

Corporation Income Tax Returns, 2002

by Heather R. Duffy

Corporate pretax profits, or net income (less deficit), reported on income tax returns for 2002 continued to decline from 2001 levels, decreasing 6.6 percent from \$603.6 billion for 2001 to \$563.7 billion for 2002. This decrease in pretax profits led to a reduction in total income tax after credits, the amount payable to the U.S. Government, which fell by 7.9 percent, from \$166.7 billion for 2001 to \$153.6 billion for 2002. These declines occurred despite an increase in gross business profits, which grew 3.5 percent to \$6.7 trillion for Tax Year 2002, due to a decrease in cost of goods sold.

Data Highlights

Both total receipts and total deductions decreased for 2002. Overall, total receipts decreased by \$0.6 trillion for Tax Year 2002, from \$20.3 trillion to \$19.7 trillion [1]. Total receipts from business operations and investments declined \$0.2 trillion to \$17.3 trillion, a 1.2-percent decrease. Total deductions also decreased from \$19.7 trillion to \$19.2 trillion, a decline of 2.5 percent. Given that total receipts decreased at a higher rate than total deductions, corporate pretax profits decreased for 2002.

Although corporate pretax profits weakened for Tax Year 2002, gross business profits, the amount of business receipts less cost of goods sold, showed an increase for the year. Gross profits increased by \$227.0 billion to \$6.7 trillion for 2002, an increase of 3.5 percent. The increase in gross business profits was primarily due to a decrease in cost of goods sold, which fell from \$11.0 trillion for 2001 to \$10.6 trillion for 2002.

As for the components of pretax profits, interest received and interest paid both showed declines for Tax Year 2002, decreasing \$266.4 billion to \$1.2 trillion and \$290.3 billion to \$912.8 billion, respectively. This is likely due to low interest rates that were in effect during Tax Year 2002. The Federal funds rate, which is commonly used as a point of reference for other interest rates, fell from an average of 2.28 percent for Tax Year 2001 to an average of 1.42 percent for Tax Year 2002 [2].

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Special legislation resulted in larger deductions for depreciation and lower pretax profits. The Job Creation and Worker Assistance Act of 2002 provided an additional first year depreciation deduction for qualified property, usually equal to 30

percent of the cost. This deduction is in addition to the normal depreciation deduction [3]. For Tax Year 2002, this special depreciation allowance amounted to \$93.7 billion, contributing to an increase in the deduction for depreciation and a decrease in pretax profits. Depreciation increased from \$650.0 billion for Tax Year 2001 to \$710.9 billion for Tax Year 2002, an increase of \$60.9 billion, or 9.4 percent.

Pretax corporate profits continued to decline for Tax Year 2002, after a significant drop for 2001. Pretax profits, as they appear in the statistics, were \$603.6 billion for 2001 compared to \$563.7 billion for 2002 (Figure A). Pretax profits of corporations other than “passthrough entities” decreased 4.5 percent from \$270.8 billion for 2001 to \$258.7 billion for 2002. Passthrough entities are regulated investment companies, real estate investment trusts, and S corporations. These corporations pass through allocated profits and losses to their shareholders and, in general, pay no Federal income tax directly. Along with the decreases shown by corporations excluding passthrough entities, pretax profits for passthrough entities were down 8.4 percent, from \$332.8 billion for 2001 to \$305.0 billion for 2002. The number of corporations reporting positive pretax profits remained stable at 2.8 million; however, their profits decreased from \$1.11 trillion for Tax Year 2001 to \$1.05 trillion for Tax Year 2002, a decline of 5.3 percent. The largest corporations, those with total assets greater than \$2.5 billion, reported slightly more than half of the total for positive pretax profits (Figure B). The number of corporations reporting net losses increased by 6.6 percent to 2.5 million; however, their net losses decreased from \$508.9 billion to \$489.5 billion, a decrease of \$19.4 billion, or 3.8 percent.

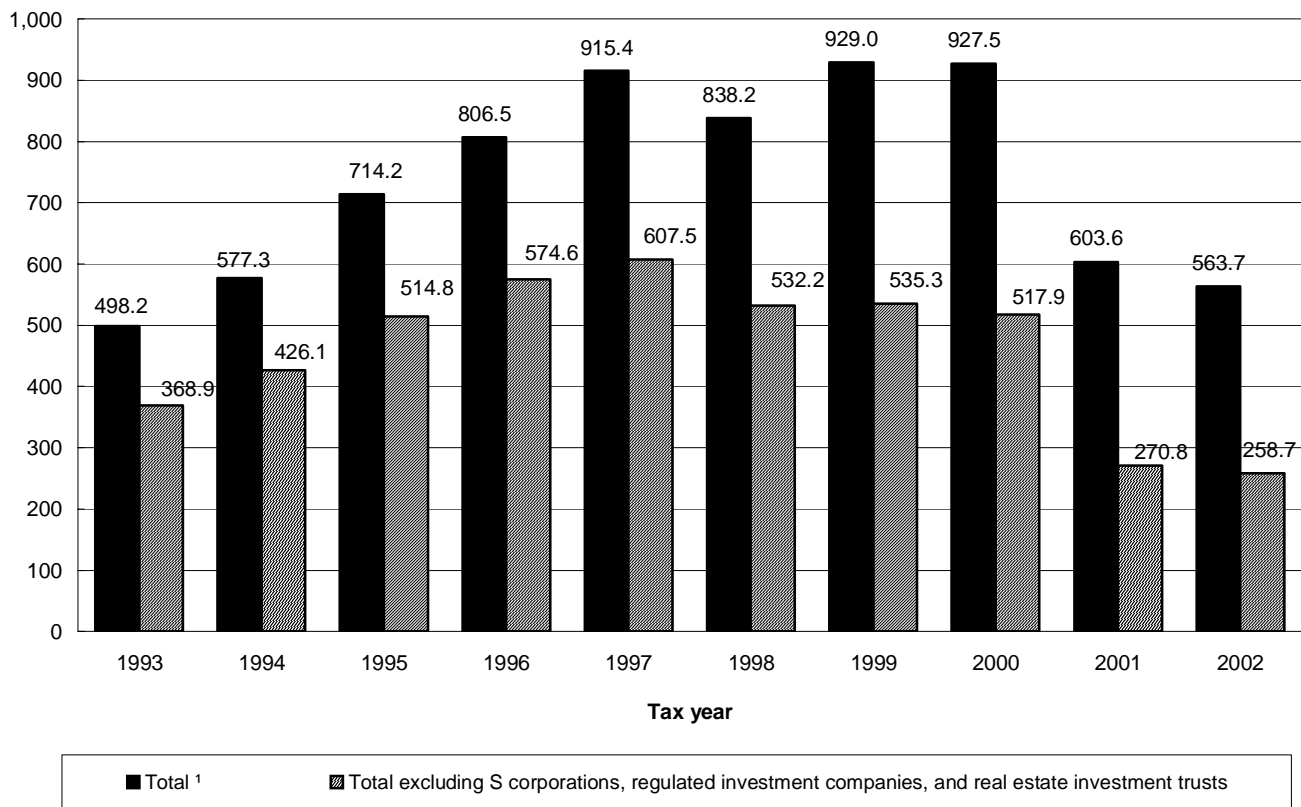
Although corporate pretax profits weakened for Tax Year 2002, gross business profits, the amount of business receipts less cost of goods sold, showed an increase for the year.

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Figure A

Corporate Pretax Profits, Tax Years 1993-2002

Billions of dollars



¹ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through their shareholders).

NOTE: Pretax profits are net income (less deficit) in the statistics.

The finance and insurance sector saw the largest decrease in pretax corporate profits for Tax Year 2002, falling \$21.1 billion to \$247.0 billion (Figure C). This was primarily due to a large decrease in pretax profits of regulated investment companies, which fell \$41.3 billion to \$115.1 billion (Figure D). Utilities also saw a large decrease, falling from a positive \$16.8 billion to a negative \$1.0 billion. The combination gas and electric industry saw the largest decrease, \$14.0 billion, while the natural gas distribution industry fell by \$3.5 billion.

While overall corporate pretax profits declined, wholesale and retail trade pretax profits improved by \$11.7 billion, to \$87.0 billion. Substantial increases in

corporate pretax profits were also observed for professional, scientific, and technical services, which increased 143.9 percent, mostly due to a \$6.9-billion increase in the computer systems design and related services industry. Pretax profits for educational services rose 139.0 percent, and arts, entertainment, and recreation saw an increase of 111.9 percent.

The overall decrease in pretax positive profits was reflected in the amount corporations reported for “income subject to tax,” the tax base for the regular income tax [4]. The tax base decreased to \$600.6 billion for 2002, a decrease of \$34.7 billion and 5.5 percent from 2001 (Figure E). For most returns, income subject to tax equaled positive pretax profits

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Figure B

Selected Items and Percentage Changes by Asset Size, Tax Years 2001 and 2002

[Money amounts are in thousands of dollars--size of total assets is in whole dollars]

Tax year	Item	All	Size of total assets					
			Zero assets	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000	\$10,000,000 under \$25,000,000
		(1)	(2)	(3)	(4)	(5)	(6)	(7)
2002	Total assets.....	50,413,501,942	--	377,820,614	241,844,969	774,819,400	400,625,809	566,602,509
2001	Total assets.....	49,154,424,202	--	385,390,304	240,480,514	768,250,756	402,692,507	559,689,369
	Percent change.....	2.6	--	-2.0	0.6	0.9	-0.5	1.2
2002	Pretax profits ^{1,4}	563,656,558	-14,548,382	41,734,405	7,029,441	17,801,498	8,429,533	4,805,044
2001	Pretax profits ^{1,4}	603,623,352	1,251,334	46,343,174	8,260,214	16,394,552	4,144,795	1,224,194
	Percent change.....	-6.6	-1,262.6	-9.9	-14.9	8.6	103.4	292.5
2002	Positive pretax profits ^{2,4}	1,053,126,217	20,653,000	84,548,391	21,679,632	55,724,236	26,802,333	33,550,979
2001	Positive pretax profits ^{2,4}	1,112,480,551	24,790,628	87,065,519	21,445,845	57,277,468	26,005,716	33,798,800
	Percent change.....	-5.3	-16.7	-2.9	1.1	-2.7	3.1	-0.7
2002	Net losses ^{3,4}	489,469,660	35,201,381	42,813,986	14,650,191	37,922,738	18,372,800	28,745,935
2001	Net losses ^{3,4}	508,857,198	23,539,294	40,722,345	13,185,631	40,882,915	21,860,922	32,574,606
	Percent change.....	-3.8	49.5	5.1	11.1	-7.2	-16.0	-11.8
2002	Income subject to tax.....	600,553,517	8,045,175	8,071,605	3,745,018	11,749,521	6,413,168	9,357,856
2001	Income subject to tax.....	635,257,416	12,100,794	9,231,989	4,624,468	13,786,141	7,090,624	10,329,819
	Percent change.....	-5.5	-33.5	-12.6	-19.0	-14.8	-9.6	-9.4
2002	Total income tax after credits.....	153,612,870	2,310,982	1,453,139	842,492	3,377,404	2,072,958	3,007,177
2001	Total income tax after credits.....	166,711,988	3,409,748	1,661,573	1,026,728	4,031,143	2,310,457	3,399,267
	Percent change.....	-7.9	-32.2	-12.5	-17.9	-16.2	-10.3	-11.5

Tax year	Item	Size of total assets--continued					
		\$25,000,000 under \$50,000,000	\$50,000,000 under \$100,000,000	\$100,000,000 under \$250,000,000	\$250,000,000 under \$500,000,000	\$500,000,000 under \$2,500,000,000	\$2,500,000,000 or more
		(8)	(9)	(10)	(11)	(12)	(13)
2002	Total assets.....	488,146,307	662,743,268	1,375,040,653	1,533,982,557	5,812,702,679	38,179,173,178
2001	Total assets.....	496,173,704	674,582,132	1,382,719,089	1,512,830,444	5,891,983,756	36,839,631,626
	Percent change.....	-1.6	-1.8	-0.6	1.4	-1.3	3.6
2002	Pretax profits ^{1,4}	5,527,357	5,781,520	10,110,897	16,452,094	83,007,982	377,525,169
2001	Pretax profits ^{1,4}	-2,703,357	-1,430,958	6,442,167	17,756,942	88,738,064	417,202,231
	Percent change.....	304.5	504.0	56.9	-7.3	-6.5	-9.5
2002	Positive pretax profits ^{2,4}	24,016,926	24,039,773	41,260,319	39,512,015	144,473,740	536,864,874
2001	Positive pretax profits ^{2,4}	23,094,842	23,917,637	40,582,875	42,732,836	159,684,680	572,083,705
	Percent change.....	4.0	0.5	1.7	-7.5	-9.5	-6.2
2002	Net losses ^{3,4}	18,489,569	18,258,253	31,149,422	23,059,922	61,465,758	159,339,705
2001	Net losses ^{3,4}	25,798,199	25,348,594	34,140,708	24,975,893	70,946,616	154,881,474
	Percent change.....	-28.3	-28.0	-8.8	-7.7	-13.4	2.9
2002	Income subject to tax.....	8,640,050	10,090,301	21,072,294	21,581,483	86,938,117	404,848,929
2001	Income subject to tax.....	8,945,255	10,710,831	20,613,258	24,412,215	91,811,525	421,600,497
	Percent change.....	-3.4	-5.8	2.2	-11.6	-5.3	-4.0
2002	Total income tax after credits.....	2,773,517	3,198,358	6,523,866	6,717,384	25,657,174	95,678,419
2001	Total income tax after credits.....	2,891,935	3,378,761	6,378,107	7,674,243	27,597,590	102,952,436
	Percent change.....	-4.1	-5.3	2.3	-12.5	-7.0	-7.1

¹ Pretax profits are net income (less deficit) in the statistics.

