Publication 4505

Modernized e-File Test Package for Forms 1065/1065-B For Tax Year 2006

U.S. Return of Partnership Income

U.S. Return of Income for Electing Large Partnerships

And

Form 7004, Application for Automatic 6-Month Extension of Time to File Certain Business Income Tax, Information, and Other Returns

> Internal Revenue Service Electronic Tax Administration

WHO MUST TEST?	3
WHY TEST?	3
WHAT IS TESTED?	3
FORMATTING THE ENTITIES	4
POPULATING DATA IN THE TEST CASES	4
PASSWORDS	5
WHEN TO TEST	5
TESTING GUIDELINES FOR SOFTWARE DEVELOPERS	5
FEDERAL/STATE TESTING FOR FORMS 1065/1065-B	5
ELECTRONIC SIGNATURES	5
REVIEWING ACK FILES AND CORRECTING TESTS	6
FINAL TRANSMISSION	7
COMMUNICATIONS TEST FOR THE <i>e-file</i> SYSTEM	7
USING YOUR OWN TEST	7
EXHIBITS	8
EXHIBIT 1 POSTAL SERVICE STATE ABBREVIATIONS AND ZIP CODES	9
EXHIBIT 2 FOREIGN COUNTRY CODES	11
EXHIBIT 3 VALID EINS AND NAME CONTROLS	15
EXHIBIT 4 TAX YEAR 2006 1065/1065-B TEST SCENARIOS	16
EXHIBIT 5 TAX YEAR 2006 7004 TEST SCENARIOS	19
TAX YEAR 2006 1065/1065-B TEST SCENARIO DATA	21
TAX YEAR 2006 7004 TEST SCENARIO DATA	.154

1065/1065-B ASSURANCE TESTING TAX YEAR 2006 (INCLUDING 7004)

WHO MUST TEST?

All software developers are required to perform the tests in this Test Package before they can be accepted into the electronic filing program for the 2007 (Tax Year 2006) filing season. Anyone who plans to transmit must perform a communications test and be accepted. Prior to testing, all software developers and transmitters must have obtained an Electronic Transmitter Identification Number (ETIN), Electronic Filer Identification Number (EFIN) and password through the application process. Refer to Publication 3112, IRS e-file Application Package for Form 8633 procedures. For the On-Line application procedures refer to the http://www.irs.gov/taxpros/article/0,,id=109646,00.html URL. This ETIN must be included in each message. The ETIN will be set to "Test" until the transmitter passes the required communication testing with the IRS at which time the ETIN will be moved to "Production" status. The transmitter may also request a Test ETIN, which can be used to continue testing once the original ETIN has been moved to Production status. If a transmitter has not revised their IRS e-file application to indicate they will be transmitting 1065 returns, their ETIN will not be valid and their submissions will be rejected. The transmission status (Test or Production) of the ETIN being used must match the Test/Production Indicator in the Message Header or the message will be rejected.

The transmitter must also register the system(s) that will be used to conduct business with MeF to obtain a systemID. If a transmitter and system(s) are not registered, the transmitter cannot access MeF for Fed/State processing.

WHY TEST?

The purpose of testing prior to live processing is to ensure that:

- 1. Filers transmit in the correct format and meet the Internal Revenue Service (IRS) Modernized e-File (MeF) electronic filing specifications;
- 2. Returns have few validation or math errors;
- 3. IRS can receive and process the electronic returns;
- 4. Filers understand and are familiar with the mechanics of electronic filing.

WHAT IS TESTED?

The test package for the 2006 Assurance Testing System (ATS) consists of eight (8) return scenarios for Forms 1065/1065-B and five (5) for Form 7004. The test returns include a limited number of forms and schedules that are accepted for electronic filing. Every conceivable condition cannot be represented in the Test; therefore, once you pass the tests, you may want to test any additional conditions you feel are appropriate as long as you use the predefined EINs and Name Controls, Tax Period and Form types as outlined in Exhibits 4 and 5.

The scenarios provide the information needed to prepare the selected forms and

schedules. You must correctly prepare and compute these returns before transmitting the tests. The IRS strongly recommends each return be run against a parser prior to being transmitted to the IRS. The IRS will run each return against a parser.

Also included are five (5) test scenarios for the Form 7004, Application for Automatic 6-Month Extension of Time to File Certain Business Income Tax, Information, and Other Returns that need to be completed and submitted for approval. We have included additional EINs to accommodate all other form types listed on the 7004 for which an extension can be filed for. You may use these EINs for testing if you want to test the other form types.

Below are some XML resources regarding XML schemas and software tools and parsers (these resources are provided for information only—the IRS is not endorsing any product). You may chose any third party parser toolkit or use your own.

- W3C XML Home Page: http://www.w3.org/XML/
- W3C XML Schema Home Page: http://www.w3.org/XML/Schema
- XML Spy: http://www.xmlspy.com/
- Apache Xerces parser toolkit: http://xml.apache.org/
- Microsoft Core XML Services: Microsoft Core XML Services: http://www.microsoft.com/downloads/details.aspx?FamilyID=3144b72bb4f2-46da-b4b6-c5d7485f2b42&DisplayLang=en

FORMATTING THE ENTITIES

The business entities presented in the test scenarios are shown in common usage with commas and periods. Refer to XML efile Types for proper formatting for the business name lines and addresses. No commas or periods are allowed. Example:

Test Scenario

Help For All, Inc. 31 Any Street Anytown, MD 20901

XML Format

Help For All Inc (BusinessNameLine1Type) 31 Any St (StreetAddressType) Anytown (CityType) MD (StateType) 20901 (ZipCodeType)

POPULATING DATA IN THE TEST CASES

We are not providing the forms in the tests in PDF format. Fields where we are indicating no entry are shaded. Do not enter zeroes in the fields where you have no entries unless the form or instructions specifically instruct you to do so.

PASSWORDS

New or revised applicants who will be transmitting to the IRS will receive an eight-digit alphanumeric password that will be used for testing and production. This password will be mailed to the applicants with instructions on how to acknowledge receipt in order to activate. You will change your password then you log in for the first time after your password has been received. It will be valid at the beginning of ATS, which will begin October 30, 2006. If testing will be done through the Internet, applicants will choose their passwords during On-Line Registration.

