines 43 and 44. **Estates and trusts:** Enter the amount from Form 1041, Schedule G, lines 1a, or the total of Form 990-T, lines 36 and 37			19	7,284
	Caution: If you are completing line 19 for separate category **g** (lump-sum distributions), see page 16 of the instructions.				
20	Multiply line 19 by line 18 (maximum amount of credit)			20	2,457
21	Enter the **smaller** of line 13 or line 20. If this is the only Form 1116 you are filing, skip lines 22 through 30 and enter this amount on line 31. Otherwise, complete the appropriate line in Part IV (see page 16 of the instructions) ▶			21	1,600

Part IV Summary of Credits From Separate Parts III (see page 16 of the instructions.)

22	Credit for taxes on passive income	22			
23	Credit for taxes on high withholding tax interest	23			
24	Credit for taxes on financial services income	24	416		
25	Credit for taxes on shipping income	25	200		
26	Credit for taxes on dividends from a DISC or former DISC and certain distributions from a FSC or former FSC	26	1,240		
27	Credit for taxes on lump-sum distributions	27			
28	Credit for taxes on certain income re-sourced by treaty	28			
29	Credit for taxes on general limitation income	29	1,600		
30	Add lines 22 through 29			30	3,456
31	Enter the **smaller** of line 19 or line 30			31	3,456
32	Reduction of credit for international boycott operations. See instructions for line 12 on page 14			32	
33	Subtract line 32 from line 31. This is your **foreign tax credit.** Enter here and on Form 1040, line 50; Form 1040NR, line 45; Form 1041, Schedule G, line 2a; or Form 990-T, line 40a ▶			33	3,456

Form **4972**

Department of the Treasury
Internal Revenue Service (99)

Tax on Lump-Sum Distributions

(From Qualified Plans of Participants Born Before January 2, 1936)

▶ Attach to Form 1040 or Form 1041.

OMB No. 1545-0193

2004

Attachment Sequence No. **28**

Name of recipient of distribution: TEST F STILES

Identifying number: 400-00-7526

Part I Complete this part to see if you can use Form 4972

			Yes	No
1	Was this a distribution of a plan participant's entire balance (excluding deductible voluntary employee contributions and certain forfeited amounts) from all of an employer's qualified plans of one kind (pension, profit-sharing, or stock bonus)? If "No," **do not** use this form	1	X	
2	Did you roll over any part of the distribution? If "Yes," **do not** use this form	2		X
3	Was this distribution paid to you as a beneficiary of a plan participant who was born before January 2, 1936?	3	X	
4	Were you **(a)** a plan participant who received this distribution, **(b)** born before January 2, 1936, **and (c)** a participant in the plan for at least 5 years before the year of the distribution? If you answered "No" to both questions 3 **and** 4, **do not** use this form.	4		X
5a	Did you use Form 4972 after 1986 for a previous distribution from your own plan? If "Yes," **do not** use this form for a 2004 distribution from your own plan	5a		X
b	If you are receiving this distribution as a beneficiary of a plan participant who died, did you use Form 4972 for a previous distribution received for that participant after 1986? If "Yes," **do not** use the form for this distribution	5b		X

Part II Complete this part to choose the 20% capital gain election (see instructions)

6	Capital gain part from Form 1099-R, box 3	6	
7	Multiply line 6 by 20% (.20) ▶	7	

If you also choose to use Part III, go to line 8. Otherwise, include the amount from line 7 in the total on Form 1040, line 43, or Form 1041, Schedule G, line 1b, whichever applies.