² This item is from returns reporting positive net income.

³ This item is from returns reporting a deficit.

⁴ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through their shareholders).

NOTE: Detail may not add to total due to rounding.

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Figure C

Corporate Pretax Profits, by North American Industry Classification System (NAICS) Sector, Tax Years 2001 and 2002

[Money amounts are in thousands of dollars]

Industrial sector	Pretax profits ^{1,2}			
	2001	2002	Difference	Percentage change
	(1)	(2)	(3)	(4)
All industries	603,623,352	563,656,558	-39,966,794	-6.6
Agriculture, forestry, fishing, and hunting.....	1,064,909	-587,571	-1,652,480	-155.2
Mining.....	9,406,304	1,344,239	-8,062,065	-85.7
Utilities.....	16,804,566	-1,046,609	-17,851,175	-106.2
Construction.....	32,537,032	28,357,934	-4,179,098	-12.8
Manufacturing.....	129,096,121	119,275,059	-9,821,062	-7.6
Wholesale and retail trade.....	75,366,514	87,018,582	11,652,068	15.5
Wholesale trade.....	30,106,086	36,882,622	6,776,536	22.5
Retail trade.....	45,334,791	50,127,065	4,792,274	10.6
Wholesale and retail trade not allocable.....	-74,363	8,895	83,258	112.0
Transportation and warehousing.....	-7,061,072	-8,648,139	-1,587,067	-22.5
Information.....	-37,658,246	-33,996,597	3,661,649	9.7
Finance and insurance.....	268,142,171	247,012,845	-21,129,326	-7.9
Real estate and rental and leasing.....	5,360,069	3,253,378	-2,106,691	-39.3
Professional, scientific, and technical services.....	-5,614,568	2,463,356	8,077,924	143.9
Management of companies (holding companies).....	83,216,188	84,572,187	1,355,999	1.6
Administrative and support and waste management and remediation services.....	7,609,771	5,036,076	-2,573,695	-33.8
Educational services.....	420,744	1,005,660	584,916	139.0
Health care and social assistance.....	12,335,681	16,631,149	4,295,468	34.8
Arts, entertainment, and recreation.....	402,181	852,149	449,968	111.9
Accommodation and food services.....	8,198,950	8,033,793	-165,157	-2.0
Other services.....	4,039,477	3,094,837	-944,640	-23.4
Not allocable.....	-43,440	-15,770	27,670	63.7

¹ Pretax profits are net income (less deficit) in the statistics.

² Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through their shareholders).

NOTE: Detail may not add to totals due to rounding.

minus certain statutory special deductions [5]. Certain corporations that elect to be taxed through their shareholders, in general, pay no Federal income tax directly. More specifically, S corporations, which are not usually taxable at the corporate level, did not have income subject to tax. Some, however, had a limited tax liability on capital gains and certain other income and were, therefore, included in the statistics for this item [6]. While regulated investment companies and real estate investment trusts generally passed their net incomes to be taxed through their shareholders, any amounts not distributed were included in income subject to tax, though the long-term capital gains of regulated investment companies are excluded from their profits (Figure D).

Total statutory special deductions, the components of which are shown in Figure E, decreased 11.9 percent to \$248.6 billion for 2002. Regulated investment companies are responsible for virtually all of the total decrease, dropping \$38.0 billion to \$125.2 billion. These companies are required to distribute most of their net incomes to shareholders for taxation and are allowed special deductions for dividends paid as a result.

The net operating loss deduction (NOLD) accounted for more than a quarter of total statutory special deductions. The NOLD increased 8.7 percent to \$65.8 billion. In general, net operating loss deductions, as defined in these statistics, include a portion of net losses from prior-year returns (exclud-

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Figure D

Pretax Profits and Pretax Profits with Certain Inclusions for All Corporations, Regulated Investment Companies, and S Corporations, Tax Years 2001 and 2002

[Money amounts are in thousands of dollars]

Item	Tax year	All corporations	Regulated investment companies	S corporations
		(1)	(2)	(3)
Pretax profits ¹	2002	563,656,558	115,112,535	150,611,468
	2001	603,623,352	156,397,802	142,552,181
Pretax profits with certain inclusions ²	2002	608,908,437	127,496,949	183,478,933
	2001	689,856,298	197,496,012	187,686,917

¹ Pretax profits are net income (less deficit) in the statistics.

² The inclusions to pretax profits are: net long-term capital gain reduced by net short-term capital loss for regulated investment companies and investment, rental, and portfolio income (including capital gains) for S corporations. The amounts listed under "All Corporations" include both aforementioned items.

ing those of S corporations whose deficits were allocated to their shareholders for the year in which they occurred). The Job Creation and Worker Assistance Act of 2002 allowed net operating losses for taxable years ending 2001 and 2002 to be carried

back to reduce any taxes paid for 5 years previous to the loss. The act also allowed net operating losses arising in or carried forward to taxable years ending in 2001 and 2002 to offset 100 percent (from 90 percent) of a taxpayer's Alternative Minimum Tax-

Figure E

Total Receipts, Total Deductions, Pretax Profits, Statutory Special Deductions, Income Subject to Tax, and Selected Tax and Tax Credit Items, Tax Years 2001 and 2002

[Money amounts are in thousands of dollars]

Item	2001	2002	Percentage change
	(1)	(2)	(3)
Total receipts ¹	20,272,957,624	19,749,426,052	-2.6
Total deductions	19,682,982,949	19,198,882,118	-2.5
Pretax profits ^{1,2}	603,623,352	563,656,558	-6.6
Statutory special deductions, total ³	282,127,241	248,631,222	-11.9
Net operating loss deduction.....	60,514,064	65,800,288	8.7
Dividends received deduction.....	20,679,890	16,609,604	-19.7
Public utility dividends paid deduction.....	22,626	20,940	-7.5
Deduction for dividends paid by regulated investment companies and real estate investment trusts.....	200,198,997	165,856,577	-17.2
Income subject to tax	635,257,416	600,553,517	-5.5
Total income tax before credits ⁴	220,874,245	209,691,130	-5.1
Income tax.....	218,675,610	207,056,104	-5.3
Personal Holding Company tax ⁵	11,785	9,695	-17.7
Tax from recapture of investment and low-income housing credits ⁵	23,028	14,425	-37.4
Alternative minimum tax ⁵	1,800,595	2,532,224	40.6
Tax credits, total ⁶	54,162,256	56,078,260	3.5
Foreign tax credit.....	41,063,165	42,021,526	2.3
U.S. possessions tax credit.....	1,268,616	1,191,217	-6.1
Nonconventional source fuel credit.....	1,806,406	2,189,943	21.2
General business credit.....	6,741,513	8,561,641	27.0
Prior-year minimum tax credit.....	3,254,175	2,027,542	-37.7
Total income tax after credits	166,711,988	153,612,870	-7.9

¹ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through their shareholders).

² Pretax profits are net income (less deficit) in the statistics.

³ This item includes other dividend deductions, not shown separately.

⁴ Includes certain other taxes, not shown separately.

⁵ For purposes of the statistics, this tax is included in both total income tax before credits and total income tax after credits. By law, tax credits could offset only income tax.

⁶ Includes certain other credits, not shown separately.

NOTE: Detail may not add to totals due to rounding.

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able Income (AMTI). For other tax years, net operating losses could be carried back to reduce any taxes paid in the 2 years previous to the loss year, and any remaining amounts could be carried forward 20 years to reduce income subject to tax (or carried back 3 years and carried forward 15 years for net operating losses incurred before August 6, 1997). The statistics for net operating losses represent only amounts carried forward from prior years and applied to reduce taxable income of the current year.

As a result of the decrease in income subject to tax, "total income tax before credits" decreased 5.1 percent to \$209.7 billion. This tax is the total of the corporations' U.S. taxes based on their total worldwide profits [7]. However, tax credits claimed by corporations increased for Tax Year 2002. Corporations use credits to reduce their regular tax liabilities. The principal credits were the foreign tax, U.S. possessions tax [8], nonconventional source fuel [9], general business, and prior-year minimum tax credits. Most of the increase in tax credits was due to increases in amounts reported for the general business credit, which increased by 27.0 percent to \$8.6 billion. The general business credit is the sum of other credit components in general, most of which are subject to a common limitation [10]. Amounts reported for the foreign tax credit also contributed to the overall increase in reported tax credits, increasing \$1.0 billion for Tax Year 2002.

The number of corporations reporting the "alternative minimum tax" (AMT) remained relatively stable around 7,100 for 2002, but the AMT itself, represented in the statistics for both "total income tax before credits" and "total income tax after credits," increased 40.6 percent from \$1.8 billion in 2001 to \$2.5 billion in 2002. Tax Year 2001 AMT payments were at an all-time low. Even with the increase for Tax Year 2002, AMT payments were the second lowest in over a decade. Under AMT, corporations are required to compute their regular tax liabilities, then their "tentative minimum tax" liabilities. The difference between the "tentative minimum tax" and the regular tax is the legally defined alternative minimum tax. The AMT was originally designed to ensure that a minimum amount of income tax was paid in spite of the legitimate use of exclusions, deductions, and credits. For Tax Years beginning after 1997, certain new and small corporations were not subject to AMT. Generally, a corporation was con-

sidered small for AMT purposes if the average annual gross receipts for 3 years prior to the 2002 Tax Year were \$7.5 million or less, and it was treated as a small corporation exempt from the AMT for all prior tax years beginning after 1997 [11].

Summary

After a significant decline for Tax Year 2001, corporate pretax profits continued to fall for 2002. Declining total receipts led to a decrease of \$40.0 billion in pretax profits, a drop of 6.6 percent. Positive pretax profits decreased from \$1.11 trillion to \$1.05 trillion, while net losses decreased from \$508.9 billion to \$489.5 billion. Although pretax profits were down, gross business profits increased by \$0.2 trillion to \$6.7 trillion.

Income subject to tax, the tax base, decreased at a rate similar to positive pretax profits, down by 5.5 percent, to \$600.6 billion. Reflecting this decrease, income tax before credits decreased by 5.1 percent to \$209.7 billion, and income tax after credits, the amount payable to the U.S. Government, decreased by \$13.1 billion to \$153.6 billion. The AMT, included in the statistics for both income tax before credits and income tax after credits, increased 40.6 percent to \$2.5 billion.

Data Sources and Limitations, Form 1120, Tax Year 2002

Estimates for Tax Year 2002 are based on a sample of corporation income tax returns with accounting periods ending July 2002 through June 2003 that posted to the Internal Revenue Service Business Master File from the beginning of July 2002 through the end of June 2004. These returns represent domestic corporations filing Form 1120 or 1120-A (short form); foreign corporations with income "effectively connected" with a U.S. business filing Form 1120-F; life insurance companies filing Form 1120-L; property and casualty insurance companies filing Form 1120-PC; S corporations filing Form 1120S; regulated investment companies filing Form 1120-RIC; and real estate investment trusts filing Form 1120-REIT.