WHEN TO TEST

When you are ready to test call the e-Help Desk at **1-866-255-0654**. They will assist you in all preparations necessary to begin testing that includes assigning you a Software ID to use when submitting your returns.

TESTING GUIDELINES FOR SOFTWARE DEVELOPERS

Software does not have to provide for all forms or schedules, nor for all occurrences of a particular form or schedule. You must advise the e-Help Desk at **1-866-255-0654** of all limitations to your Software package at the time of first contact, before testing begins. You must test the complete form with no field limitations except for the number of occurrences.

FEDERAL/STATE TESTING FOR FORMS 1065/1065-B

For Tax year 2006, we will not implement States ATS; however, the full ATS for both transmitters and states will be available on October 30, 2006. Any of the test returns may be used if you will be participating in the Federal/State electronic filing program for 1065/1065-B. Inform the e-Help Desk of which test you will be using. You should add the appropriate information in the generic state record and transmit the return as part of your regular transmission. Specific instructions are available from the participating states. Fed/State returns may be transmitted through Application to Application or Internet Filing Application (IFA).

ELECTRONIC SIGNATURES

Tax Professionals who file 1065/1065-B have two options of filing a totally paperless return for their clients using the Practitioner PIN method or the Scanned Form 8453 method (Form 8453-PE for Form 1065 and Form 8453-B for Form 1065-B). The selected signature option must be identified in the Return Header. Tax Professionals who file 7004 have one option of filing using the Practitioner PIN method. MeF validates that a signature is present for each return. If the taxpayer uses a PIN to sign the return, all appropriate PIN information must be present in the return header. If the taxpayer elects to sign a Form 8453x, the scanned 8453x must be attached to the return. If the electronic return does not contain the required signatures, it will be rejected.

• Practitioner PIN

The Practitioner PIN option can only be used if the taxpayer uses an ERO. It cannot be used if a taxpayer is filing through an On-Line Provider. If the signature option of "PIN Number" is chosen, the taxpayer and ERO will be required to sign the return with a personal identification number (PIN). The Practitioner PIN option consists of two PINs – one for the taxpayer and one for the Practitioner.

- Taxpayer PIN The taxpayer chooses the PIN that they wish to use to sign their return. The Taxpayer's PIN must be 5 numeric characters and cannot contain all zeros.
- Practitioner PIN The ERO selects an eleven position PIN to sign the return. The first 6 positions of the Practitioner PIN will be made up of the EFIN of the ERO and the next 5 positions will be made up of 5 numeric characters that the ERO will select.

The taxpayer must decide whether they want to enter their own PIN or whether they authorize the ERO to enter the PIN they choose as their signature. This authorization is made on Form 8879-PE or 8879-B.

The following fields are required for the Practitioner PIN method or the return will be rejected.

- Practitioner PIN
- PIN Entered By Indicator
- Name of Officer
- Title of Officer
- Taxpayer PIN
- Date Signed

Scanned Form 8453

The scanned Form 8453 method must be used if the taxpayer decides not to use the Practitioner PIN method for signing the return. The Form 8453-PE or 8453-B will be completed and signed by all required parties and then scanned as a PDF file. The appropriate signature option of "Binary Attachment 8453 Signature Document" must be identified in the Return Header. If this option is chosen, the taxpayer and ERO (if applicable) must sign the paper 8453. The signed Form 8453-PE/8453-B must then be scanned into a PDF document and inserted into the electronic return as a binary attachment. The binary attachment must be named "8453 Signature Document".

REVIEWING ACK FILES AND CORRECTING TESTS

You may transmit as many test returns as necessary until you receive no error messages. Any Business Rules violations must be corrected in order to pass

ATS testing.

FINAL TRANSMISSION

Once you receive no rejects, you will be required to transmit the returns in two separate, same-day transmissions in order to test the ability of your software to increment the transmission ID number that appears in the Transmission Header. Tests 1-4 should be in the first transmission and Tests 5-8 in the second transmission. If you have included the 7004 test scenarios in your testing, include these tests in the second transmission.

COMMUNICATIONS TEST FOR THE *e-file* SYSTEM

IRS allows three means of transmission for MeF, Electronic Management system (EMS), Internet Filing Application (IFA), and Application to Application (A2A). If you are a Transmitter and will be transmitting using the Electronic Management System (EMS), you must pass the communications test with software using the asynchronous (ASC) protocol. The EMS site for communications testing is the Tennessee Computing Center (TCC). If you are a Transmitter using accepted software, you must complete an error-free communications test by transmitting five returns in two same-day transmissions (three returns in one transmission and two in the other) to TCC. Transmitters who have passed the communications test and want to continue to test, must request a test ETIN.

If you will be transmitting through the Internet, you will need to perform the communications test through the Internet.

If you will be transmitting through A2A, you will need to perform the communications test through A2A. If you will be transmitting through all portals, EMS, Internet and A2A, communications tests must be performed through all systems.

A Software Developer, who will not transmit, need not perform a communications test.

USING YOUR OWN TEST

If you are a Software Developer, when you have been notified that you have passed the ATS test, you may test with your own data using the same password and ETIN. If you are a Transmitter you will need to get a new Test ETIN to continue testing, as your original ETIN will have been moved to "production" status once you have passed the Communications Test. You will continue to use the same password. Call the e-Help Desk at **1-866-255-0654** using the Andover Service Center prompt to obtain a new Test ETIN. You must use the same taxpayer entity information (names and EINs) that is provided in the test package for your independent tests. DO NOT use any other EINs. See Exhibit 3 for the list of valid EINs and Name Controls.