Part III Complete this part to choose the 10-year tax option (see instructions)

8	Ordinary income from Form 1099-R, box 2a minus box 3. If you did not complete Part II, enter the taxable amount from Form 1099-R, box 2a			8	7,600
9	Death benefit exclusion for a beneficiary of a plan participant who died before August 21, 1996			9	5,000
10	Total taxable amount. Subtract line 9 from line 8			10	2,600
11	Current actuarial value of annuity from Form 1099-R, box 8. If none, enter -0-			11	
12	Adjusted total taxable amount. Add lines 10 and 11. If this amount is $70,000 or more, **skip** lines 13 through 16, enter this amount on line 17, and go to line 18			12	2,600
13	Multiply line 12 by 50% (.50), but **do not** enter more than $10,000		13 1,300		
14	Subtract $20,000 from line 12. If line 12 is $20,000 or less, enter -0-	14			
15	Multiply line 14 by 20% (.20)		15		
16	Minimum distribution allowance. Subtract line 15 from line 13			16	1,300
17	Subtract line 16 from line 12			17	1,300
18	Federal estate tax attributable to lump-sum distribution			18	
19	Subtract line 18 from line 17. If line 11 is zero, **skip** lines 20 through 22 and go to line 23			19	1,300
20	Divide line 11 by line 12 and enter the result as a decimal (rounded to at least three places)		20		
21	Multiply line 16 by the decimal on line 20		21		
22	Subtract line 21 from line 11		22		
23	Multiply line 19 by 10% (.10)			23	130
24	Tax on amount on line 23. Use the Tax Rate Schedule in the instructions			24	14
25	Multiply line 24 by ten (10). If line 11 is zero, **skip** lines 26 through 28, enter this amount on line 29, and go to line 30			25	140
26	Multiply line 22 by 10% (.10)		26		
27	Tax on amount on line 26. Use the Tax Rate Schedule in the instructions		27		
28	Multiply line 27 by ten (10)			28	
29	Subtract line 28 from line 25. Multiple recipients, see instructions. MRD ▶			29	70
30	**Tax on lump-sum distribution.** Add lines 7 and 29. Also include this amount in the total on Form 1040, line 43, or Form 1041, Schedule G, line 1b, whichever applies ▶			30	70

For Paperwork Reduction Act Notice, see instructions.

EEA

Form **4972** (2004)

Form **6781**

Department of the Treasury
Internal Revenue Service

Gains and Losses From Section 1256 Contracts and Straddles

▶ **Attach to your tax return.**

OMB No. 1545-0644

2004

Attachment Sequence No. **82**

Name(s) shown on tax return: TEST F STILES

Identifying number: 400-00-7526

Check all applicable boxes (see instructions).

- **A** [ ] Mixed straddle election
- **B** [ ] Straddle-by-straddle identification election
- **C** [ ] Mixed straddle account election
- **D** [ ] Net section 1256 contracts loss election

Part I Section 1256 Contracts Marked to Market

	(a) Identification of account	(b) (Loss)	(c) Gain
1	FORM 1099-B PORK BELLIES R US		1000
2	Add the amounts on line 1 in columns (b) and (c)	2	1000
3	Net gain or (loss). Combine line 2, columns (b) and (c)	3	1000
4	Form 1099-B adjustments. See instructions and attach schedule	4	
5	Combine lines 3 and 4	5	1000
	Note: If line 5 shows a net gain, skip line 6 and enter the gain on line 7. Parnterships and S corporations, see instructions.		
6	If you have a net section 1256 contracts loss and you checked box D above, enter the amount of that loss to be carried back, as a positive number	6	
7	Combine lines 5 and 6	7	1000
8	Short-term capital gain or (loss). Multiply line 7 by 40% (.40). Enter here and include on the appropriate line of Schedule D (see instructions)	8	400
9	Long-term capital gain or (loss). Multiply line 7 by 60% (.60). Enter here and include on the appropriate line of Schedule D (see instructions)	9	600

Part II Gains and Losses From Straddles. Attach a separate schedule listing each straddle and its components.

