

Tax Forms & Publications Work Request Notification

Title:

Tax Year:

Processing Year:

Route to:

Approved:

Date:

Section Chief:		
Reviewer:		
Review Chief:		
Branch Chief:		
Senior Technical Advisor: Curtis Freeman		
Initiator (Tax Law Specialist):		

The information in this document can be used to develop any necessary Work Requests.

This notification is for changes due to:

Legislation or Chief Counsel guidance:

A Program change initiated by:

The major changes are as follows:

We may need to make further changes that would require a work request.

We do not anticipate the need for any further changes that would require a Work Request.

If you have any questions, please contact:

Name:

Name:

Title:

Title:

Symbols:

Symbols:

Phone:

Phone:

Email:

Email:

Room:

Room:

attach Form 1125-E

2011

Form 1120-RIC

U.S. Income Tax Return for Regulated Investment Companies

OMB No. 1545-1010

For calendar year 2010 or tax year beginning , 2010, and ending , 20

2010 2011

Department of the Treasury Internal Revenue Service

See separate instructions.

Form header section with fields A, B, C, D: Year of RIC status election, Name of fund, Employer identification number, Date fund was established, Number, street, and room or suite no., Total assets, City or town, state, and ZIP code.

Form section E and F: Check applicable boxes: (1) Final return, (2) Name change, (3) Address change, (4) Amended return. Check if the fund is a personal holding company.

Part I - Investment Company Taxable Income (see instructions)

Main table with 32 rows: Income (Dividends, Interest, etc.), Deductions (Compensation, Salaries, etc.), Tax and Payments (Total tax, 2009 overpayment, etc.). Includes handwritten annotations for 2010 and 2011.

DRAFT AS OF September 17, 2010

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Sign Here

Signature of officer, Date, Title

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

Paid Preparer Use Only

Print/Type preparer's name, Preparer's signature, Date, Check if self-employed, PTIN, Firm's name, Firm's EIN, Firm's address, Phone no.

2011

Delete the entire section of Schedule E.

Part II—Tax on Undistributed Net Capital Gain Not Designated Under Section 852(b)(3)(D)

Table with 4 rows: 1 Net capital gain from Schedule D, 2 Capital gain dividends from Schedule A, 3 Amount subject to tax, 4 Capital gains tax.

Schedule A Deduction for Dividends Paid (Do not include exempt-interest dividends or capital gain dividends reported on Form 2438, line 9b; see instructions.)

Table with 7 rows for dividend types and 2 columns: (a) Ordinary dividends, (b) Capital gain dividends.

Schedule B Information Required With Respect to Income From Tax-Exempt Obligations

Table with 5 rows: 1 Did the fund qualify under section 852(b)(5), 2 Amount of interest excludible, 3 Amounts disallowed as deductions, 4 Net income from tax-exempt obligations, 5 Amount of line 4 designated as exempt-interest dividends.

Schedule E Compensation of Officers (see instructions for line 9, Part I)

Note. Complete Schedule E only if total receipts (line 8, Part I, plus net capital gain from line 1, Part II, and line 9a, Form 2438) are \$500,000 or more.

Table with 5 columns: (a) Name of officer, (b) Social security number, (c) Percent of time devoted to business, (d) Percent of fund stock owned, (e) Amount of compensation.

Schedule J Tax Computation (see instructions)

Table with 7 rows: 1 Check if the fund is a member of a controlled group, 2a-2c Tax on investment company taxable income, 2d Income tax, 3a-3d Foreign tax credit, 3e Total credits, 4 Subtract line 3e from line 2d, 5 Personal holding company tax, 6 Other taxes, 7 Total tax.

2011

Schedule K Other Information (see instructions)

Yes No

- 1 Check method of accounting:
 - a Cash
 - b Accrual
 - c Other (specify) ▶

- 2 At the end of the tax year, did the RIC own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).)

If "Yes," attach a schedule showing (a) name and identification number, (b) percentage owned, and (c) taxable income or (loss) before a net operating loss (NOL) and special deductions of such corporation for the tax year ending with or within your tax year.

- 3 Is the RIC a subsidiary in a parent-subsidiary controlled group?

If "Yes," enter the employer identification number and the name of the parent corporation ▶

- 4 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the RIC's voting stock? (For rules of attribution, see section 267(c).)