EXHIBITS

The following exhibits are provided at the end of this document:

Exhibit 1 - Standard Postal Service State Abbreviations and Zip Codes

Exhibit 2 – Foreign Country Codes

Exhibit 3 – List of valid EINs and Name Controls

Exhibit 4 – Tax Year 2006 1065/1065-B Test Scenarios

Exhibit 5 – Entities for 7004 Test Scenarios

EXHIBIT 1 VALID ZIP CODES

STANDARD POSTAL SERVICE STATE ABBREVIATIONS AND ZIP CODES

State	Abbr.	ZIP Code
Alabama	AL	350nn-369nn
Alaska	AK	995nn-999nn
Arizona	AZ	850nn-865nn
Arkansas	AR	716nn-729nn, 75502
California	CA	900nn-908nn, 910nn-961nn
Colorado	CO	800nn-816nn
Connecticut	СТ	060nn-069nn
Delaware	DE	197nn-199nn
District of Columbia	DC	200nn-205nn
Florida	FL	320nn-339nn, 341nn, 342nn,
		344nn, 346nn, 347nn, 349nn
Georgia	GA	300nn-319nn, 39815, 39834, 399nn
Hawaii	HI	967nn, 968nn
Idaho	ID	832nn-838nn
Illinois	IL	600nn-629nn
Indiana	IN	460nn-479nn
lowa	IA	500nn-528nn
Kansas	KS	660nn-679nn
Kentucky	KY	400nn-427nn, 45275
Louisiana	LA	700nn-714nn, 71749
Maine	ME	03801, 039nn-049nn
Maryland	MD	20331, 206nn-219nn
Massachusetts	MA	010nn-027nn, 055nn
Michigan	MI	480nn-499nn
Minnesota	MN	550nn-567nn
Mississippi	MS	386nn-397nn
Missouri	MO	630nn-658nn
Montana	MT	590nn-599nn
Nebraska	NE	680nn-693nn
Nevada	NV	889nn-898nn
New Hampshire	NH	030nn-038nn
New Jersey	NJ	070nn-089nn
New Mexico	NM	870nn-884nn
New York	NY	004nn, 005nn, 06390, 100nn-149nn
North Carolina	NC	270nn-289nn
North Dakota	ND	580nn-588nn
Ohio	OH	430nn-459nn
Oklahoma	OK	730nn-732nn, 734nn-749nn

EXHIBIT1 - Valid ZIP Codes Continued

State Abbr. ZIP Code				
Oregon	OR	970nn-979nn		
Pennsylvania	PA	150nn-196nn		
Rhode Island	RI	028nn, 029nn		
South Carolina	SC	290nn-299nn		
South Dakota	SD	570nn-577nn		
Tennessee	TN	370nn-385nn		
Texas	TX	733nn, 73949, 750nn-799nn		
Utah	UT	840nn-847nn		
Vermont	VT	050nn-054nn, 056nn-059nn		
Virginia	VA	20041,201nn, 20301,20370,		
		220nn-246nn		
Washington	WA	980nn-986nn, 988nn-994nn		
West Virginia	WV	247nn-268nn		
Wisconsin	WI	49936, 530nn-549nn		
Wyoming	WY	820nn-831nn		

STANDARD POSTAL SERVICE STATE ABBREVIATIONS AND ZIP CODES FOR U.S.POSSESSIONS

U.S. Possession	Abbr.	ZIP Code
American Samoa	AS	967nn
Federated States of Micronesia	FM	969nn
Guam	GU	9691n, 9692n
Marshall Islands	MH	969nn
Commonwealth of the Northern Mariana Islands	MP	9695n
Palau	PW	969nn
Puerto Rico	PR	006nn, 007nn, 009nn
U.S. Virgin Islands	VI	008nn

Form 1065 and 1065-B returns with addresses in the American Possessions are considered to have domestic addresses for processing purposes. The partnership return filer address (1065/1065-B) must contain a state abbreviation to be treated as (and processed in Philadelphia) an American Possession.

APO/FPO CITY/STATE/ZIP CODES FOR MILITARY OVERSEAS ADDRESSES

City	State	ZIP Code
APO or FPO	AA	340nn
APO or FPO	AE	090nn-098nn
APO or FPO	AP	962nn-966nn

EXHIBIT 2 FOREIGN COUNTRY CODES

Code	Foreign Country	Code	Foreign Country
AF	Afghanistan	BM	Burma
AL	Albania	BY	Burundi
AG	Algeria	CB	Cambodia
AQ	American Samoa	СМ	Cameroon
AN	Andorra	CA	Canada
AO	Angola	CV	Cape Verde
AV	Anguilla	CJ	Cayman Islands
AY	Antarctica	СТ	Central African Republic
AC	Antigua & Barbuda	CD	Chad
AR	Argentina	CI	Chile
AM	Armenia	СН	China
AA	Aruba	KT	Christmas Island
AT	Ashmore & Cartier Islands	IP	Clipperton Island
AS	Australia	CK	Cocos (Keeling) Islands
AU	Austria	CO	Colombia
AJ	Azerbaijan	CN	Comoros
BF	Bahamas	CF	Congo, Republic of the (Brazzaville)
BA	Bahrain	CG	Congo, Democratic Rep of the (Zaire)
FQ	Baker Islands	CW	Cook Islands
BG	Bangladesh	CR	Coral Sea Islands
BB	Barbados	VP	Corsica
BS	Bassas da India	CS	Costa Rica
BO	Belarus	IV	Cote D'Ivoire (Ivory Coast)
BE	Belgium	HR	Croatia
BH	Belize	CU	Cuba
BN	Benin	CY	Cyprus
BD	Bermuda	EZ	Czech Republic
BT	Bhutan	DA	Denmark
BL	Bolivia	DJ	Djibouti
BK	Bosnia-Herzegovina	DO	Dominica
BC	Botswana	DR	Dominican Republic
BV	Bouvet Island	TT	East Timor
BR	Brazil	EC	Ecuador
IO	British Indian Ocean Territory	EG	Egypt
VI	British Virgin Islands	ES	El Salvador
BX	Brunei	EK	Equatorial Guinea