Section A - Losses From Straddles

	(a) Description of property	(b) Date entered into or acquired	(c) Date closed out or sold	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Loss. If column (e) is more than (d), enter difference. Otherwise, enter -0-	(g) Unrecognized gain on offsetting positions	(h) Recognized loss. If column (f) is more than (g), enter difference. Otherwise, enter -0-
10	ABC 1299 CAL	20040630	20041015	10000	15000	5000		5000

11a	Enter the short-term portion of losses from line 10, column (h), here and include on the appropriate line of Schedule D (see instructions)	11a	(5000)
b	Enter the long-term portion of losses from line 10, column (h), here and include on the appropriate line of Schedule D (see instructions)	11b	( )

Section B - Gains From Straddles

	(a) Description of property	(b) Date entered into or acquired	(c) Date closed out or sold	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Gain. If column (d) is more than (e), enter difference. Otherwise, enter -0-
12	ABC 1299PUT	20040630	20041015	15000	12000	3000

13a	Enter the short-term portion of gains from line 12, column (f) here and include on the approprate line of Schedule D (see instructions)	13a	3000
b	Enter the long-term portion of gains from line 12, column (f) here and include on the approprate line of Schedule D (see instructions)	13b	

Part III Unrecognized Gains From Positions Held on Last Day of Tax Year. Memo Entry Only (see instructions)

	(a) Description of property	(b) Date acquired	(c) Fair market value on last business day of tax year	(d) Cost or other basis as adjusted	(e) Unrecognized gain. If column (c) is more than (d), enter difference. Otherwise, enter -0-
14					

[010]AZ [011] [030]012456778 [032]
[020]00561332075265 [024]2 [035]1113336543
[055] [025] [040]X [049] [048]
[060]STILES
[065]
[070]TEST F
[075]4664 COUSINS PL
[080]
[085]LAKE HAVASU CITY
[090]
[095]AZ
[100]864030000000 [077]
[105] [087]
[110] [098]
[115]928-555-1254 [050]
[052]51213
[150]1 [155]01 [023]RRRRRRRRRRRRRRRR
[160] 17,400 [500] [700] [900]
[165] [505] [705] [905]
[170] [510] [710] [910]
[175] 4,860 [515] 140 [715] [915]
[180] [520] [720] [920]
[185] [525] [725] [925]
[190] [530] [730]
[195] 50,276 [535] [735] 1,300
[200] 4,850 [540] [740]
[205] [545] [745]
[350] 50,276 [550] [750]
[355] [555] [755]
[360] 1,300 [560] [760] 1,300
[365] 51,576 [565] [765]
[370] [570] [770]
[375] [575] [775]
[380] [580] [780]
[385] [585] [785]
[390] [590] [790]
[395] [595] 140 [795]
[400] [600] 140 [800]
[405] 51,576 [605] [805]
[410] 4,050 [610] [810]
[415] 2,100 [615] [815]
[420] [620] [820]
[425] 45,426 [625] [825]
[430] 1,531 [630] [830]
[435] [635] [835]
[440] 1,531 [640] [840]
[445] 5 [645] [845]
[450] 1,526 [650] [850]
[455] [655] [855]
[460] 1,386 [660] [860]
[465] [665] [865]
[470] [670] [870]
[475] 140 [675] [875]
[480] [680] [880]
[485] [685] [885]
[490] [690] [890]
[495] [695] [895]
[300]DRAKE SOFT
[305]200412140 100000020041029S3223090000000NNN YN1N 0020050415
[310]NN N
[315] 19750628 NN
[320]

What Is Form 1040-V and Do You Have To Use It?

It is a statement you send with your check or money order for any balance due on line 74 of your 2004 Form 1040. Using Form 1040-V allows us to process your payment more accurately and efficiently. We strongly encourage you to use Form 1040-V, but there is no penalty if you do not.

How To Fill In Form 1040-V

Line 1. Enter your social security number (SSN). If you are filing a joint return, enter the SSN shown first on your return.

Line 2. If you are filing a joint return, enter the SSN shown second on your return.

Line 3. Enter the amount you are paying by check or money order.

Line 4. Enter your name(s) and address exactly as shown on your return. Please print clearly.

How To Prepare Your Payment

- Make your check or money order payable to the **"United States Treasury."** Do not send cash.
- Make sure your name and address appear on your check or money order.
- Enter "2004 Form 1040," your daytime phone number, and your SSN on your check or money order. If you are filing a joint return, enter the SSN shown first on your return.
- To help process your payment, enter the amount on the right side of your check like this: $ XXX.XX. Do not use dashes or lines (for example, do not enter "$ XXX—" or "$ XXX $\frac{xx}{100}$ ").