A stratified probability sample was used to produce the statistics. A sample of 146,706 corporation income tax returns was drawn from a total population of 5,700,951. Based on the 137,939 returns of active corporations in the sample, the population estimate of

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corporation returns was 5,266,607. The sample was selected after administrative processing was complete, but before any amendments or audit examinations, and was stratified based on combinations of net income and total assets at rates ranging from 0.25 percent to 100 percent.

Because the estimates are based on a sample, they are subject to sampling error. Coefficients of variation (CV's) are used to measure the magnitude of this sampling error. The CV is defined in the section on sampling variability in the "SOI Sampling Methodology and Data Limitations" appendix of this publication. Figure F presents the CV's for total assets, business receipts, total income tax before credits, and total income tax after credits by industrial sector. The smaller the CV, the more reliable the estimate is judged to be. The estimates corresponding to the CV's in Figure F can be found in Table 1.

Notes and References

[1] Data for 2001 used in this article are from *Statistics of Income--2001, Corporation*

Income Tax Returns. Data for 2002 are from *Corporation Income Tax Returns and Statistics of Income--2002 Corporation Income Tax Returns*.

- [2] See www.federalreserve.gov. The Federal funds rate is the rate charged to financial institutions that borrow available funds from other financial institution deposits at the Federal Reserve, primarily for 1 day. Data provided in this article are an average of monthly average rates provided at www.federalreserve.gov for the taxable year.
- [3] Generally, property must be acquired after September 10, 2001, and before September 11, 2004. The calculation of depreciation for qualifying property under the Job Creation and Worker Assistance Act of 2002 begins with a Section 179 expense deduction of up to \$24,000, then special depreciation of 30 percent, followed by the calculation of regular depreciation. The Jobs and Growth Tax Relief Act of 2003

Figure F

Coefficients of Variation for Total Assets, Business Receipts, Total Income Tax Before Credits, and Total Income Tax After Credits, by North American Industry Classification System (NAICS) Sector, Tax Year 2002

Industrial sector	Total assets	Business receipts	Total income tax before credits	Total income tax after credits
	(1)	(2)	(3)	(4)
All Industries ¹	0.01	0.18	0.07	0.09
Agriculture, forestry, fishing, and hunting.....	1.13	3.53	5.03	5.10
Mining.....	0.19	1.55	0.80	1.61
Utilities.....	0.03	0.11	0.10	0.12
Construction.....	0.41	0.96	1.01	1.02
Manufacturing.....	0.03	0.17	0.08	0.15
Wholesale and retail trade.....	0.13	0.35	0.23	0.24
Transportation and warehousing.....	0.29	1.34	0.76	0.80
Information.....	0.04	0.45	0.31	0.47
Finance and insurance.....	0.01	0.29	0.09	0.11
Real estate and rental and leasing.....	0.47	2.33	2.41	2.47
Professional, scientific, and technical services.....	0.37	2.16	1.27	1.46
Management of companies (holding companies).....	0.01	0.06	0.07	0.08
Administrative and support and waste management and remediation services.....	0.51	2.39	1.04	1.19
Educational services.....	3.10	6.25	1.82	1.68
Health care and social assistance.....	0.59	2.44	1.09	1.10
Arts, entertainment, and recreation.....	1.35	3.85	3.96	4.68
Accommodation and food services.....	0.38	1.24	1.88	2.76
Other services.....	1.48	2.87	3.63	3.89

¹ Includes returns not allocable by NAICS sector, not shown separately.

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provided a special depreciation allowance of 50 percent for qualified property acquired after May 5, 2003.

- [4] Several adjustments are required to compute income subject to tax from net income, or pretax profits. The statistics for statutory special deductions include the previously unused portions of deductions reported by corporations that had no positive incomes subject to tax, either because they had no positive net incomes or because their deductions were sufficient to completely offset their net incomes. In addition, the relationship between net income and income subject to tax was defined differently for life insurance businesses and real estate investment trusts. Therefore, the net incomes shown in the statistics (which also includes the net incomes of S corporations, regulated investment companies, and real estate investment trusts, which do not bear entity level income taxes), minus statutory special deductions will not yield the statistics shown for incomes subject to tax.
- [5] For Tax Year 2002, statutory special deductions include the following: net operating loss deduction (NOLD); the various dividends received deductions; the deductions for dividends paid on certain preferred stock of public utilities; the deduction for dividends paid by regulated investment companies and real estate investment trusts; the special deduction for taxes paid by real estate investment trusts allowed under Internal Revenue Code section 857; and the special deduction allowed for small life insurance companies.
- [6] Beginning in Tax Year 1987, Statistics of Income (SOI) corporate statistics for “net income (less deficit)” (pretax profits) and for receipts and deductions of S corporations are limited to those derived “from a trade or business.” Investment or portfolio income (or loss), such as from interest, dividends, rents, royalties, and gain (loss) from sales of investment prop-

erty, and the deductions related to this income are not included in the SOI corporate statistics. Therefore, the overall statistics for receipts, deductions, and pretax profits are slightly understated; it is estimated, that for 2002, total pretax profits alone are understated by \$32.9 billion as a result (see Luttrell, Kelly, “S Corporation Returns, 2002,” *Statistics of Income Bulletin*, Spring 2005, Volume 24, Number 4).

Pretax profits and receipts also exclude regulated investment company net long-term capital gains (reduced by net short-term capital losses), which were not tabulated. If included, these gains would have totaled \$13.6 billion for 2002 and \$41.1 billion for 2001.

- [7] The U.S. taxes of foreign corporations that filed an 1120-F return are based on their incomes effectively connected with the conduct of a trade or business in the United States. The SOI calculation for “total income tax before credits” has not changed from prior years.
- [8] In 1996, the Small Business Job Protection Act repealed the credit for any corporation not already using it and instituted a phaseout of the credit for existing users until 2005.
- [9] For a complete listing of qualified fuels for this credit, see the explanation of terms in *Statistics of Income--2001, Corporation Income Tax Returns*, page 252.
- [10] For information on the components of the general business credit and its computation, see the explanation of terms in *Statistics of Income--2001, Corporation Income Tax Returns*, page 245.
- [11] The special depreciation allowance was allowed for both regular tax and the Alternative Minimum Tax (AMT). If this special depreciation was claimed, depreciation resulting from the “normal” (MACRS) deduction from the qualified property was considered equal for AMT and regular tax purposes.
Source: IRS Statistics of Income Bulletin, Summer 2005, Publication 1136 (Rev. 09-2005.)

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Total	Size of total assets				
		Zero assets ¹	\$1	\$500,000	\$1,000,000	\$5,000,000
				under \$500,000	under \$1,000,000	under \$5,000,000
	(1)	(2)	(3)	(4)	(5)	(6)
ALL INDUSTRIES ²						
Number of returns.....	5,266,607	589,768	3,825,530	344,464	369,682	57,408
Total assets.....	50,413,501,942	--	377,820,614	241,844,969	774,819,400	400,625,809
Net worth.....	17,545,109,175	--	33,553,694	65,830,914	216,815,834	123,837,311
Total receipts ³	19,749,426,052	281,776,726	1,608,972,468	560,261,340	1,576,839,937	794,809,984
Business receipts.....	17,297,125,146	217,206,589	1,580,209,997	548,344,213	1,544,978,120	776,588,357
Interest paid.....	912,751,562	30,216,759	11,535,500	5,441,463	16,395,444	7,539,607
Net income (less deficit) ³	563,656,558	-14,548,382	41,734,405	7,029,441	17,801,498	8,429,533
Total income tax before credits ⁴	209,691,130	2,567,994	1,488,170	866,634	3,490,308	2,153,213
Total income tax after credits ⁴	153,612,870	2,310,982	1,453,139	842,492	3,377,404	2,072,958
AGRICULTURE, FORESTRY, FISHING, AND HUNTING						
Number of returns.....	140,223	12,336	92,946	17,572	15,263	1,247
Total assets.....	105,500,630	--	13,644,551	12,286,196	28,095,696	8,700,525
Net worth.....	35,767,420	--	1,600,005	4,456,551	9,699,937	3,104,442
Total receipts ³	119,151,243	1,325,481	24,214,364	15,343,351	27,925,935	10,603,852
Business receipts.....	107,931,393	1,017,050	21,044,930	13,992,824	24,357,161	9,957,559
Interest paid.....	2,923,041	26,591	537,268	324,676	854,111	223,728
Net income (less deficit) ³	-587,571	70,472	-433,353	57,965	-285,497	-156,609
Total income tax before credits ⁴	403,902	21,803	42,277	32,123	79,794	25,029
Total income tax after credits ⁴	386,944	21,328	42,178	31,464	74,436	23,758
MINING						
Number of returns.....	30,287	2,675	19,623	3,042	3,288	614
Total assets.....	449,429,859	--	2,399,099	2,127,422	6,673,004	4,523,674
Net worth.....	233,250,469	--	592,827	658,031	1,194,754	2,765,572
Total receipts ³	157,298,844	1,724,848	5,700,587	2,477,812	6,317,500	4,782,077
Business receipts.....	142,247,484	1,529,897	5,377,809	2,345,142	5,664,912	4,475,203
Interest paid.....	9,016,218	70,109	48,305	52,770	130,996	45,237
Net income (less deficit) ³	1,344,239	-271,403	480,957	168,216	-127,333	223,703
Total income tax before credits ⁴	2,087,504	56,150	6,857	19,636	46,385	28,136
Total income tax after credits ⁴	1,010,103	54,734	6,823	19,624	45,419	20,116
UTILITIES						
Number of returns.....	7,863	586	5,875	*151	778	101
Total assets.....	1,458,642,427	--	626,422	*135,334	1,713,060	698,158
Net worth.....	381,185,739	--	207,354	*92,779	349,693	120,165
Total receipts ³	578,342,692	3,062,631	858,977	*100,633	1,079,045	853,914
Business receipts.....	537,883,736	2,820,432	827,649	*96,232	998,941	852,680
Interest paid.....	41,316,770	148,946	8,493	*837	51,664	6,582
Net income (less deficit) ³	-1,046,609	155,121	41,076	*6,590	-902	10,684
Total income tax before credits ⁴	6,504,039	*75,728	*2,001	*122	*579	*9,405
Total income tax after credits ⁴	5,296,222	*75,720	*2,001	*121	*579	*9,405
CONSTRUCTION						
Number of returns.....	648,535	68,036	467,072	46,006	54,123	7,755
Total assets.....	540,502,611	--	47,332,402	32,409,917	111,899,012	54,181,900
Net worth.....	163,014,462	--	6,701,269	10,145,639	32,770,785	15,292,649
Total receipts ³	1,098,818,871	12,418,127	225,607,802	88,657,011	242,381,886	105,685,018
Business receipts.....	1,080,555,117	12,123,607	223,940,598	87,794,493	239,955,016	104,364,569
Interest paid.....	9,289,390	114,216	1,471,618	605,427	1,637,242	633,382
Net income (less deficit) ³	28,357,934	60,972	6,196,750	1,406,190	5,263,473	3,058,595
Total income tax before credits ⁴	4,221,133	39,254	146,245	110,061	469,209	251,300
Total income tax after credits ⁴	4,104,446	39,242	145,755	109,397	458,858	240,701
MANUFACTURING						
Number of returns.....	280,185	19,965	163,039	28,774	44,451	9,730
Total assets.....	8,202,169,904	--	21,998,322	20,535,783	99,448,496	68,571,236
Net worth.....	2,975,211,477	--	-416,029	4,076,585	31,198,698	27,137,390
Total receipts ³	5,257,106,442	36,169,143	76,270,354	51,327,890	205,237,315	128,849,868
Business receipts.....	4,822,650,951	31,705,482	75,337,134	50,612,427	203,053,083	127,204,117
Interest paid.....	184,028,822	724,932	784,445	531,012	2,385,966	1,393,382
Net income (less deficit) ³	119,275,059	-2,111,066	-623,949	-772,484	1,017,983	1,140,697
Total income tax before credits ⁴	68,531,196	279,179	74,169	92,667	487,989	438,886
Total income tax after credits ⁴	34,400,275	249,323	70,560	89,755	461,202	415,312