BU	Bulgaria	ER	Eritrea
UV	Burkina Faso	EN	Estonia
ET	Ethiopia	IR	Iran
EU	Europe Island Territory	IZ	Iraq
FK	Falkland Islands (Islas Malvinas)	EI	Ireland
FO	Faroe Islands	IS	Israel
FM	Federated States of Micronesia	IT	Italy
FJ	Fiji	JM	Jamaica
FI	Finland	JN	JanMayen
FR	France	JA	Japan
FG	French Guinea	DQ	Jarvis Island
FP	French Polynesia	JE	Jersey
FS	French Southern & Antartic Lands	JQ	Johnston Atoll
GB	Gabon	JO	Jordan
GA	The Gambia	JU	Juan de Nova Island
GZ	Gaza Strip	KZ	Kazakhstan
GG	Georgia	KE	Kenya
GM	Germany	KQ	Kingman Reef
GH	Ghana	KR	Kiribati
GI	Gibraltar	KN	Korea, Democratic People's Republic of (North)
GO	Glorioso Islands	KS	Korea, Republic of (South)
GR	Greece	KU	Kuwait
GL	Greenland	KG	Kyrgyzstan
GJ	Grenada	LA	Laos
GP	Guadeloupe	LG	Latvia
GQ	Guam	LE	Lebanon
GT	Guatemala	LT	Lesotho
GK	Guernsey	LI	Liberia
GV	Guinea	LY	Libya
PU	Guinea-Bissau	LS	Liechtenstein
GY	Guyana	LH	Lithuania
HA	Haiti	LU	Luxembourg
НМ	Heard Island & McDonald Islands	MC	Macau
HO	Honduras	MK	Macedonia
ΗK	Hong Kong	MA	Madagascar
HQ	Howland Island	MI	Malawi
HU	Hungary	MY	Malaysia
IC	Iceland	MV	Maldives
IN	India	ML	Mali

ID	Indonesia	MT	Malta
IM	Man, Isle of	PP	Papua-New Guinea
RM	Marshall Islands	PF	Paracel Islands
MB	Martinique	PA	Paraguay
MR	Mauritania	PE	Peru
MP	Mauritius	RP	Philippines
MF	Mayotte	PC	Pitcairn Islands
MX	Mexico	PL	Poland
MQ	Midway Islands	PO	Portugal
MD	Moldova	RQ	Puerto Rico
MN	Monaco	QA	Qatar
MG	Mongolia	RE	Reunion
MH	Montserrat	RO	Romania
MO	Morocco	RS	Russia
MZ	Mozambique	RW	Rwanda
WA	Namibia	WS	Samoa (Western)
NR	Nauru	SM	San Marino
BQ	Navassa Island	TP	Sao Tome and Principe
NP	Nepal	SA	Saudi Arabia
NL	Netherlands	SG	Senegal
NT	Netherlands Antilles	SE	Seychelles
NC	New Caledonia	SL	Sierra Leone
NZ	New Zealand	SN	Singapore
NU	Nicaragua	LO	Slovakia
NG	Niger	SI	Slovenia
NI	Nigeria	BP	Solomon Islands
NE	Niue	SO	Somalia
NF	Norfolk Island	SF	South Africa
CQ	Northern Mariana Island	SX	South Georgia & The South Sandwich Islands
NO	Norway	SP	Spain
MU	Oman	PG	Spratly Islands
OC	Other Countries	CE	Sri Lanka
PK	Pakistan	SH	St. Helena
LQ	Palmyra	SC	St. Kitts & Nevis
PS	Palau	ST	St. Lucia Island
PM	Panama	SB	St. Pierre & Miquelon
VC	St. Vincent and the Grenadines	TV	Tuvalu
SU	Sudan	UG	Uganda
NS	Suriname	UP	Ukraine
SV	Svalbard	ТС	United Arab Emirates

WZ	Swaziland	UK	United Kingdom (England, Northern Ireland, Scotland, and Wales)
SW	Sweden	UC	Unknown Country
SZ	Switzerland	UY	Uruguay
SY	Syria	UZ	Uzbekistan
TW	Taiwan	NH	Vanuatu
TI	Tajikistin	VT	Vatican City
ΤZ	Tanzania	VE	Venezuela
TH	Thailand	VM	Vietnam
ТО	Тодо	VQ	Virgin Islands (US)
TL	Tokelau	WQ	Wake Island
TN	Tonga	WF	Wallis & Futuna
TD	Trinidad & Tobago	WE	West Bank
TE	Tromelin Island	WI	Western Sahara
TS	Tunisia	ΥM	Yemen (Aden)
TU	Turkey	YO	Yugoslavia
ТΧ	Turkmenistan	ZA	Zambia
ТК	Turks and Caicos Islands	ZI	Zimbabwe

EXHIBIT 3 VALID EINS AND NAME CONTROLS

<u>For 1065</u>	Name Control	Tax Period Ending <u>Month</u>
66-000001	SAMS	12
66-000002	JENN	12
66-000003	CARL	12
66-000004	EAST	12
66-000005	SHOE	12

<u>For 1065-B</u>	Name Control	Tax Period Ending Month
66-000006	ABCO	12
66-000007	ABCC	12
66-000008	BLAC	12

<u>For 7004</u>	Name Control	Tax Period Ending Month	<u>Type of</u> Extension
11-0000030	RAMC	10	1120S
11-0000031	MODE	10	1120
11-0000032	FRUI	12	1120 (subchpt T)
11-0000033	FORE	7	1120-FSC
11-0000034	UNIT	12	1120-A
11-0000035	ANYB	12	1120
11-0000036	HOME	12	1120-H
11-0000037	ANYL	12	1120-L
11-0000038	NUCL	12	1120-ND
11-0000039	VOTE	12	1120-POL
11-0000040	ANYR	12	1120-REIT
11-0000041	ANYS	12	1120-SF
11-0000042	SECO	12	1120-F
11-0000043	HOTT	12	1120 affiliate
11-0000044	APPL	12	1120 affiliate
11-0000045	ANYF	12	990-C
11-0000046	ANYC	12	1120-PC
11-0000047	ANYR	12	1120-RIC
11-0000049	FLOW	12	1065
11-0000050	REDE	12	1120-C
11-0000051	LAMP	12	706-GS(D)
11-0000052	PUTT	12	706-GS(T)
11-0000053	CAMP	12	1041
11-0000054	SEAT	3	1042
11-0000055	LOOP	12	1066
11-0000056	BLUE	12	3520-A
11-0000057	ROSE	12	8804