How To Send In Your 2004 Tax Return, Payment, and Form 1040-V

- Detach Form 1040-V along the dotted line.
- Do not staple or otherwise attach your payment or Form 1040-V to your return or to each other. Instead, just put them loose in the envelope.
- Mail your 2004 tax return, payment, and Form 1040-V in the envelope that came with your 2004 Form 1040 instruction booklet.

Note. If you do not have that envelope or you moved or used a paid preparer, mail your return, payment, and Form 1040-V to the Internal Revenue Service at the address shown that applies to you.

Paperwork Reduction Act Notice. We ask for the information on Form 1040-V to help us carry out the Internal Revenue laws of the United States. If you use Form 1040-V, you must provide the requested information. Your cooperation will help us ensure that we are collecting the right amount of tax.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by Internal Revenue Code section 6103.

The time needed to complete and mail Form 1040-V will vary depending on individual circumstances. The estimated average time is 12 minutes. If you have comments about the accuracy of this time estimate or suggestions for making Form 1040-V simpler, we would be happy to hear from you. See the Instructions for Form 1040.

EEA

▼ **Detach Here and Mail With Your Payment and Return** ▼

Form **1040-V** (2004)

STIL

Form **1040-V**

Department of the Treasury
Internal Revenue Service (99)

Payment Voucher

▶ **Do not staple or attach this voucher to your payment or return.**

OMB No. 1545-0074

2004

1 Your social security number (SSN)	2 If a joint return, SSN shown second on your return	3 **Amount you are paying by check or money order**	Dollars	Cents
400-00-7526			748	

4 Your first name and initial	Last name
TEST F	STILES
If a joint return, spouse's first name and initial	Last name

Home address (number and street)	Apt. no.
4664 COUSINS PL	

City, town or post office, state, and ZIP code

LAKE HAVASU CITY, AZ 86403

EEA

Declaration Control Number (DCN)

0 0 – 5 6 1 3 3 2 – 0 7 5 2 6 – 5

IRS Use Only - Do not write or staple in this space.

Form **8453**

Department of the Treasury
Internal Revenue Service

U.S. Individual Income Tax Declaration for an IRS e-file Return

For the year January 1-December 31, 2004

▶ **See instructions.**

OMB No. 1545-0936

2004

Use the IRS label. Otherwise, please print or type.

LABEL HERE

Your first name and initial	Last name	Your social security number
TEST F	STILES	400-00-7526
If a joint return, spouse's first name and initial	Last name	Spouse's social security number

Home address (number and street). If you have a P.O. box, see instructions. Apt. no.

4664 COUSINS PL

City, town or post office, state, and ZIP code

LAKE HAVASU CITY, AZ 86403

Important! You **must** enter your SSN(s) above.

Daytime phone number 928-555-1254

Part I Tax Return Information (Whole dollars only)

1	Adjusted gross income (Form 1040, line 37; Form 1040A, line 22; Form 1040EZ, line 4)	1	50,276
2	Total tax (Form 1040, line 62; Form 1040A, line 38; Form 1040EZ, line 10)	2	3,828
3	Federal income tax withheld (Form 1040, line 63; Form 1040A, line 39; Form 1040EZ, line 7)	3	2,580
4	Refund (Form 1040, line 72a; Form 1040A, line 45a; Form 1040EZ, line 11a)	4	
5	Amount you owe (Form 1040, line 74; Form 1040A, line 47; Form 1040EZ, line 12)	5	748

Part II Declaration of Taxpayer (Sign only after Part I is completed.) **Be sure to keep a copy of your tax return.**

6a ☐ I consent that my refund be directly deposited as designated in the electronic portion of my 2004 Federal income tax return. If I have filed a joint return, this is an irrevocable appointment of the other spouse as an agent to receive the refund.

b ☒ I do not want direct deposit of my refund **or** I am not receiving a refund.

c ☐ I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal entry to the financial institution account indicated in the tax preparation software for payment of my Federal taxes owed on this return and/or a payment of estimated tax. I further understand that this authorization may apply to subsequent Federal tax payments that I direct to be debited through the Electronic Federal Tax Payment System (EFTPS). In order for me to initiate subsequent payments, I request that the IRS send me a personal identification number (PIN) to access EFTPS. This authorization is to remain in full force and effect until I notify the U.S. Treasury Financial Agent to terminate the authorization. To revoke a payment, I must contact the U.S. Treasury Financial Agent at **1-888-353-4537** no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment.