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Total	Size of total assets				
		Zero assets ¹	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000
	(1)	(2)	(3)	(4)	(5)	(6)
WHOLESALE AND RETAIL TRADE ⁵						
Number of returns.....	964,523	81,611	665,879	85,438	98,893	17,142
Total assets.....	2,412,864,112	--	84,356,631	60,079,604	213,457,785	119,399,312
Net worth.....	812,930,683	--	10,626,822	19,468,098	69,162,153	32,720,167
Total receipts ³	5,403,353,886	82,878,748	387,402,832	194,240,607	689,915,094	392,637,775
Business receipts.....	5,278,843,887	80,135,349	383,582,730	192,252,518	681,665,224	386,932,475
Interest paid.....	50,534,463	658,942	2,233,510	1,315,844	4,094,953	2,128,949
Net income (less deficit) ³	87,018,582	-865,028	2,485,154	1,795,032	8,012,048	4,957,569
Total income tax before credits ⁴	27,469,057	134,578	299,287	216,401	998,303	585,962
Total income tax after credits ⁴	25,568,842	131,563	298,037	213,476	987,603	577,031
WHOLESALE TRADE						
Number of returns.....	359,905	32,562	226,180	34,669	49,684	8,445
Total assets.....	1,190,675,725	--	26,534,849	24,764,861	109,320,348	58,461,725
Net worth.....	395,752,140	--	481,341	7,766,939	37,798,941	19,536,296
Total receipts ³	2,495,041,182	56,572,484	123,374,271	82,350,952	357,847,805	175,694,059
Business receipts.....	2,440,437,321	55,154,192	121,843,252	81,599,554	354,287,539	173,970,553
Interest paid.....	24,556,099	391,054	632,517	485,240	1,883,084	1,079,055
Net income (less deficit) ³	36,882,622	-770,674	1,250,190	537,559	4,744,026	3,165,540
Total income tax before credits ⁴	10,686,283	79,556	127,262	103,880	570,100	377,562
Total income tax after credits ⁴	9,411,755	78,226	126,974	103,436	565,059	372,272
RETAIL TRADE						
Number of returns.....	601,268	47,649	437,796	50,743	49,208	8,680
Total assets.....	1,221,896,095	--	57,717,583	35,287,419	104,137,438	60,842,181
Net worth.....	417,173,600	--	10,142,557	11,695,905	31,363,212	13,194,169
Total receipts ³	2,907,223,599	26,271,188	263,346,902	111,796,213	332,067,289	216,828,126
Business receipts.....	2,837,354,677	24,963,731	261,070,326	110,563,186	327,377,685	212,849,245
Interest paid.....	25,971,551	267,888	1,599,699	830,570	2,211,870	1,045,738
Net income (less deficit) ³	50,127,065	-102,144	1,228,761	1,254,564	3,268,022	1,798,921
Total income tax before credits ⁴	16,779,804	55,017	169,542	112,506	428,203	208,400
Total income tax after credits ⁴	16,154,119	53,331	168,581	110,025	422,543	204,759
TRANSPORTATION AND WAREHOUSING						
Number of returns.....	177,745	21,518	131,260	11,114	10,819	1,454
Total assets.....	536,270,300	--	12,639,407	7,743,564	22,374,826	10,100,828
Net worth.....	144,702,207	--	-799,776	2,020,203	4,797,352	3,160,977
Total receipts ³	533,613,159	3,426,847	58,370,996	25,664,180	53,784,630	19,597,155
Business receipts.....	510,816,998	3,194,509	57,844,634	25,429,544	52,944,492	19,337,985
Interest paid.....	13,659,216	106,681	612,432	255,757	683,219	242,226
Net income (less deficit) ³	-8,648,139	-80,594	309,137	225,270	-80,994	97,016
Total income tax before credits ⁴	2,915,569	14,801	48,791	24,478	88,270	76,508
Total income tax after credits ⁴	2,725,995	12,956	48,740	23,987	86,067	74,706
INFORMATION						
Number of returns.....	120,271	18,702	84,650	6,326	6,464	1,374
Total assets.....	2,993,759,005	--	6,585,454	4,518,491	13,981,384	9,801,096
Net worth.....	1,273,397,574	--	-6,450,268	-154,236	432,627	2,886,867
Total receipts ³	909,195,188	8,535,317	22,159,120	9,091,610	26,323,932	11,710,607
Business receipts.....	799,441,224	9,829,211	21,309,844	8,947,358	25,528,581	11,035,034
Interest paid.....	69,536,498	977,861	254,242	122,334	391,040	181,384
Net income (less deficit) ³	-33,996,597	-4,575,620	-1,088,868	-698,006	-2,379,022	-1,509,563
Total income tax before credits ⁴	12,104,214	118,271	28,409	6,949	116,537	89,667
Total income tax after credits ⁴	7,795,636	114,551	23,625	6,861	112,096	85,428
FINANCE AND INSURANCE						
Number of returns.....	224,352	28,290	146,704	13,014	14,413	3,322
Total assets.....	21,937,110,016	--	12,193,126	9,262,242	31,701,792	23,836,517
Net worth.....	9,422,754,290	--	-918,423	2,320,150	5,045,043	8,028,171
Total receipts ³	2,605,571,614	82,097,493	44,071,758	10,680,674	27,010,234	15,123,581
Business receipts.....	1,573,271,535	32,109,277	42,469,610	9,596,118	24,038,426	13,960,665
Interest paid.....	291,740,227	24,609,513	384,650	238,908	590,957	349,813
Net income (less deficit) ³	247,012,845	-6,083,209	3,251,469	685,206	2,491,363	717,419
Total income tax before credits ⁴	41,867,335	1,074,027	78,197	51,844	197,636	137,164
Total income tax after credits ⁴	36,100,698	892,405	78,106	50,955	193,336	135,015

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Total	Size of total assets				
		Zero assets ¹	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000
	(1)	(2)	(3)	(4)	(5)	(6)
REAL ESTATE AND RENTAL AND LEASING						
Number of returns.....	570,639	65,496	383,862	55,808	54,022	6,343
Total assets.....	538,584,064	--	46,265,764	38,944,530	109,759,351	43,513,301
Net worth.....	147,198,160	--	7,739,758	10,090,442	29,142,617	11,592,005
Total receipts ³	230,647,035	5,379,501	58,975,659	11,980,286	30,656,355	12,183,801
Business receipts.....	205,206,751	3,746,649	56,739,362	10,863,401	27,407,393	10,665,789
Interest paid.....	14,123,528	536,541	1,000,726	565,473	1,923,184	888,273
Net income (less deficit) ³	3,253,378	278,749	2,931,586	685,786	720,913	41,726
Total income tax before credits ⁴	2,012,011	283,338	151,556	87,523	321,033	154,526
Total income tax after credits ⁴	1,958,106	280,017	150,321	85,895	317,660	152,415
PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES						
Number of returns.....	736,005	108,916	581,134	21,223	18,789	2,774
Total assets.....	484,691,832	--	37,435,358	14,722,627	38,281,312	19,146,378
Net worth.....	171,783,018	--	2,957,571	2,289,067	9,390,748	6,025,917
Total receipts ³	683,879,755	18,004,225	222,108,872	48,069,470	94,245,258	35,192,457
Business receipts.....	651,992,903	16,768,703	217,737,261	46,272,474	91,737,967	33,062,500
Interest paid.....	9,040,336	246,344	1,141,936	315,657	673,883	287,801
Net income (less deficit) ³	2,463,356	-114,026	11,533,829	787,299	-1,179,180	-1,037,957
Total income tax before credits ⁴	3,769,108	116,121	198,654	92,334	340,753	192,255
Total income tax after credits ⁴	3,191,317	104,341	194,072	92,207	324,636	184,312
MANAGEMENT OF COMPANIES (HOLDING COMPANIES)						
Number of returns.....	48,053	7,360	25,959	2,211	4,866	1,177
Total assets.....	9,739,201,697	--	3,308,730	1,651,008	10,343,686	8,363,152
Net worth.....	1,482,596,398	--	2,042,630	1,473,579	6,110,897	5,641,543
Total receipts ³	689,799,466	3,001,124	263,668	253,468	1,175,147	1,068,492
Business receipts.....	170,514,329	402,072	*15,081	*751	157,387	35,461
Interest paid.....	186,561,412	1,603,388	33,470	11,173	123,366	243,450
Net income (less deficit) ³	84,572,187	-935,462	-198,833	66,288	511,439	288,968
Total income tax before credits ⁴	30,444,748	216,810	35,906	11,598	76,125	55,507
Total income tax after credits ⁴	24,905,354	199,178	30,499	8,630	62,517	51,369
ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES						
Number of returns.....	231,412	29,376	185,905	7,729	6,623	805
Total assets.....	258,705,414	--	13,444,582	5,472,634	13,242,751	5,434,952
Net worth.....	77,291,090	--	1,975,643	1,267,719	3,302,891	1,459,629
Total receipts ³	350,216,846	4,904,138	87,422,416	23,498,121	41,906,556	15,063,865
Business receipts.....	338,209,323	4,600,750	85,546,452	23,155,420	41,565,661	14,643,618
Interest paid.....	6,199,583	80,947	507,275	132,874	313,284	114,044
Net income (less deficit) ³	5,036,076	-22,966	2,952,240	373,648	1,062,331	217,667
Total income tax before credits ⁴	1,605,012	26,094	40,767	25,717	57,549	35,758
Total income tax after credits ⁴	1,393,675	24,785	40,501	24,313	56,013	34,454
EDUCATIONAL SERVICES						
Number of returns.....	41,317	6,794	32,723	682	857	113
Total assets.....	16,492,830	-	2,333,802	469,396	1,833,885	708,727
Net worth.....	6,195,219	-	-104,094	60,176	753,204	119,754
Total receipts ³	25,972,274	969,598	7,604,008	1,052,148	3,530,669	1,086,352
Business receipts.....	24,509,009	948,957	7,070,031	961,897	3,405,303	1,043,159
Interest paid.....	322,399	*8,803	71,907	4,778	23,197	15,507
Net income (less deficit) ³	1,005,660	-16,478	101,961	-21,848	205,613	6,321
Total income tax before credits ⁴	264,236	*1,193	5,108	*466	10,734	*6,157
Total income tax after credits ⁴	248,573	*1,193	5,106	*393	9,563	*6,146

