

**Reconciliation of Schedule M-3 Taxable Income  
 with Tax Return Taxable Income for Mixed Groups**

**2006**

▶ Attach to Schedule M-3.

Name of common parent Employer identification number

Name of subsidiary Employer identification number

<p><b>1</b> Schedule M-3 tax reconciliation amount. Enter the amount from consolidated Form 1120, page 1, line 28; Form 1120-L, page 1, line 20; or Form 1120-PC, Schedule A, line 35. . . . .</p>	<b>1</b>			
<p><b>2a</b> Life/non-life loss limitation amount . . . . .</p>	<b>2a</b>			
<p><b>b</b> Limitation on non-insurance losses (Form 1120-L, page 1, line 25) . . . . .</p>	<b>2b</b>			
<p><b>c</b> Amount subtracted from policyholders surplus account (Form 1120-L, page 1, line 26) . . . . .</p>	<b>2c</b>			
<p><b>3</b> Combine lines 1 through 2c . . . . .</p>				<b>3</b>
<p><b>4a</b> Life/non-life carryforward amount used . . . . .</p>	<b>4a</b>			
<p><b>b</b> Net operating loss deduction . . . . .</p>	<b>4b</b>			
<p><b>c</b> Dividends received deduction . . . . .</p>	<b>4c</b>			
<p><b>d</b> Small life insurance company deduction (Form 1120-L, page 1, line 23) . . . . .</p>	<b>4d</b>			
<p><b>5</b> Add lines 4a through 4d . . . . .</p>				<b>5</b>
<p><b>6</b> Subtract line 5 from line 3 . . . . .</p>				<b>6</b>
<p><b>7</b> Other adjustments to reconcile to taxable income on tax return (attach schedule) . . . . .</p>				<b>7</b>
<p><b>8</b> Total. Combine lines 6 and 7. This amount must equal the consolidated Form 1120, page 1, line 30; Form 1120-L, page 1, line 27; or Form 1120-PC, Schedule A, line 37 . . . . .</p>				<b>8</b>