If I have filed a balance due return, I understand that if the IRS does not receive full and timely payment of my tax liability, I will remain liable for the tax liability and all applicable interest and penalties. If I have filed a joint Federal and state tax return and there is an error on my state return, I understand my Federal return will be rejected.

Under penalties of perjury, I declare that I have examined a copy of my electronic individual income tax return and accompanying schedules and statements for the tax year ending December 31, 2004, and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of my electronic income tax return. I consent to allow my electronic return originator (ERO) to send my return to the IRS and to receive from the IRS **(a)** an acknowledgment of receipt or reason for rejection of the transmission, **(b)** an indication of any refund offset, **(c)** the reason for any delay in processing the return, and **(d)** the date of any refund.

Sign Here ▶ Your signature | Date | ▶ Spouse's signature. If a joint return, **both** must sign. | Date

Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (See instructions.)

I declare that I have reviewed the above taxpayer's return and that the entries on Form 8453 are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The taxpayer will have signed this form before I submit the return. I will give the taxpayer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in **Pub. 1345,** Handbook for Authorized IRS e-file Providers. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above taxpayer's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only

ERO's signature ▶ | Date | Check if also paid preparer ☐ | Check if self-employed ☐ | ERO's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP code ▶ DRAKE INCOME TAX & ACCOUNTING
235 E PALMER
FRANKLIN, NC 28734

EIN 56-1494243

Phone no. 828-524-2922

Under penalties of perjury, I declare that I have examined the above taxpayer's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This declaration is based on all information of which I have any knowledge.

Paid Preparer's Use Only

Preparer's signature ▶ | Date | Check if self-employed ☐ | Preparer's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP code ▶

EIN

Phone no.

Form **8275**
(Rev. May 2001)
Department of the Treasury
Internal Revenue Service

Disclosure Statement

Do not use this form to disclose items or positions that are contrary to Treasury regulations. Instead, use Form 8275-R, Regulation Disclosure Statement. See separate instructions.
▶Attach to your tax return.

OMB No. 1545-0889
Attachment Sequence No. **92**

Name(s) shown on return: TEST F STILES
Identifying number shown on return: 400-00-7526

Part I General Information (see instructions)

(a) Rev. Rul., Rev. Proc., etc.	(b) Item or Group of Items	(c) Detailed Description of Items	(d) Form or Schedule	(e) Line No.	(f) Amount
1		SHAREHOLDER FORMER SPOUSE			
274(M)(3)	1120S	CRUISE SHIP TRAVEL EXP	E	28B	3,000
2					
3					

Part II Detailed Explanation (see instructions)

1
FORMER SPOUSE OF SHAREHOLDER, WHO IS ALSO A COMPANY EMPLOYEE
TRAVELED OVERSEAS IN ORDER TO HELP SHAREHOLDER ENTERTAIN
CLIENTS ON THE SHIP.

2

3

Part III Information About Pass-Through Entity. To be completed by partners, shareholders, beneficiaries, or residual interest holders.

Complete this part only if you are making adequate disclosure for a pass-through item.

Note: A pass-through entity is a partnership, S corporation, estate, trust, regulated investment company (RIC), real estate investment trust (REIT), or real estate mortgage investment conduit (REMIC).

1 Name, address, and ZIP code of pass-through entity
IRISH-AMERICAN EXPORTS LTD
500 MAIN ST
TILLAMOOK OR 97141

2 Identifying number of pass-through entity
99-4243000

3 Tax year of pass-through entity
2004-01-01 to 2004-12-31

4 Internal Revenue Service Center where the pass-through entity filed its return
OSCP

Qualified Dividends and Capital Gain Tax Worksheet

For Form 1040, Line 43 or Form 1040A, Line 28

(keep for your records)

NAME	SSN
TEST F STILES	400-00-7526

Before you begin:
- See the instructions for line 43 on page 33 to see if you can use this worksheet to figure your tax.
- If you do not have to file Schedule D and you received capital gain distributions, be sure you checked the box on line 13 of Form 1040.