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Total	Size of total assets				
		Zero assets ¹	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000
			(2)	(3)	(4)	(5)
(1)	(2)	(3)	(4)	(5)	(6)	
HEALTH CARE AND SOCIAL ASSISTANCE						
Number of returns.....	334,305	30,405	285,211	10,043	6,791	864
Total assets.....	214,329,877	--	22,861,795	6,756,022	14,198,337	5,848,514
Net worth.....	61,960,368	--	3,546,989	875,983	1,615,973	-73,124
Total receipts ³	463,253,527	6,313,282	198,192,531	28,060,243	51,848,034	16,736,165
Business receipts.....	448,427,967	5,904,511	194,222,470	27,638,919	51,059,380	16,253,028
Interest paid.....	6,462,090	26,475	859,297	270,085	455,507	221,339
Net income (less deficit) ³	16,631,149	300,616	10,370,506	1,049,063	1,052,679	85,492
Total income tax before credits ⁴	2,059,337	10,753	116,417	33,859	62,654	23,041
Total income tax after credits ⁴	2,011,275	10,729	114,435	33,782	58,203	22,626
ARTS, ENTERTAINMENT, AND RECREATION						
Number of returns.....	110,609	17,844	80,195	5,732	5,454	733
Total assets.....	79,600,495	--	6,203,531	4,125,858	10,986,775	5,246,997
Net worth.....	19,238,866	--	-2,089,524	1,386,129	2,159,587	1,193,328
Total receipts ³	78,918,432	1,608,157	17,726,360	6,930,405	11,813,771	6,926,657
Business receipts.....	72,674,159	1,645,167	17,307,744	6,138,764	11,233,939	6,539,193
Interest paid.....	2,936,172	32,866	194,501	120,603	376,068	133,099
Net income (less deficit) ³	852,149	-309,603	200,127	279,760	424,573	132,577
Total income tax before credits ⁴	349,418	11,225	32,003	6,738	27,663	5,014
Total income tax after credits ⁴	294,113	10,605	31,998	6,738	26,699	4,832
ACCOMMODATION AND FOOD SERVICES						
Number of returns.....	271,527	28,480	209,848	15,558	15,047	1,362
Total assets.....	352,661,519	--	22,305,527	10,721,705	30,511,026	9,115,495
Net worth.....	108,766,030	--	1,029,332	1,531,355	3,543,459	1,332,399
Total receipts ³	399,787,328	6,112,166	91,641,190	24,885,218	37,072,580	12,373,326
Business receipts.....	372,418,853	5,065,673	90,712,289	24,604,847	36,278,260	12,057,243
Interest paid.....	12,583,288	206,717	713,128	326,111	1,328,240	362,955
Net income (less deficit) ³	8,033,793	-21,281	1,444,864	510,651	731,785	82,594
Total income tax before credits ⁴	2,567,514	78,735	113,063	25,959	45,399	23,970
Total income tax after credits ⁴	1,740,440	78,378	102,439	16,865	39,345	20,539
OTHER SERVICES						
Number of returns.....	321,134	36,700	260,888	13,905	8,695	498
Total assets.....	92,666,071	--	21,835,376	9,793,155	16,223,037	3,435,049
Net worth.....	27,827,023	--	5,297,731	3,683,184	6,132,338	1,329,291
Total receipts ³	164,353,067	3,754,731	80,333,886	17,948,212	24,609,808	4,335,022
Business receipts.....	159,401,281	3,583,328	79,077,834	17,641,084	23,921,250	4,168,075
Interest paid.....	2,472,820	32,850	677,418	247,143	358,566	68,456
Net income (less deficit) ³	3,094,837	7,740	1,772,002	426,009	366,056	72,633
Total income tax before credits ⁴	515,266	9,935	68,444	28,160	63,179	14,928
Total income tax after credits ⁴	480,323	9,935	67,926	28,029	62,654	14,794

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Size of total assets--continued						
	\$10,000,000 under \$25,000,000	\$25,000,000 under \$50,000,000	\$50,000,000 under \$100,000,000	\$100,000,000 under \$250,000,000	\$250,000,000 under \$500,000,000	\$500,000,000 under \$2,500,000,000	\$2,500,000,000 or more
	(7)	(8)	(9)	(10)	(11)	(12)	(13)
ALL INDUSTRIES ²							
Number of returns.....	36,819	13,904	9,344	8,595	4,226	4,958	1,909
Total assets.....	566,602,509	488,146,307	662,743,268	1,375,040,653	1,533,982,557	5,812,702,679	38,179,173,178
Net worth.....	189,120,308	183,215,393	267,475,977	609,152,529	764,331,509	3,100,951,390	11,990,824,315
Total receipts ³	995,457,502	623,629,326	578,155,173	792,357,083	701,765,257	2,382,382,008	8,853,019,246
Business receipts.....	970,361,198	602,307,933	548,429,431	722,571,161	630,305,455	2,121,932,174	7,033,890,517
Interest paid.....	10,530,706	8,833,239	11,814,939	24,054,833	23,713,752	83,848,429	678,826,893
Net income (less deficit) ³	4,805,044	5,527,357	5,781,520	10,110,897	16,452,094	83,007,982	377,525,169
Total income tax before credits ⁴	3,196,467	2,969,155	3,470,413	7,357,334	7,599,490	30,756,990	143,774,963
Total income tax after credits ⁴	3,007,177	2,773,517	3,198,358	6,523,866	6,717,384	25,657,174	95,678,419
AGRICULTURE, FORESTRY, FISHING, AND HUNTING							
Number of returns.....	537	172	82	49	8	10	**
Total assets.....	8,057,839	5,949,662	5,712,820	7,875,944	2,579,469	12,597,929	**
Net worth.....	3,089,827	2,354,151	2,497,547	3,267,779	1,120,507	4,576,673	**
Total receipts ³	8,894,842	6,712,298	6,031,488	7,970,189	2,270,614	7,858,827	**
Business receipts.....	8,317,375	6,425,521	5,661,915	7,637,614	2,185,408	7,334,038	**
Interest paid.....	168,393	124,083	101,974	180,986	33,515	347,715	**
Net income (less deficit) ³	34,867	21,098	90,799	5,936	44,971	-38,218	**
Total income tax before credits ⁴	58,485	26,358	31,644	28,540	28,526	29,322	--
Total income tax after credits ⁴	56,256	25,611	30,620	25,962	27,461	27,870	--
MINING							
Number of returns.....	470	211	107	101	48	77	30
Total assets.....	7,305,785	7,390,846	7,536,998	16,322,917	16,478,720	104,817,697	273,853,698
Net worth.....	3,576,604	3,671,643	3,188,614	7,364,933	7,254,890	55,960,725	147,021,706
Total receipts ³	5,442,365	5,085,571	3,878,053	7,969,074	10,965,764	37,847,817	65,107,376
Business receipts.....	5,084,421	4,550,990	3,337,482	7,164,051	10,236,447	34,647,485	57,833,644
Interest paid.....	102,933	122,552	153,996	358,903	439,360	2,158,887	5,332,169
Net income (less deficit) ³	96,208	69,583	-215,663	179,720	273,479	-713,839	1,180,610
Total income tax before credits ⁴	36,772	70,070	45,360	95,320	205,540	416,945	1,060,333
Total income tax after credits ⁴	34,515	58,820	37,381	83,233	94,897	256,192	298,348
UTILITIES							
Number of returns.....	100	51	28	45	24	45	80
Total assets.....	1,771,277	1,784,264	1,964,083	6,833,992	9,045,031	63,412,252	1,370,658,554
Net worth.....	-2,461,437	325,613	475,040	1,982,025	2,256,207	16,744,516	361,093,785
Total receipts ³	1,385,756	1,141,818	3,911,888	4,164,969	4,047,749	30,876,508	526,858,805
Business receipts.....	1,319,949	986,934	3,888,005	3,680,513	3,342,743	29,019,216	490,050,442
Interest paid.....	44,156	59,363	38,167	234,773	283,754	1,792,118	38,647,916
Net income (less deficit) ³	18,520	76,298	-90,076	-1,111,969	-117,158	-325,943	291,149
Total income tax before credits ⁴	17,317	31,266	6,412	52,867	48,852	274,476	5,985,014
Total income tax after credits ⁴	14,404	22,488	4,455	51,926	45,684	262,160	4,807,279
CONSTRUCTION							
Number of returns.....	3,877	941	420	171	67	56	11
Total assets.....	57,956,587	32,178,468	28,846,185	24,905,635	24,371,084	59,005,273	67,416,148
Net worth.....	17,702,427	9,289,855	8,417,000	8,659,539	5,727,683	20,081,139	28,226,477
Total receipts ³	111,620,950	57,354,034	49,700,091	36,825,440	35,824,885	77,277,592	55,466,035
Business receipts.....	110,071,479	56,465,893	48,781,313	35,848,972	34,772,949	74,395,675	52,040,553
Interest paid.....	625,245	380,904	483,897	360,024	667,574	1,150,708	1,159,154
Net income (less deficit) ³	3,053,681	1,580,245	960,511	1,071,129	155,692	2,537,701	3,012,995
Total income tax before credits ⁴	253,640	151,593	124,795	86,808	196,123	1,222,501	1,169,604
Total income tax after credits ⁴	250,098	142,709	122,257	81,472	191,793	1,216,656	1,105,509
MANUFACTURING							
Number of returns.....	7,098	2,754	1,638	1,245	517	695	280
Total assets.....	110,711,183	95,584,477	115,057,136	198,550,901	208,766,570	967,046,886	6,295,898,915
Net worth.....	45,355,780	40,825,828	49,175,674	83,311,299	86,595,047	364,152,563	2,243,798,642
Total receipts ³	184,681,249	140,289,527	156,330,466	233,177,502	200,894,775	751,619,918	3,092,258,435
Business receipts.....	182,246,502	138,429,785	153,044,514	226,519,121	194,077,029	712,696,923	2,727,724,835
Interest paid.....	2,267,838	2,122,383	2,493,527	5,053,864	5,117,830	24,705,832	136,447,809
Net income (less deficit) ³	318,673	724,266	1,608,472	2,850,621	3,675,403	9,618,122	101,828,320
Total income tax before credits ⁴	867,912	871,644	1,131,862	2,134,739	2,473,558	9,416,849	50,261,744
Total income tax after credits ⁴	807,861	781,903	1,001,925	1,649,981	2,057,711	6,355,841	20,458,900

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Size of total assets--continued						
	\$10,000,000 under	\$25,000,000 under	\$50,000,000 under	\$100,000,000 under	\$250,000,000 under	\$500,000,000 under	\$2,500,000,000 or more
	\$25,000,000 (7)	\$50,000,000 (8)	\$100,000,000 (9)	\$250,000,000 (10)	\$500,000,000 (11)	\$2,500,000,000 (12)	(13)
WHOLESALE AND RETAIL TRADE ⁵							
Number of returns.....	10,165	2,763	1,221	697	299	340	76
Total assets.....	153,292,908	94,930,953	85,430,815	108,161,900	103,535,259	443,764,600	946,454,343
Net worth.....	42,958,947	28,551,339	26,323,793	37,307,461	39,322,685	162,529,439	343,959,779
Total receipts ³	494,596,326	275,465,100	217,121,536	249,334,392	222,211,608	744,185,167	1,453,364,700
Business receipts.....	487,209,624	271,093,925	213,440,281	244,413,741	217,140,611	717,487,569	1,403,489,841
Interest paid.....	2,663,693	1,734,172	1,694,226	2,473,415	2,171,106	9,900,872	19,464,781
Net income (less deficit) ³	6,650,419	3,559,360	2,157,638	3,429,133	2,396,850	16,591,969	35,848,438
Total income tax before credits ⁴	822,508	684,855	696,290	1,222,878	1,112,413	7,341,299	13,354,282
Total income tax after credits ⁴	805,611	667,201	659,347	1,139,491	1,003,489	6,604,534	12,481,459
WHOLESALE TRADE							
Number of returns.....	5,117	1,599	782	438	199	190	41
Total assets.....	77,931,775	55,191,162	54,125,699	67,619,833	69,157,584	236,963,845	410,604,044
Net worth.....	26,203,862	18,701,051	19,031,946	22,883,521	23,941,045	81,554,089	137,853,110
Total receipts ³	217,929,519	146,923,073	132,246,566	155,796,731	150,252,854	367,220,425	528,832,441
Business receipts.....	215,583,514	145,101,494	130,461,434	153,133,341	147,406,053	355,490,704	506,405,693
Interest paid.....	1,437,720	985,399	961,963	1,460,727	1,469,156	5,126,654	8,643,532
Net income (less deficit) ³	3,721,522	2,271,239	2,022,566	2,416,095	1,252,525	7,709,972	8,562,063
Total income tax before credits ⁴	525,678	478,194	513,469	663,045	685,149	3,587,956	2,974,434
Total income tax after credits ⁴	514,506	467,577	484,164	617,868	618,488	3,052,775	2,410,410
RETAIL TRADE							
Number of returns.....	5,045	1,164	439	259	100	150	35
Total assets.....	75,295,771	39,739,791	31,305,116	40,542,067	34,377,675	206,800,755	535,850,299
Net worth.....	16,748,024	9,850,289	7,291,847	14,423,940	15,381,639	80,975,350	206,106,669
Total receipts ³	276,503,468	128,542,027	84,874,970	93,537,660	71,958,754	376,964,742	924,532,259
Business receipts.....	271,463,255	125,992,431	82,978,846	91,280,400	69,734,558	361,996,865	897,084,148
Interest paid.....	1,224,643	748,773	732,264	1,012,688	701,951	4,774,218	10,821,249
Net income (less deficit) ³	2,930,013	1,288,121	135,072	1,013,037	1,144,325	8,881,972	27,286,376
Total income tax before credits ⁴	296,364	206,661	182,821	559,833	427,264	3,753,343	10,379,848
Total income tax after credits ⁴	290,638	199,625	175,183	521,622	385,002	3,551,759	10,071,049
TRANSPORTATION AND WAREHOUSING							
Number of returns.....	906	270	154	116	52	62	19
Total assets.....	13,891,580	9,362,358	10,940,475	18,159,690	22,738,491	75,429,743	332,889,337
Net worth.....	3,744,474	2,881,102	3,838,455	6,285,956	5,561,464	23,672,647	89,539,354
Total receipts ³	25,744,075	14,569,004	14,466,942	20,743,421	20,843,522	81,222,643	195,179,743
Business receipts.....	25,167,017	14,084,457	14,062,531	19,759,054	19,253,532	76,498,963	183,240,281
Interest paid.....	344,643	245,635	272,192	414,547	741,348	2,109,140	7,631,395
Net income (less deficit) ³	39,828	-18,065	137,517	242,425	20,129	-389,482	-9,150,326
Total income tax before credits ⁴	102,458	90,533	83,190	122,336	134,727	462,053	1,667,424
Total income tax after credits ⁴	92,936	80,284	81,326	113,877	134,683	403,987	1,572,445
INFORMATION							
Number of returns.....	1,262	516	323	253	136	174	91
Total assets.....	19,698,155	18,359,070	22,858,125	39,844,491	53,493,691	378,158,424	2,426,460,624
Net worth.....	6,231,228	4,736,137	9,518,109	12,656,109	21,547,290	178,907,784	1,043,085,928
Total receipts ³	19,850,381	15,646,880	17,485,065	28,018,366	29,384,364	100,131,256	620,858,289
Business receipts.....	18,857,977	14,681,557	16,647,739	25,786,998	27,106,140	89,374,703	530,336,082
Interest paid.....	611,553	421,215	500,339	1,120,065	1,541,346	6,836,580	56,578,539
Net income (less deficit) ³	-4,721,362	-1,265,786	-1,697,947	-5,121,101	-5,139,628	-7,781,885	1,982,191
Total income tax before credits ⁴	130,571	144,029	189,783	313,161	390,195	1,246,168	9,330,475
Total income tax after credits ⁴	125,848	135,418	173,291	278,454	325,266	1,088,043	5,326,756
FINANCE AND INSURANCE							
Number of returns.....	3,662	2,722	2,848	3,519	2,111	2,679	1,069
Total assets.....	59,573,871	98,710,874	205,043,466	567,266,300	748,703,198	2,857,533,846	17,323,284,784
Net worth.....	27,176,418	52,169,649	120,473,903	363,074,432	512,772,687	2,052,391,758	6,280,220,500
Total receipts ³	24,102,605	23,234,402	28,496,177	64,354,220	63,680,083	265,945,035	1,956,775,352
Business receipts.....	20,506,637	17,949,283	18,603,645	37,036,222	30,748,950	142,814,174	1,183,438,528
Interest paid.....	712,232	1,032,108	2,141,985	4,938,580	5,307,920	15,273,444	236,160,117
Net income (less deficit) ³	1,341,185	1,893,884	3,089,054	7,891,073	11,735,276	51,730,737	168,269,387
Total income tax before credits ⁴	221,910	270,265	426,408	1,107,938	1,278,319	4,920,360	32,103,266
Total income tax after credits ⁴	217,331	266,584	413,569	1,084,414	1,255,787	4,758,990	26,754,206