Exhibit 4 Tax Year 2006 1065/1065-B Test Scenarios

TAX YEAR 2006 1065/1065-B TEST SCENARIOS

1. 1065, 4562 (2), 4797, 8825, 8882, 1065 SCH K-1 (102), Form 8453-PE, Dependencies

ATTACHMENTS: Itemized Other Deductions Statement Other Credits and Credit Recapture Statement Schedule L Other Assets Statement Schedule L Other Current Liabilities Statement Ordinary Business Income (Loss) Statement Code U Other Credit Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

NOTE: Please use the same data for the additional ninety-nine (99) Schedule K-1s, but increment the entity information as follows:

EIN: 001-06-1001 Name: Taxpayer A1 Address: PO Box 0001

EIN: 001-06-1002 **Name:** Taxpayer A2 **Address:** PO Box 0002

EIN: 001-06-1003 Name: Taxpayer A3 Address: PO Box 0003

2. 1065, 4562, 4797, 8271, 8824, 1065 SCH K-1 (2), Form 8453-PE, Dependencies

ATTACHMENTS: Self-Charged Interest Election Section 195 Election Itemized Other Deductions Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE

3. 1065, Schedule M-3 (Form 1065) 4562, 8865, 1065 SCH K-1 (3), 8865, 8865 SCH O, 8865 SCH P, Dependencies

ATTACHMENTS:

Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement Other Income (Loss) Statement (Form 1065, Line7, Other Income (Loss); Form 1065 Instructions, other Income (Loss) Pg 15) Publicly Traded Partnership Statement Ownership of Any Interest in Another Partnership or Foreign Entity Statement Section 754 Election Income (Loss) From Foreign Partnerships Schedule

BINARY ATTACHMENTS: None

4. 1065, 4562, 4797, 8308, 1065 Sch D, 1065 Sch K-1 (3), Form 8453-PE, Dependencies

ATTACHMENTS:

Other Income (Loss) Statement Itemized Other Deductions Statement Itemized Section 263A Costs Schedule Inventoriable Costs Paid Schedule Section 754 Election Partnership's Charitable Contributions Statement Other AMT Items Statement Schedule L Other Current Assets Statement Schedule L Other Assets Statement Schedule L Other Current Liabilities Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

5. 1065, 4562 (2), 4797, 6252, 8825, 1065 SCH K-1 (4), Form 8453-PE, Dependencies

ATTACHMENTS:

Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement Other Income (Loss) Statement (Form 1065, Line7, Other Income (Loss); Form 1065 Instructions, Other Income (Loss) Pg 15) Itemized Other Deductions Statement Ownership of Any Interest in Another Partnership or Foreign Entity Statement Schedule L Other Current Assets Statement Schedule L Other Current Liabilities Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

6. 1065-B, 4797, 1065-B SCH K-1 (2), Form 8453-B, Dependencies

ATTACHMENTS: Itemized Other Deductions Schedule Inventoriable Costs Paid Schedule Balance Sheets Discrepancy Statement Schedule L Other Current Assets Statement

BINARY ATTACHMENTS: Scanned Form 8453-B (8453 Signature Document)

7. 1065-B, 4562, 8825, 1065-B SCH K-1 (2), Form 8453-B, Dependencies

ATTACHMENTS: Itemized Other Deductions Schedule Schedule K-1(Form 1065-B) Miscellaneous Item Statement Qualified Nonrecourse Financing Statement

BINARY ATTACHMENTS: Scanned Form 8453-B (8453 Signature Document)

8. 1065-B, 8308, 1065-B SCH K-1 (101)

ATTACHMENTS: Itemized Other Deductions Schedule

BINARY ATTACHMENTS: None

NOTE: Please use the same data for the additional ninety-eight (98) Schedule K-1s, but increment the entity information as follows:

EIN: 001-06-2001 Name: Taxpayer B1 Address: PO Box 0001

EIN: 001-06-2002 Name: Taxpayer B2 Address: PO Box 0002

EIN: 001-06-2003 **Name:** Taxpayer B3 **Address**: PO Box 0003

EXHIBIT 5 TAX YEAR 2006 7004 TEST SCENARIOS

1. Form: 1120S

RAM Corporation, Inc. 11-0000030 101 Main Street Downtown, MD 20601

Name Control: RAMC

2. Form 1120

Modern Technologies, Inc . 11-0000031 301 New Street Newtown, ND 58204

Name Control: MODE

Affiliate 1: Hottest Communications 11-0000043 100 Mall Avenue Uptown, OH 45324

Name Control: HOTT

Affiliate 2: High-Tech Solutions PENDING 200 Main Street Anytown, NC 27905

Name Control: HIGH

3. Form 1120-FSC

Foreign Business One 11-0000033 2 Rue Street Paris City. France

Name Control: FORE

Write-In: FILING UNDER REGULATION SECTION 1.6081-5

Affiliate 1: Overseas Imports NONE 123 Wide Street New City, NY 00422

EXHIBIT 5 TAX YEAR 2006 7004 TEST SCENARIOS (Continued)

4. Form 1065

Flower Store One 3 Bulb Street Somewhere, TX 78621 11-0000049

Name Control: FLOW

5. Form 1120C

RedesignComp, Inc 55 Any Street Anytown, MI 49261 11-0000050

Name Control: REDE

TEST SCENARIO 1

FORMS REQUIRED: 1065, 4562 (2), 4797, 8825, 8882, 1065 SCH K-1 (102), Form 8453-PE DEPENDENCIES

ATTACHMENTS: Itemized Other Deductions Statement Other Credits and Credit Recapture Statement Schedule L Other Assets Statement Schedule L Other Current Liabilities Statement Ordinary Business Income (Loss) Activity Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm	Electronic Tax Filers, Inc	66-0000001
	1065 Efile Drive	
	Anytown, NV 89501	

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: ERO PractionerPIN: None

PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: 1065

Filer:	EIN: 66-0000001 Name: Sam Starling LLP Name Control: SAMS Address: 631 N McKinley Dr Reno, NV 89510
Partner:	Name: Sam Starling Title: President
	Taxpayer PIN: Phone: 555-555-5555 Email Address: Anymail@email.com
	Date Signed: 04/01/2006
Preparer:	Name: Jesse James SSN: 001-06-0001 Phone: 555-555-5555 Email Address: Anymail@email.com Date Prepared: 04/01/2006 Self Employed: No
	NT/A