1.	Enter the amount from Form 1040, line 42 or Form 1040A, line 27	**1.** 42,326
2.	Enter the amount from Form 1040, line 9b or Form 1040A, line 9b	**2.**
3.	Are you filing Schedule D? [X] **Yes.** Enter the **smaller** of line 15 or 16 of Schedule D, but do not enter less than -0- [ ] **No.** Enter the amount from Form 1040, line 13	**3.** 1,056
4.	Add lines 2 and 3	**4.** 1,056
5.	If you are claiming investment interest expense on Form 4952, enter the amount from line 4g of that form. Otherwise enter -0-	**5.**
6.	Subtract line 5 from line 4. If zero or less, enter -0-	**6.** 1,056
7.	Subtract line 6 from line 1. If zero or less, enter -0-	**7.** 41,270
8.	Enter the **smaller** of: • The amount on line 1 or • $29,050 if single or married filing separately, $58,100 if married filing jointly or qualifying widow(er), or $38,900 if head of household.	**8.** 29,050
9.	Is the amount on line 7 equal to or more than the amount on line 8? [X] **Yes.** Skip lines 9 through 11; go to line 12 and check the "No" box. [ ] **No.** Enter the amount from line 7	**9.**
10.	Subtract line 9 from line 8	**10.**
11.	Multiply line 10 by 5% (.05)	**11.**
12.	Are the amounts on lines 6 and 10 the same? [ ] **Yes.** Skip lines 12 through 15; go to line 16. [X] **No.** Enter the **smaller** of line 1 or line 6	**12.** 1,056
13.	Enter the amount from line 10 (if line 10 is blank, enter -0-)	**13.**
14.	Subtract line 13 from line 12	**14.** 1,056
15.	Multiply line 14 by 15% (.15)	**15.** 158
16.	Figure the tax on the amount on line 7. Use the Tax Table or Tax Computation Worksheet, whichever applies	**16.** 7,056
17.	Add lines 11, 15, and 16	**17.** 7,214
18.	Figure the tax on the amount on line 1. Use the Tax Table or Tax Computation Worksheet, whichever applies	**18.** 7,319
19.	**Tax on all taxable income.** Enter the **smaller** of line 17 or line 18. Also include this amount on Form 1040, line 43 or Form 1040A, line 28	**19.** 7,214

Worksheet for Line 17
(Worldwide Qualified Dividends and Capital Gains)

(Keep for Your Records)

2005

Name	Social Security Number
TEST F STILES	400-00-7526

Caution: See the instructions for **Line 17** before starting this worksheet.

1.	**Individuals:** Enter the amount from Form 1040, line 38. If you are a nonresident alien, enter the amount from Form 1040NR, line 36. **Estates and trusts:** Enter taxable income without the deduction for your exemption		1. 45,426
2.	Enter your worldwide 28% gains (see instructions)	2.	
3.	Multiply line 2 by 0.2000	3.	
4.	Enter your worldwide 25% gains (see instructions)	4.	
5.	Multiply line 4 by 0.2857	5.	
6.	Enter your worldwide 20% gains (see instructions)	6.	
7.	Multiply line 6 by 0.4286	7.	
8.	Enter your worldwide 15% gains and qualified dividends (see instructions)	8.	1,056
9.	Multiply line 8 by 0.5714	9.	603
10.	Add lines 3, 5, 7, and 9		10. 603
11.	Subtract line 10 from line 1. Enter the result here and on Form 1116, line 17		11. 44,823