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Size of total assets--continued						
	\$10,000,000 under \$25,000,000	\$25,000,000 under \$50,000,000	\$50,000,000 under \$100,000,000	\$100,000,000 under \$250,000,000	\$250,000,000 under \$500,000,000	\$500,000,000 under \$2,500,000,000	\$2,500,000,000 or more
	(7)	(8)	(9)	(10)	(11)	(12)	(13)
REAL ESTATE AND RENTAL AND LEASING							
Number of returns.....	3,389	960	409	217	69	47	18
Total assets.....	51,291,121	32,974,707	27,786,544	33,763,954	24,358,553	50,158,504	79,767,732
Net worth.....	14,544,488	10,367,383	7,994,309	10,628,665	10,068,786	15,304,046	19,725,661
Total receipts ³	14,630,992	9,532,625	7,754,788	15,635,443	8,898,462	13,306,315	41,712,808
Business receipts.....	12,534,519	7,997,212	6,390,854	13,534,035	7,394,128	11,106,657	36,826,751
Interest paid.....	1,209,091	741,605	643,998	1,066,568	657,284	1,653,022	3,237,764
Net income (less deficit) ³	119,535	101,286	77,810	192	193,990	-782,239	-1,115,953
Total income tax before credits ⁴	161,225	147,411	126,941	254,998	100,226	101,777	121,459
Total income tax after credits ⁴	154,868	142,932	116,469	245,554	98,674	101,777	111,524
PROFESSIONAL, SCIENTIFIC, AND TECHNICAL SERVICES							
Number of returns.....	1,773	650	309	254	83	80	20
Total assets.....	27,223,994	22,957,945	22,071,708	48,052,063	29,023,671	87,066,040	138,710,735
Net worth.....	9,176,302	8,989,939	9,996,591	19,087,680	11,962,121	36,973,482	54,933,600
Total receipts ³	41,894,788	30,224,979	22,138,225	40,987,277	17,391,914	64,384,954	49,237,336
Business receipts.....	40,271,893	28,870,160	20,942,091	36,696,367	15,737,407	58,297,768	45,598,312
Interest paid.....	430,251	336,237	331,509	917,985	544,524	1,167,117	2,647,093
Net income (less deficit) ³	-2,625,171	-1,349,667	-1,530,070	-2,183,959	-1,193,147	967,985	387,420
Total income tax before credits ⁴	216,021	210,602	152,877	552,754	222,785	907,741	566,210
Total income tax after credits ⁴	202,571	198,061	131,304	505,199	200,058	657,223	397,333
MANAGEMENT OF COMPANIES (HOLDING COMPANIES)							
Number of returns.....	1,120	1,065	1,348	1,585	661	529	173
Total assets.....	18,411,406	39,037,212	97,691,165	251,101,714	228,571,176	517,442,748	8,563,279,698
Net worth.....	9,274,549	11,693,236	17,262,146	40,332,337	39,459,860	100,329,172	1,248,976,449
Total receipts ³	1,434,072	2,276,610	6,820,112	17,045,205	15,953,742	35,310,165	605,197,660
Business receipts.....	258,996	432,085	1,660,058	3,423,133	2,502,167	6,236,829	155,390,308
Interest paid.....	258,818	691,952	1,988,989	5,022,501	4,480,176	9,818,500	162,285,629
Net income (less deficit) ³	304,820	120,611	1,058,711	3,062,253	3,692,542	7,798,964	68,801,886
Total income tax before credits ⁴	133,113	88,124	264,279	877,533	954,755	2,354,949	25,376,048
Total income tax after credits ⁴	80,123	81,271	253,680	796,168	878,714	2,149,636	20,313,568
ADMINISTRATIVE AND SUPPORT AND WASTE MANAGEMENT AND REMEDIATION SERVICES							
Number of returns.....	488	200	114	72	46	44	9
Total assets.....	7,470,808	6,938,346	8,126,158	10,776,660	16,659,553	50,908,284	120,230,686
Net worth.....	1,476,277	1,765,333	2,312,428	2,774,926	5,174,380	18,035,024	37,746,839
Total receipts ³	19,610,723	14,351,560	14,837,817	14,541,332	28,124,576	47,758,213	38,197,530
Business receipts.....	18,872,757	14,041,137	14,365,881	13,856,383	27,398,640	45,791,060	34,371,564
Interest paid.....	184,100	204,064	227,817	328,224	394,561	1,406,843	2,305,551
Net income (less deficit) ³	10,210	13,869	218,938	-648,603	429,867	378,327	50,546
Total income tax before credits ⁴	42,382	72,082	87,776	79,623	146,681	609,511	381,072
Total income tax after credits ⁴	39,973	67,501	84,657	72,655	136,253	489,399	323,171
EDUCATIONAL SERVICES							
Number of returns.....	76	28	22	11	6	5	--
Total assets.....	1,118,184	926,768	1,610,731	1,695,612	2,329,908	3,465,818	--
Net worth.....	236,176	362,249	564,647	709,464	1,198,152	2,295,492	--
Total receipts ³	1,800,154	1,222,619	2,017,715	1,573,683	1,702,745	3,412,582	--
Business receipts.....	1,749,038	1,165,961	1,924,449	1,543,712	1,519,197	3,177,305	--
Interest paid.....	32,240	10,934	33,929	27,209	71,061	22,834	--
Net income (less deficit) ³	42,170	46,618	88,384	133,046	88,062	331,813	--
Total income tax before credits ⁴	12,015	7,064	17,242	56,846	32,114	115,298	--
Total income tax after credits ⁴	11,808	5,450	11,292	55,798	26,525	115,298	--

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 1.--Selected Balance Sheet, Income Statement, and Tax Items, by North American Industry Classification System (NAICS) Sector and by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Industrial sector, item	Size of total assets--continued						
	\$10,000,000 under \$25,000,000	\$25,000,000 under \$50,000,000	\$50,000,000 under \$100,000,000	\$100,000,000 under \$250,000,000	\$250,000,000 under \$500,000,000	\$500,000,000 under \$2,500,000,000	\$2,500,000,000 or more
	(7)	(8)	(9)	(10)	(11)	(12)	(13)
HEALTH CARE AND SOCIAL ASSISTANCE							
Number of returns.....	533	190	112	79	31	38	7
Total assets.....	8,218,463	6,601,643	7,802,060	12,510,394	18,976,289	52,637,150	57,919,209
Net worth.....	1,430,945	1,227,839	1,798,633	2,960,042	6,435,995	15,244,699	26,896,395
Total receipts ³	16,230,022	11,957,022	10,757,904	18,392,404	16,431,832	56,850,898	31,483,191
Business receipts.....	15,447,044	11,425,505	10,172,072	17,167,436	15,126,911	54,750,311	29,260,379
Interest paid.....	247,347	191,082	252,148	527,456	572,858	1,884,283	954,213
Net income (less deficit) ³	-960	5,825	-192,472	33,614	-221,969	1,358,947	2,789,808
Total income tax before credits ⁴	56,452	42,776	34,909	136,465	61,747	530,053	950,210
Total income tax after credits ⁴	55,572	41,762	33,764	131,833	59,428	514,029	935,111
ARTS, ENTERTAINMENT, AND RECREATION							
Number of returns.....	379	137	51	55	11	17	**
Total assets.....	5,827,422	4,883,181	3,614,041	8,514,142	4,074,808	26,123,740	**
Net worth.....	1,915,093	1,863,794	797,183	2,469,282	1,461,186	8,082,808	**
Total receipts ³	4,520,377	3,107,162	3,325,589	7,498,195	3,202,639	12,259,120	**
Business receipts.....	4,066,931	2,783,827	2,867,575	6,635,187	3,024,287	10,431,544	**
Interest paid.....	129,146	75,774	79,066	244,145	94,228	1,456,677	**
Net income (less deficit) ³	-2,464	150	138,716	51,138	116,681	-179,507	**
Total income tax before credits ⁴	10,748	27,087	3,823	74,153	37,340	113,623	--
Total income tax after credits ⁴	10,366	26,825	3,583	72,663	33,483	66,320	--
ACCOMMODATION AND FOOD SERVICES							
Number of returns.....	695	203	115	95	48	50	23
Total assets.....	10,467,681	7,102,864	7,891,683	15,157,108	16,656,864	54,034,160	168,697,405
Net worth.....	2,170,135	1,301,564	1,979,491	4,933,969	5,421,291	21,541,660	63,981,375
Total receipts ³	13,098,492	8,584,068	8,731,137	17,715,369	17,011,512	44,106,614	118,455,657
Business receipts.....	12,658,951	8,327,998	8,433,516	16,489,699	15,930,779	40,237,956	101,621,641
Interest paid.....	405,810	274,588	286,293	583,413	536,923	1,891,888	5,667,222
Net income (less deficit) ³	42,557	-85,353	-171,305	126,681	268,083	1,363,674	3,740,842
Total income tax before credits ⁴	29,720	20,775	24,585	123,409	147,528	486,549	1,447,821
Total income tax after credits ⁴	24,048	16,239	18,984	98,871	119,603	412,321	792,809
OTHER SERVICES							
Number of returns.....	284	70	40	31	9	10	3
Total assets.....	4,229,362	2,472,670	2,759,071	5,547,233	3,620,223	9,099,585	13,651,309
Net worth.....	1,599,827	838,741	862,413	1,346,630	991,282	4,127,763	1,617,823
Total receipts ³	5,917,394	2,874,047	4,350,181	6,410,604	2,924,468	8,028,383	2,866,330
Business receipts.....	5,720,087	2,595,705	4,205,509	5,378,922	2,808,130	7,634,000	2,667,356
Interest paid.....	92,847	64,589	90,887	202,175	58,383	271,967	307,540
Net income (less deficit) ³	83,508	33,136	52,504	99,567	32,969	540,858	-392,146
Total income tax before credits ⁴	23,220	12,619	22,236	36,967	28,061	207,516	--
Total income tax after credits ⁴	22,988	12,457	20,454	36,317	27,873	176,896	--

*Estimates should be used with caution because of the small number of sample returns on which they were based.