IRS PAYMENT: N/A

Details for attachments to Form

Attachment 1, Form 1065, Page 1, Line 20 (Itemized Other Deductions Statement)

Travel and Entertainment	5,600,000
Other	28,750,000
Utilities	10,000,000
Fees	6,387,848

Attachment 2, Form 1065, Page 3, Schedule K, Line 15f (Other Credits and Credit Recapture Statement)

Childcare	35,600
Empowerment	40,000

Attachment 3, Form 1065, Page 4, Schedule L, Line 13b and 13 d (Schedule L Other Assets Statement)

Туре	BOY Amount	EOY Amount
Client Receivable	7,148,515	10,916,115
Other	6,030,400	4,227,867

Attachment 4, Form 1065, Page 4, Schedule L, Line 17b and 17d (Schedule L Other Current Liabilities Statement)

Туре	BOY Amount	EOY Amount
Other Current Liabilities	2,315,178	4,138,515
Other Accrued Liabilities	3,162,974	2,045,400

Attachment 5, Schedule K-1 (Form 1065), Part III, Line 1 (Ordinary Business Income (Loss) Activity Statement)

Sam Starling's Statement ONLY			
Education	20,000		
Flight Instructor	20,000		
Legal Services	72,573,263		

		nership Income Tax	2006
	v 8 8	1/1 , 2006, ending 12	/31 , 2006
A	Principal business activity	Legal Services	
B	Principal product or service	Legal Services	
C	Business code number	541110	
	and Address: Sam Starling LLP 631 N Mcl		10
D	Employer Identification number	66-000001	
E	Date business started	10/01/1977	
F	Total assets	108,367,069	
G	Check applicable boxes 1,2,3,4,5		
H	Check accounting method 1,2,3	1	
I	Number of Schedule K-1	102	
J	Check if Schedule M-3 Required (attach		
	Schedule M-3)	T • • •	
1	Line Description	Line Amount	Write-in / Literal / Attachment
<u>1a</u>	Gross receipts or sales	323,455,613	
1b	Less returns and allowances		
1c	Balance	323,455,613	
2	Cost of goods sold (Sch A, line 8)		
3	Gross profit. Subtract line 2 from 1c		
4	Ordinary income or (loss)		
5	Net farm profit (loss) F1040		
6	Net gain (loss) F4797	10,000	
7	Other income or (loss)		
8	Total income. Add lines 3 through 10	323,465,613	
9	Salaries and wages (less employment		
	credits)	110,535,025	
10	Guaranteed payments to partners	22,675,031	
11	Repairs and maintenance	2,042,164	
12	Bad debts		
13	Rent	25,922,173	
14	Taxes and licenses	12,226,452	
15	Interest	14,622	
16a	Depreciation (attach Form 4562)	7,292,891	
16b	Less depreciation claimed on Sch A	18,275	
16c	Total depreciation	7,274,616	
17	Depletion		
18	Retirement plans, etc	4,255,918	
19	Employee benefit programs	7,100,361	
20	Other deductions	50,737,848	Attachment 1
21	Total deductions (add lines 9 – 20)	242,784,210	
22	Ordinary business income (loss) (Subtract		
	Line 21 from Line 8	80,681,403	
23	Credit for federal telephone excise tax		
	paid		
Sched	ule A Cost of Goods Sold		
1	Inventory at beginning of year		
2	Purchases less cost of items		
3	Cost of labor		
4	Additional section 263A costs		
5	Other costs		
6	Total. Add lines 1 - 5		
7	Inventory at the end of year		
8	Cost of goods sold. Subtract Line 7 from		
	6		

Form 1	1065 Test U.S. Return of Part	tnership Income Tax	2006
9a (i)	Cost in regulations 1.471-3		2000
9a (1)	Lower of cost or market		
(ii)			
9a	Other		
(iii)			
9b	Check if writedown		
9c	Check if the LIFO was adopted		
9d	Section 263A rules apply		
9e	Change in determining quantities, cost,		
	valuations		
Schedu			
1a	Domestic general partnership		
1b	Domestic limited partnership		
1c	Domestic limited liability company	V	
1d	Domestic limited liability partnership	X	
1e 1f	Foreign partnership Other		
2	Any partners in this partnership also	Y	
2	partnerships?	1	
3	Partnership own interest in another	N	
	partnership or foreign entity?		
4	Partnership file Form 8893?	N	
5a	Partnership total receipts <\$250,000	N	
5b	Partnership total assets <\$600,000	Ν	
5c	Filed Schedule K-1 with return?	Ν	
6	Partnership have foreign partners?	Y	
7	Partnership publicly traded partnership?	Ν	
8	Partnership filed F8264?	N	
9	Partnership have an interest in or a	Ν	
	signature, or other authority over		
	financial account in foreign country?		
10	Partnership receive distribution from,	N	
	granter of, transferor to foreign trust?	N	
11	Distribution of property or transfer of partnership interest?	N	
12	Number of Forms 8865 attached	0	
12	Name of designated TMP	U	
	Identifying number of TMP		
	Address of designated TMP		
	Schedule K Partners' Distributive Share I	tems	
1	Ordinary business income (loss)	80,681,403	
2	Net rental real estate income (loss)	203,125	
- 3a	Other gross rental income (loss)		
3b	Other rental activities expenses		
3c	Other net rental income (loss) Subtract		
	Line 3b from 3a		
4	Guaranteed payments	22,675,031	
5	Interest Income	92,650	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		