FORM 1040	Investment Income If You Are Filing Form 1040	2004

Name as shown on return: TEST F STILES

Your Social Security Number: 400-00-7526

Keep for Your Records

Interest and Dividends

1. Enter any amount from Form 1040, line 8a.		1.
2. Enter any amount from Form 1040, line 8b, plus any amount on Form 8814, line 1b.		2.
3. Enter any amount from Form 1040, line 9a.		3. 4,860
4. Enter the amount from Form 1040, line 21, that is from Form 8814 if you are filing that form to report your child's interest and dividend income on your return. (See instructions below for line 4 if your child received an Alaska Permanent Fund dividend.)		4.
Capital Gain Net Income		
5. Enter the amount from Form 1040, line 13a. If the amount on that line is a loss, enter zero.	5. 1,186	
6. Enter any gain from Form 4797, Sales of Business Property, line 7, column (g). If the amount on that line is a loss, enter zero. (But, if you completed lines 8 and 9 of Form 4797, enter the amount from line 9, column (g) instead.)	6.	
7. Subtract line 6 of this worksheet from line 5 of this worksheet. (If the result is less than zero, enter zero.)		7. 1,186
Royalties and Rental Income from Personal Property		
8. Enter any royalty income from Schedule E, line 4, plus any income from the rental of personal property shown on Form 1040, line 21, minus any expenses from Schedule E, line 21, related to royalty income, plus any expenses from the rental of personal property deducted on Form 1040, line 33.		8.
Passive Activities		
9. Enter the total of any net income from passive activities (included on Schedule E, lines 26, 29a (col. (g)), 34a (col. (d)), and 40). (See instructions below for line 9.) Add the total of any losses from passive activities (included on Schedule E, lines 26, 29b (col. (f)), 34b (col. (c)), and 40). (See instructions below for line 9.)		9.
10. Adjustment from EIC Screen.		10.
11. Add the amounts on lines 1, 2, 3, 4, 7, 8, 9, and 10. Enter the total. **This is your Investment Income.**		11. 6,046

Instructions for line 4 if your child received Alaska Permanent Fund dividends.
To figure the amount to enter on line 4, start with the amount on line 6 of Form 8814. Multiply that amount by a percentage that is equal to any Alaska Permanent Fund dividends divided by the total amount of interest and dividend income on lines 1a and 2 of Form 8814. Subtract the result from the amount on line 6 of Form 8814.

Example. Your 10-year old child has taxable interest income of $500 and an Alaska Permanent Fund dividend of $2,000. You choose to report this income on your return. You enter $500 on line 1a of Form 8814, $2,000 on line 2, and $2,500 on line 4. You enter $1,000 on line 6 of Form 8814 and line 21 of Form 1040. You figure the amount to enter on line 4 of this worksheet as follows: $1,000 - ($1,000 X ($2,000 ÷ $2,500)) = $200.

Instructions for line 9. In figuring the amount to enter on line 9, do not take into account any royalty income (or loss) included on line 26 of Schedule E or any amount included in your earned income. To find out if the income on line 26 or line 40 of Schedule E is from a passive activity, see the Schedule E instructions. If any of the rental real estate income (or loss) included on Schedule E, line 26, is not from a passive activity, print "NPA" and the amount of that income (or loss) on the dotted line next to line 26.

EFSTATUS	EF Transmission Status (Keep for your records)	2004

Name(s) as shown on return	Your social security number
TEST F STILES	400-00-7526

The following will be transmitted to the IRS.

[X] 1040 [ ] 4868 [ ] 2688 [ ] 2350 [ ] 9465 [ ] Form 56

The following will be transmitted Piggy Back on the Federal.

AZ

The following will be transmitted as state only.

The following will be transmitted as direct states.

1040	Dividend Listing	2004

Name(s) as shown on return: TEST F STILES

SSN: 400-00-7526

TSJ	NAME OF PAYER	RES STATE	ORDINARY DIV	QUALIFIED DIV	25% RATE	14% RATE	FEDERAL INCOME TAX W/H
	AMERICAN INVESTMENTS		3,650				
	ACME		80				
	WIZE INV		220				
	INSIDER		650				
	FINE ARTS COUNCIL		260				
	TOTALS		4,860				

Statement Summary

FORM 1116, LINE 3B

2004

STATEMENT 01

Name(s) shown on return	Identifying Number
TEST F STILES	400-00-7526

TUITION AND FEES DEDUCTION	2000