**In order to avoid disclosure of information for specific corporations, these data have been combined with data in a lower asset-size class.

¹ Zero assets class includes returns of liquidating or dissolving corporations that disposed of all assets, final returns of merging companies whose assets were included in the returns of the acquiring corporations, part-year returns (except those of newly-incorporated businesses), and returns of foreign corporations with income "effectively connected" with a U.S. trade or business (except foreign insurance companies providing separate data for U.S. branches, assets for which are included in the appropriate size class).

² Includes returns not allocable by industrial sector, not shown separately.

³ Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through shareholders).

⁴ For purposes of the statistics, the alternative minimum tax, plus certain other taxes not shown, is included in total income tax before and after credits. Only regular income tax could be reduced by tax credits. Amount for total income tax after credits reflects certain credits not shown separately.

⁵ Includes wholesale and retail trade not allocable, not shown separately.

NOTE: Detail may not add to total due to rounding.

Corporation Income Tax Returns, 2002

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by Asset Size

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Item	Total	Size of total assets				
		Zero assets ¹	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000
	(1)	(2)	(3)	(4)	(5)	(6)
Number of returns.....	5,266,607	589,768	3,825,530	344,464	369,682	57,408
Total assets.....	50,413,501,942	--	377,820,614	241,844,969	774,819,400	400,625,809
Cash.....	1,923,414,875	--	80,600,609	38,564,970	97,383,518	47,172,570
Notes and accounts receivable.....	8,885,603,717	--	42,982,688	37,529,632	148,315,224	83,157,412
Less: Allowance for bad debts.....	184,924,054	--	764,713	416,611	2,462,247	1,944,217
Inventories.....	1,221,112,550	--	44,735,245	33,638,134	131,243,933	78,798,114
U.S. Government obligations.....	1,527,139,020	--	469,836	178,543	2,181,706	1,854,933
Tax-exempt securities.....	1,203,096,628	--	312,872	266,563	1,475,679	1,370,526
Other current assets.....	3,509,562,061	--	19,605,992	13,539,965	49,742,156	26,701,163
Loans to shareholders.....	194,543,759	--	21,421,530	7,508,468	15,522,611	5,461,192
Mortgage and real estate loans.....	3,687,181,263	--	2,685,083	2,263,068	7,205,265	3,513,822
Other investments.....	18,727,600,926	--	17,226,285	14,883,516	59,466,446	37,181,232
Depreciable assets.....	7,677,626,201	--	356,806,993	171,764,114	444,000,818	192,024,163
Less: Accumulated depreciation.....	3,699,383,948	--	245,017,605	105,594,416	255,071,890	106,822,529
Depletable assets.....	226,336,112	--	939,270	507,744	1,605,183	1,380,147
Less: Accumulated depletion.....	110,296,199	--	452,269	217,664	599,652	997,391
Land.....	325,689,411	--	14,771,808	16,606,181	45,850,311	16,185,639
Intangible assets.....	2,353,465,751	--	22,430,579	11,486,365	23,331,365	12,798,851
Less: Accumulated amortization.....	480,835,477	--	9,172,880	4,951,151	9,004,136	4,775,163
Other assets.....	3,426,569,347	--	8,239,293	4,287,548	14,633,112	7,565,345
Total liabilities.....	50,413,501,942	--	377,820,614	241,844,969	774,819,400	400,625,809
Accounts payable.....	4,073,664,265	--	42,772,423	27,752,911	104,762,978	55,644,148
Mortgages, notes, and bonds payable in less than 1 year.....	3,814,481,517	--	40,261,909	23,297,916	94,011,151	65,522,356
Other current liabilities.....	11,181,118,658	--	44,687,688	19,911,444	74,447,005	41,613,791
Loans from shareholders.....	541,170,351	--	98,811,901	34,784,664	67,488,669	20,903,271
Mortgages, notes, and bonds payable in 1 year or more.....	7,184,589,809	--	100,824,156	61,771,438	188,870,664	79,253,267
Other liabilities.....	6,073,368,168	--	16,908,843	8,495,681	28,423,100	13,851,664
Net worth, total.....	17,545,109,175	--	33,553,694	65,830,914	216,815,834	123,837,311
Capital stock.....	3,999,980,176	--	52,113,962	23,872,827	71,671,522	40,945,021
Additional paid-in capital.....	15,286,648,711	--	78,236,537	39,402,402	134,262,397	82,387,197
Retained earnings, appropriated.....	116,673,731	--	1,613,564	1,033,876	2,278,052	774,345
Retained earnings, unappropriated.....	993,894,183	--	-84,139,685	8,328,035	28,112,601	6,925,264
Less: Cost of treasury stock.....	2,852,087,624	--	14,270,684	6,806,227	19,508,737	7,194,515
Total receipts ².....	19,749,426,052	281,776,726	1,608,972,468	560,261,340	1,576,839,937	794,809,984
Business receipts.....	17,297,125,146	217,206,589	1,580,209,997	548,344,213	1,544,978,120	776,588,357
Interest.....	1,233,298,115	39,089,542	1,250,509	858,027	2,798,415	1,425,563
Interest on State and local government obligations.....	48,212,626	323,073	52,912	57,048	197,672	130,793
Rents.....	136,156,000	904,814	1,142,400	588,950	1,458,040	783,080
Royalties.....	115,860,138	610,002	370,396	86,486	318,224	259,639
Net short-term capital gain less net long-term capital loss.....	14,655,834	329,564	154,830	32,896	135,271	90,917
Net long-term capital gain less net short-term capital loss ³	76,266,064	4,966,067	1,738,461	1,086,955	2,485,295	1,111,218
Net gain, noncapital assets.....	69,144,256	3,757,635	2,074,947	683,754	2,150,205	913,238
Dividends, domestic corporations.....	17,382,452	77,664	134,880	106,141	268,215	143,713
Dividends, foreign corporations.....	45,580,553	417,189	36,618	712	30,647	42,515
Other receipts.....	695,744,869	14,094,586	21,806,516	8,416,158	22,019,834	13,320,952

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Item	Total	Size of total assets				
		Zero assets ¹	\$1 under \$500,000	\$500,000 under \$1,000,000	\$1,000,000 under \$5,000,000	\$5,000,000 under \$10,000,000
	(1)	(2)	(3)	(4)	(5)	(6)
Total deductions.....	19,198,882,118	296,076,360	1,567,203,692	553,175,402	1,558,880,914	786,300,146
Cost of goods sold.....	10,607,404,004	131,927,996	648,657,499	294,578,432	996,311,785	545,139,497
Compensation of officers.....	381,235,331	6,988,625	165,466,009	34,066,393	59,796,703	20,031,284
Salaries and wages.....	1,988,294,949	23,554,925	240,054,910	75,786,508	167,845,200	77,332,841
Repairs.....	132,998,715	1,892,774	15,739,811	5,262,190	10,886,325	3,984,526
Bad debts.....	168,045,866	18,889,068	2,744,474	1,516,775	4,861,253	2,230,746
Rent on business property.....	410,639,197	6,681,651	76,275,711	20,382,124	41,772,126	16,932,491
Taxes paid.....	396,571,738	5,100,684	46,977,448	15,551,420	35,063,198	15,281,313
Interest paid.....	912,751,562	30,216,759	11,535,500	5,441,463	16,395,544	7,539,607
Charitable contributions.....	10,334,666	94,607	235,784	101,063	238,332	111,235
Amortization.....	115,006,680	2,975,756	1,817,393	842,936	2,215,874	1,363,886
Depreciation.....	710,881,312	9,776,750	30,566,928	13,083,443	33,390,451	15,555,641
Depletion.....	9,418,123	117,658	70,026	20,980	101,888	129,063
Advertising.....	218,035,603	2,777,888	16,757,385	5,236,407	13,587,803	6,525,008
Pension, profit-sharing, stock bonus, and annuity plans.....	132,414,263	1,305,687	13,404,541	2,968,479	6,490,762	2,620,461
Employee benefit programs.....	249,904,744	2,369,894	16,043,871	6,008,528	15,948,164	8,457,260
Net loss, noncapital assets.....	51,879,801	5,783,083	1,618,441	1,025,682	1,753,939	971,200
Other deductions.....	2,703,065,566	45,622,555	279,237,961	71,302,581	152,221,664	62,094,076
Total receipts less total deductions.....	550,543,934	-14,299,634	41,768,776	7,085,939	17,959,023	8,509,839
Constructive taxable income from related foreign corporations.....	61,325,249	74,326	*18,541	*550	40,147	50,487
Net income (less deficit), total ².....	563,656,558	-14,548,382	41,734,405	7,029,441	17,801,498	8,429,533
Net income.....	1,053,126,217	20,653,000	84,548,391	21,679,632	55,724,236	26,802,333
Deficit.....	489,469,660	35,201,381	42,813,986	14,650,191	37,922,738	18,372,800
Net income (less deficit), Form 1120S ⁴	150,611,468	-1,597,157	50,265,300	10,172,751	26,607,785	13,927,998
Statutory special deductions, total ⁵.....	248,631,222	6,895,548	5,316,042	1,814,834	4,310,966	1,853,781
Net operating loss deduction.....	65,800,288	3,743,711	5,200,383	1,690,624	3,747,441	1,545,383
Dividends received deduction.....	16,609,604	118,059	92,265	76,631	202,657	109,492
Income subject to tax ⁶.....	600,553,517	8,045,175	8,071,605	3,745,018	11,749,521	6,413,168
Total income tax before credits ⁷.....	209,691,130	2,567,994	1,488,170	866,634	3,490,308	2,153,213
Income tax.....	207,056,104	2,472,940	1,483,430	848,156	3,453,540	2,127,497
Alternative minimum tax.....	2,532,224	12,501	2,277	3,289	25,907	20,902
Foreign tax credit.....	42,021,526	27,676	11,051	3,023	23,314	18,719
U.S. possessions tax credit.....	1,191,217	-	2,462	672	4,635	7,479
Nonconventional source fuel credit.....	2,189,943	-	*350	*319	*923	2,564
General business credit.....	8,561,641	58,165	19,503	18,177	52,054	28,786
Prior-year minimum tax credit.....	2,027,542	170,981	1,665	1,951	31,978	22,706
Total income tax after credits ⁷.....	153,612,870	2,310,982	1,453,139	842,492	3,377,404	2,072,958
Distributions, except Form 1120S:						
Cash and property except own stock.....	401,317,290	6,178,369	1,173,951	659,917	2,549,433	1,763,992
Corporation's own stock.....	8,035,040	4,983	76,210	*386	45,873	50,648