Form	1065 Test U.S. Return of Parti	nership Income Tax	2006
11	Other income (loss)		
12	Section 179 deduction		
13a	Contributions		
13b	Investment interest expenses		
13c	Section 59(e)(2) expenditures (type)		
13c	Section 59(e)(2) expenditures (amount)		
(2)			
13d	Other deductions		
14a	Net earnings (loss) self employment	41,338,573	
14b	Gross farming or fishing income		
14c	Gross nonfarm income	282,117,040	
15a	Low-income housing credit $42(j)(5)$		
15b	Low-income housing credit (other)		
15c	Qualified rehabilitation expenditures		
15d	Other rental real estate credits		
15e	Other rental credits		
15f	Other credits and credit recapture	75,600	Attachment 2
16a	Name of country or U.S. possession		
16b	Gross income from all sources		
16c	Gross income sourced at		
	partnership level		
16d	Passive		
16e	Listed categories		
16f	General limitation		
16g	Interest expense		
16h	Other		
16i	Passive		
16j	Listed categories		
16k	General limitation		
161	Total foreign taxes Paid Accrued		
16m	Reduction in taxes available for credit Other foreign tax information		
16n	ĕ	100 454	
17a 17b	Post 1986 depreciation adjustment Adjusted gain or loss	199,456	
17b 17c	Depletion (other than oil and gas)		
17c 17d	Oil, gas, and geothermal properties-gross		
1/u	income		
17e	Oil, gas, and geothermal properties-		
110	deductions		
17f	Other AMT items		
18a	Tax-exempt interest income		
18b	Other tax-exempt income		
18c	Nondeductible expenses	775,128	
19a	Distri of cash & marketable securities	75,140,310	
19b	Distributions of other property	, .,	
20a	Investment income	92,650	
20b	Investment expenses	- ,	
20c	Other items and amounts		

	Analysis of Net Income (Loss)		
1	Net income (loss) Combine SchK line 1 – 11; Subtract sum SchK line 12 - 13d, and 16l	103,652,209	

	I II	ii) ndividual active)	(iii) Individu (passive	ual		vidual		tnership652			(vi) Nominee Other
2a	Analysis by General partners					41,460,884					
2b	Analysis by Limited partners		62,191,	325							
Sched		heets per B	naks								
Sched		Beginning		year		End	of ta	x year	Write-in / Literal		
	Assets	(a)		(b)		(c)		(d)			
1	Cash			15,374	,582			41,036,739			
2a	Trade notes										
2b	Less allowance										
3	Inventories										
4	U.S. govt oblig										
5	Tax-exempt securities										
6	Other current assets										
7	Mortgage & real estate loan										
8	Other investments										
9a	Bldgs & other										
	deprec assets	64,937	,028			79,134,5	516				
9b	Less accumu- lated deprec	32,123	9,456	32,813	3,572	26,947,3	318	52,187,198			
10a	Depletable assts										
10b	Less accumu- lated depletion										
11	Land										
12a 12b	Intangible assets Less accum										
13	amortization Other assets			13,178	2 015			15,143,982	Attachment 3		
13 14	Total assets			<u> </u>				15,143,982	Attachment 3		
14	Liabilities	(a)		(b)	,007	(c)		(d)			
15	Accounts payable							(u)			
16	Mortgages, notes, bonds payable < 1yr										
17	Other current liabilities			5,478	3,152			6,183,915	Attachment 4		
18	All nonrecourse loans			11,000				11,000,000			
19	Mortgages, notes, bonds payable > 1yr										
20	Other liabilities										
21	Partners' capital accounts			44,888				91,184,004			
22	Total labilities			61,367	7,069			108,367,919			

	and capital							
Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return								
	Line Description	Line Amount	Write-in / Literal					
1	Net Income (loss) per books	121,435,397						
2	Income included on SchK lines 1, 2, 3c, 5,							
	6a, 7, 8, 9a, 10, 11, not recorded on the							
	books this year (itemized):							
2	Total Income Included							
3	Guaranteed payments (other than health							
	insurance)	22,675,031						
4 a	Expenses recorded on books (itemize)							
	Depreciation							
4b	Travel & entertainment	5,600,000						
5	Add lines 1 – 4	149,710,428						
6a	Income recorded on books (itemize) tax-							
	exempt interest							
7	Deductions included on Sch K							
7a	Deductions not charged against book							
	(itemize) depreciation	46,058,219						
8	Add lines 6 and 7	46,058,219						
9	Income (loss) (Analysis of net income							
	(loss) line 1). Subtract line 8 from line 5	103,652,209						
Sched	lule M-2 Analysis of Partners' Capital Ac	counts						
1	Balance at beginning of year	44,888,917						
2a	Capital contributed – Cash							
2b	Capital contributed – Property							
3	Net income (loss) per books	121,435,397						
4	Other increases (itemized)							
5	Add lines 1 through 4	166,324,314						
6a	Distributions – Cash	75,140,310						
6b	Distributions – Property							
7	Other decreases (itemized)							
8	Add lines 6 and 7	75,140,310						
9	Balance at end of year. Subtract line 8							
	from line 5	91,184,004						

Form 45	562	Depreciat	ion and Amor	tization	2006			
Name: S	Sam Starling	1 1						
	s or Activity: Legal Se	ervices						
	-0000001							
	Line Description]	Line Amount		Write-in / Lit	teral / Atta	chments
Part I	Election to Expense	Certain Pro	perty Under S	Section 179				
1	Maximum amount				105,000			
2	Total cost of section	179 prop						
3	Threshold cost of sec	ction 179 pro	р		420,000			
4	Reduction in limitati	on						
5	Dollar limitation for	TY						
6(a)	Description of Prope	rty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 prop)					
9	Tentative deduction							
10	Carryover of disallow	wed deductio	n					
11	Business income lim	itation						
12	Section 179 expense	deduction						
13	Carryover of disallow	wed deductio	n					
Part II	Special Depreciation	n Allowance	and Other D	epreciation				
14	Special depreciation	allowed			3,258,175			
15	Property subject to se	ec 168(f)(1)	election					
16	Other depreciation			625,392				
Part III	MACRS Depreciat	ion - Sectior	n A					
17	MACRS deductions				2,743,901			
18	Sec 168(i)(4) election	n			-,7 10,701			
	B – Assets Placed in S		ng 2006 Tax '	Vear Using th	e General	Depreciation 9	System	
Section	(a)Classification	(b)Mont	(c) Basis	(d)Recovery		(f)Meth	(g)Depr	Write-in /
	of property	h &	for deprec	period	Conver		(B) F-	Literal /
		Year	•	-	on		deduct	Attach-
								ments
19a	3-year property							
19b	5-year property		1,428,700	5 yrs	HY	DDB	285,740	
19c	7-year property		2,275,000	7 yrs	HY	DDB	324,870	
19d	10-year property							
19e	15-year property							
19f	20-year property							
19g	25-year property					S/L		
19h	Residential rental				MM	S/L		
	property							
19i	Nonresidential real		1,425,000	39 yrs	MM	S/L	36,538	
	property			·			,	
	C – Assets Placed in S	Service Duri	ing 2006 Tax	Year Using th	e Alternat	ive Depreciati	on System	1
20a	Class life							
20b	12-year					S/L		
20c	40-year				MM	S/L		
Part IV	Summary							
21	Listed property							
22	Total				7,274,616			
23	Assets for CY							
	1							