If "Yes," attach a schedule showing name and identification number. (Do not include any information already entered in 3 above.) Enter percentage owned ▶

- 5 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of:
 - a The total voting power of all classes of stock of the fund entitled to vote or
 - b The total value of all classes of stock of the fund?

If "Yes," enter:

 - (1) Percentage owned ▶
 - (2) Owner's country ▶

The fund may have to file Form 5472. Enter number of Forms 5472 attached ▶

- 6 During this tax year, did the fund pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the fund's current and accumulated earnings and profits? (see sections 301 and 316)

If "Yes," file Form 5452.

- 7 Check this box if the fund issued publicly offered debt instruments with original issue discount

If checked, the fund may have to file Form 8281.

- 8 Enter the amount of tax-exempt interest received or accrued during the tax year. ▶ \$ _____

- 9 If this return is being filed for a series fund (as defined in section 851(g)(2)), enter
 - a The name of the regulated investment company in which the fund is a series ▶
 - b The date the regulated investment company was incorporated or organized ▶

- 10 **Section 853 election.** Check this box if the fund meets the requirements of section 853(a) and section 901(k) and elects to pass through the deduction or credit for foreign taxes it paid to its shareholders. See the instructions for additional details and requirements

- 11 **Section 853A election.** Check this box if the fund elects under section 853A to pass through credits from tax credit bonds to its shareholders (see instructions)

- 12 **Regulations section 1.852-11 election.** Check this box if, for purposes of computing taxable income, the fund elects under Regulations section 1.852-11(f)(1) to defer all or part of its post-October capital loss or post-October currency loss for this tax year

If the election is made, enter the amounts deferred:

 - a Post-October capital loss ▶
 - b Post-October currency loss ▶

DRAFT AS OF September 17, 2010

2011

Schedule L Balance Sheets per Books	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash				
2a Trade notes and accounts receivable				
b Less allowance for bad debts	()		()	
3 U.S. government obligations				
4 Tax-exempt securities (see instructions)				
5 Other current assets (attach schedule)				
6 Loans to shareholders				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other fixed depreciable assets				
b Less accumulated depreciation	()		()	
10 Land (net of any amortization)				
11a Intangible assets (amortizable only)				
b Less accumulated amortization	()		()	
12 Other assets (attach schedule)				
13 Total assets				
Liabilities and Shareholder's Equity				
14 Accounts payable				
15 Mortgages, notes, bonds payable in less than 1 year.				
16 Other current liabilities (attach schedule)				
17 Loans from shareholders				
18 Mortgages, notes, bonds payable in 1 year or more				
19 Other liabilities (attach schedule)				
20 Capital stock				
21 Additional paid-in capital				
22 Retained earnings - Appropriated (attach schedule)				
23 Retained earnings - Unappropriated				
24 Adjustments to shareholders' equity (attach schedule)				
25 Less cost of treasury stock		()		()
26 Total liabilities and shareholders' equity				

Note: The fund is not required to complete Schedules M-1 and M-2 if the total assets on Schedule L, line 13, column (d), are less than \$25,000.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return (see instructions)			
1 Net income (loss) per books		7 Income recorded on books this year not included on this return (itemize):	
2 Federal income tax (less built-in gains tax)		Tax exempt interest \$	
3 Excess of capital losses over capital gain		8 Deductions on this return not charged against book income this year (itemized):	
4 Income subject to tax not recorded on books this year (itemize):		a Depreciation . . . \$	
5 Expenses recorded on books this year not deducted on this return (itemize):		b Deduction for dividends paid (line 25, Part I) . \$	
a Depreciation . . . \$		9 Net capital gain from Form 2438, line 9a	
b Expenses allocable to tax-exempt interest income \$		10 If the fund did not file Form 2438, enter the net capital gain from Schedule D (Form 1120), line 13. Otherwise, enter -0-	
c Section 4982 tax . . . \$		11 Add line 7 through 10	
d Travel and entertainment \$		12 Investment company taxable income (line 26, Part I)-line 6 less line 11 .	
6 Add lines 1 through 5			

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Schedule L, line 23)			
1 Balance at beginning of year		5 Distributions:	
2 Net income (loss) per books		a Cash	
3 Other increases (itemize):		b Stock	
4 Add lines 1, 2, and 3		c Property	
		6 Other decreases (itemize):	
		7 Add lines 5 and 6	
		8 Balance at end of year (line 4 less line 7)	