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Item	Size of total assets--continued						
	\$10,000,000 under \$25,000,000	\$25,000,000 under \$50,000,000	\$50,000,000 under \$100,000,000	\$100,000,000 under \$250,000,000	\$250,000,000 under \$500,000,000	\$500,000,000 under \$2,500,000,000	\$2,500,000,000 or more
	(7)	(8)	(9)	(10)	(11)	(12)	(13)
Number of returns.....	36,819	13,904	9,344	8,595	4,226	4,958	1,909
Total assets.....	566,602,509	488,146,307	662,743,268	1,375,040,653	1,533,982,557	5,812,702,679	38,179,173,178
Cash.....	61,696,762	45,806,752	50,177,882	83,131,680	74,081,199	208,245,347	1,136,553,586
Notes and accounts receivable.....	118,603,427	107,140,908	158,735,697	308,606,760	283,160,017	806,741,675	6,790,630,276
Less: Allowance for bad debts.....	3,180,328	3,173,453	4,183,676	7,695,196	7,333,960	19,441,751	134,327,903
Inventories.....	98,115,479	59,154,449	52,373,705	68,574,861	57,013,172	191,722,711	405,742,748
U.S. Government obligations.....	5,354,945	11,817,336	25,872,596	68,774,990	68,419,740	229,963,528	1,112,250,866
Tax-exempt securities.....	3,092,854	7,237,664	19,988,581	64,594,418	85,136,675	284,023,263	735,597,534
Other current assets.....	37,531,574	29,609,570	33,719,353	59,541,844	68,031,950	244,262,823	2,927,275,672
Loans to shareholders.....	5,475,324	2,787,665	2,814,273	3,570,868	4,294,331	15,638,166	110,049,392
Mortgage and real estate loans.....	6,060,049	9,845,641	23,583,960	69,073,316	84,677,837	253,934,900	3,224,338,321
Other investments.....	73,361,929	90,157,098	154,551,403	398,751,536	543,268,321	2,414,271,478	14,924,481,682
Depreciable assets.....	247,607,326	176,651,890	183,801,345	283,341,161	243,370,139	985,809,291	4,392,448,960
Less: Accumulated depreciation.....	133,783,014	91,851,067	93,118,775	139,534,062	112,289,803	985,809,291	1,972,101,959
Depletable assets.....	2,257,960	2,879,369	4,715,050	10,390,683	13,808,118	46,689,681	141,162,908
Less: Accumulated depletion.....	937,360	1,226,436	2,147,650	5,077,043	7,979,291	16,461,649	74,199,795
Land.....	18,423,905	12,085,732	10,965,071	14,420,067	12,925,568	48,857,540	114,597,589
Intangible assets.....	23,456,136	27,075,841	39,802,470	81,585,385	104,682,460	450,066,681	1,556,749,617
Less: Accumulated amortization.....	8,979,729	9,897,706	14,650,217	22,213,046	26,092,831	119,731,915	251,366,702
Other assets.....	12,445,270	12,045,053	15,742,200	35,202,488	44,808,915	232,309,736	3,039,290,387
Total liabilities.....	566,602,509	488,146,307	662,743,268	1,375,040,653	1,533,982,557	5,812,702,679	38,179,173,178
Accounts payable.....	72,057,578	53,532,810	62,341,751	108,069,804	108,861,629	429,462,415	3,008,405,817
Mortgages, notes, and bonds payable in less than 1 year.....	89,695,947	52,488,737	48,697,694	65,962,068	62,326,742	257,202,963	3,015,014,035
Other current liabilities.....	69,776,954	85,186,446	159,811,761	360,246,951	347,050,052	910,250,029	9,068,136,536
Loans from shareholders.....	19,376,578	11,870,798	7,938,929	8,427,076	12,584,091	38,094,632	220,889,743
Mortgages, notes, and bonds payable in 1 year or more.....	105,630,233	81,941,346	91,443,958	168,610,274	170,952,990	713,921,096	5,421,370,386
Other liabilities.....	20,944,912	19,910,776	25,033,197	54,571,951	67,875,543	362,820,155	5,454,532,346
Net worth, total.....	189,120,308	183,215,393	267,475,977	609,152,529	764,331,509	3,100,951,390	11,990,824,315
Capital stock.....	65,105,248	51,549,744	63,924,521	225,055,536	723,040,340	1,158,627,400	1,524,074,054
Additional paid-in capital.....	148,543,232	159,868,993	266,561,574	623,569,224	758,198,738	3,007,853,173	9,987,765,243
Retained earnings, appropriated.....	1,070,954	1,010,424	1,590,684	3,448,635	3,382,334	15,730,470	84,740,392
Retained earnings, unappropriated.....	-15,575,530	-21,923,419	-51,051,993	-92,332,824	-107,872,152	-255,997,233	1,579,421,118
Less: Cost of treasury stock.....	10,023,595	7,290,350	13,548,809	150,588,042	612,417,751	825,262,421	1,185,176,493
Total receipts ².....	995,457,502	623,629,326	578,155,173	792,357,083	701,765,257	2,382,382,008	8,853,019,246
Business receipts.....	970,361,198	602,307,933	548,429,431	722,571,161	630,305,455	2,121,932,174	7,033,890,517
Interest.....	3,070,461	4,588,059	10,100,885	27,876,320	32,113,841	108,899,843	1,001,226,650
Interest on State and local government obligations.....	265,466	447,891	1,186,092	3,444,201	4,579,024	13,108,366	24,420,087
Rents.....	1,219,893	1,001,662	1,423,756	3,131,297	3,202,730	14,906,905	106,392,472
Royalties.....	533,868	715,244	685,767	2,739,500	3,816,071	17,879,657	87,845,283
Net short-term capital gain less net long-term capital loss.....	180,047	64,798	148,200	463,950	634,580	1,661,066	10,759,714
Net long-term capital gain less net short-term capital loss ³	1,678,247	1,957,366	1,285,975	3,284,954	2,197,232	9,438,437	45,035,857
Net gain, noncapital assets.....	1,271,064	894,967	1,097,405	1,779,724	1,778,171	6,094,692	46,648,454
Dividends, domestic corporations.....	249,404	150,816	209,856	370,299	436,911	3,314,939	11,919,615
Dividends, foreign corporations.....	192,331	115,168	204,796	950,282	932,020	6,318,457	36,339,817
Other receipts.....	16,435,523	11,385,421	13,383,010	25,745,395	21,769,223	78,827,471	448,540,780

Footnotes at end of table.

Corporation Income Tax Returns, 2002

Table 2.--Selected Balance Sheet, Income Statement, and Tax Items, by Asset Size--Continued

[All figures are estimates based on samples--money amounts are in thousands of dollars; size of total assets is in whole dollars]

Item	Size of total assets--continued						
	\$10,000,000 under \$25,000,000 (7)	\$25,000,000 under \$50,000,000 (8)	\$50,000,000 under \$100,000,000 (9)	\$100,000,000 under \$250,000,000 (10)	\$250,000,000 under \$500,000,000 (11)	\$500,000,000 under \$2,500,000,000 (12)	\$2,500,000,000 or more (13)
Total deductions	990,558,243	617,817,421	571,431,387	779,489,294	681,491,981	2,293,072,215	8,503,385,063
Cost of goods sold.....	697,786,486	418,179,154	369,550,553	463,436,875	405,330,758	1,338,354,286	4,298,150,680
Compensation of officers.....	17,947,210	9,553,691	7,257,263	8,968,878	6,054,877	13,722,837	31,381,560
Salaries and wages.....	92,661,307	60,843,658	59,237,941	86,239,656	76,223,220	253,185,803	775,328,979
Repairs.....	4,594,350	3,028,540	3,129,481	4,894,296	4,393,474	15,090,228	60,102,721
Bad debts.....	3,396,190	2,390,205	2,587,675	4,603,366	4,587,999	13,826,710	106,411,403
Rent on business property.....	18,568,148	11,460,494	11,638,933	18,122,960	15,246,673	48,835,856	124,722,029
Taxes paid.....	17,542,441	11,335,501	10,650,482	14,949,308	13,942,525	49,386,038	160,791,380
Interest paid.....	10,530,706	8,833,239	11,814,939	24,054,833	23,713,752	83,848,429	678,826,893
Charitable contributions.....	151,077	123,569	143,025	287,755	305,296	1,447,842	7,095,082
Amortization.....	2,307,200	2,320,465	2,851,476	6,352,318	6,055,663	19,973,722	65,929,990
Depreciation.....	22,392,792	15,505,863	16,592,049	26,383,143	23,163,186	86,586,942	417,884,124
Depletion.....	200,959	217,417	278,934	427,423	582,354	1,851,257	5,420,164
Advertising.....	8,720,727	6,311,377	6,149,482	8,822,723	6,693,274	32,132,175	104,321,356
Pension, profit-sharing, stock bonus, and annuity plans.....	3,063,489	2,007,642	2,042,938	2,987,524	2,941,165	13,547,648	79,033,927
Employee benefit programs.....	10,922,221	8,196,819	7,736,873	11,687,948	10,738,003	38,430,254	113,364,910
Net loss, noncapital assets.....	2,729,090	1,332,961	1,624,414	5,279,234	3,867,233	6,927,860	18,966,654
Other deductions.....	77,043,850	56,176,828	58,144,928	91,991,055	77,652,529	275,924,329	1,455,653,212
Total receipts less total deductions	4,899,259	5,811,905	6,723,786	12,867,790	20,273,276	89,309,793	349,634,183
Constructive taxable income from related foreign corporations.....	171,251	163,343	243,826	687,308	757,841	6,806,556	52,311,074
Net income (less deficit), total ²	4,805,044	5,527,357	5,781,520	10,110,897	16,452,094	83,007,982	377,525,169
Net income.....	33,550,979	24,016,926	24,039,773	41,260,319	39,512,015	144,473,740	536,864,874
Deficit.....	28,745,935	18,489,569	18,258,253	31,149,422	23,059,922	61,465,758	159,339,705
Net income (less deficit), Form 1120S ⁴	16,296,541	9,601,553	8,343,845	7,603,506	4,229,221	3,222,111	1,938,014
Statutory special deductions, total ⁵	3,296,150	3,353,965	4,139,781	10,866,274	13,525,495	54,528,589	138,729,796
Net operating loss deduction.....	2,408,504	1,849,970	2,026,234	3,868,869	3,459,984	9,424,690	26,834,497
Dividends received deduction.....	214,649	128,882	180,482	377,390	478,720	3,725,457	10,904,920
Income subject to tax ⁶	9,357,856	8,640,050	10,090,301	21,072,294	21,581,483	86,938,117	404,848,929
Total income tax before credits ⁷	3,196,467	2,969,155	3,470,413	7,357,334	7,599,490	30,756,990	143,774,963
Income tax.....	3,157,533	2,941,153	3,429,074	7,279,119	7,493,814	30,306,086	142,063,761
Alternative minimum tax.....	30,073	22,490	31,623	72,409	101,569	436,909	1,772,274
Foreign tax credit.....	88,118	80,706	111,100	441,561	525,019	3,772,477	36,918,761
U.S. possessions tax credit.....	21,952	33,280	52,384	168,114	132,839	328,289	439,111
Nonconventional source fuel credit.....	3,188	897	2,047	5,925	20,183	52,208	2,101,338
General business credit.....	42,842	42,816	64,735	112,207	145,073	726,997	7,250,286
Prior-year minimum tax credit.....	33,116	37,884	41,504	104,795	58,097	216,256	1,306,610
Total income tax after credits ⁷	3,007,177	2,773,517	3,198,358	6,523,866	6,717,384	25,657,174	95,678,419
Distributions, except Form 1120S:							
Cash and property except own stock.....	2,466,169	3,280,858	5,459,920	15,638,003	15,935,321	69,850,458	276,360,901
Corporation's own stock.....	85,757	109,170	105,043	342,339	321,002	1,092,815	5,800,814

*Estimate should be used with caution because of the small number of sample returns on which it was based.

¹ Zero assets class includes returns of liquidating or dissolving corporations that had disposed of all assets, final returns of merging companies whose assets were included in the returns of the acquiring corporations, part-year returns (except those of newly-incorporated businesses), and returns of foreign corporations with income "effectively connected" with a U.S. trade or business (except foreign insurance companies providing separate data for U.S. branches, assets for which are included in the appropriate size class).

² Excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies and investment, rental, and portfolio income (including capital gains) of S corporations (qualifying corporations electing to be taxed through shareholders).

³ For purposes of the statistics, net capital gains from regulated investment companies and S corporations are excluded.

⁴ Net income of S corporations is distributed through their shareholders and is taxed as the shareholder's income. This income is not reflected in the statistics for income subject to tax.

⁵ Also includes deductions for dividends paid by regulated investment companies and real estate investment trusts. These deductions are not shown separately.

⁶ See also Footnote 4. Also excludes net long-term capital gain reduced by net short-term capital loss of regulated investment companies.

⁷ For purposes of the statistics, the alternative minimum tax, plus certain other taxes not shown, are included in total income tax before credits. Only regular income tax could be reduced by tax credits. The amount for total income tax after credits reflects certain credits not shown separately.

NOTE: Detail may not add to total due to rounding.