	Listed Property A – Depreciation and	Other Info	rmation				
24a	Evidence?	State Into					
24b	Evidence written?						
25	Special depreciation a	allowance					
26(a)	Type of property	anowanee					
26(a) 26(b)	Date in service						
26(c)	Business investment	0/0					
26(d)	Cost or other basis	/0					
26(e)	Basis for depreciation	<u>ו</u>					
26(t) 26(f)	Recovery period	1					
26(g)	Method/Convention						
26(g) 26(h)	Depreciation deduction	n					
26(i)	Election Sec 179 cost						
20(1) 27(a)	Type of property						
27(a) 27(b)	Date in service						
27(b) 27(c)	Business investment	0/_					
27(c) 27(d)	Cost or other basis	/ U					
27(u) 27(e)	Basis for depreciation	1					
27(e) 27(f)	Recovery period	1					
27(I) 27(g)	Method/Convention						
27(g) 27(h)	Depreciation deduction	20					
27(i)	Election Sec 179 cost						
27(1) 28	Add column (h), lines						
20 29	Add column (i), line						
	B – Information on Us		05				
30(a)	Total bus/invest miles		es				
30(a) 31(a)	Total commuting mile						
31(a) 32(a)	Tot other personal mi						
	Total miles driven	les driven					
33(a)	Vehicle available for	marganalug	<u>.</u> 9				
34 35	Vehicle used > 5% ?	personal use	9/				
		C	1 9				
36 Section	Another vehicle avail			ahialaa fan IIa	o hai Thain E	lo	
	C – Questions for Em			enicles for Us	se by Their F	mployees	
37	Maint written policy						
38	Maint written policy		rs use				
<u>39</u>	Vehicles treated as pe	ersonal use?					
40	Provide > 5 vehicle?		2				
41 Deart VI	Qualified auto demon	istration use	!				
Part VI		(b) D - 4 -	(a) A		(a) A		W:40 : / T :41 /
	(a)Depreciation of	(b)Date	(c) Amort	(d)Code section	(e)Amort period or	(f)Amort for this	Write-in / Literal / Attachments
	costs	amort begins	amount	section	period or percent	Yr	Attachments
42							
43	Amort of costs		L	1	<u> </u>	1	
	before 2006 TY						
44	Total						

66-0000001

	Form 4562	Depre	ciation and A	Amortization		2	006	
Name:	Sam Starling LLP	20010				_		
	ss or Activity: Rental							
	66-0000001							
	Line Description			Line Amoun	t I	Write-in / Lit	toral / Atta	chmonts
Part I	Election to Expense	Cortain Pro			it i	••••••••••••••••••••••••••••••••••••••	ici al / Atta	chinents
1	Maximum amount		operty Under	Section 179	105,000			
2	Total cost of section	170 prop	<u> </u>		103,000			
2 3		1 1			120.000			
	Threshold cost of sec	1	p		420,000			
4	Reduction in limitation		1		1			
5	Dollar limitation for							
6(a)	Description of Proper	ty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 prop)					
9	Tentative deduction							
10	Carryover of disallow		n					
11	Business income limi	tation						
12	Section 179 expense		1		1			
13	Carryover of disallow		n					
Part II	2			Depreciation	I			
14	Special depreciation a			2				
15	Property subject to se		electio					
16	Other depreciation							
Part II	*	tion - Sectio	n A					
1 art 11 17		uon - Secuo						
1/	MACRS deductions				18,275			
18	Sec 168(i)(4) election	1						
Section	n B – Assets Placed in	Service Dur	ring 2006 Ta	x Year Using	the General l	Depreciation	System	
	(a)Classification of	(b)Mont	(c) Basis	(d)Recove	(e)Conventi	()	(g)Depr	Write-in /
	property	h & Year	for deprec	ry period	n	od	c deduct	Literal / Attach- ments
10e				ry period	n	od	-	Attach-
19a 19b	3-year property			ry period	n	od	-	Attach-
19b	3-year property 5-year property			ry period	n	od	-	Attach-
19b 19c	3-year property 5-year property 7-year property			ry period	n	od	-	Attach-
19b 19c 19d	3-year property 5-year property 7-year property 10-year property			ry period	n	od	-	Attach-
19b 19c 19d 19e	3-year property 5-year property 7-year property 10-year property 15-year property			ry period	n	od	-	Attach-
19b 19c 19d 19e 19f	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property			ry period	n		-	Attach-
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property			ry period		S/L	-	Attach-
19b 19c 19d 19e 19f	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental			ry period	n		-	Attach-
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental property	Year	deprec		MM	S/L S/L	deduct	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental			ry period		S/L S/L	-	Attach-
19b 19c 19d 19e 19f 19g 19h	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a)Classification of property	Year	deprec	(d)Recovery	MM (e)Conventio	S/L S/L S/L	deduct	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 20-year property 20-year property 25-year property Residential rental property (a)Classification of property Nonresidential real	Year	deprec	(d)Recovery	MM	S/L S/L	deduct	Attach- ments
19b 19c 19d 19e 19f 19g 19h	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a)Classification of property Nonresidential real property	Year (b)Month & Year	deprec (c) Basis for deprec	(d)Recovery period	MM (e)Conventio	S/L S/L S/L S/L S/L	deduct	Attach- ments Write-in / Literal / Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 5ection	3-year property 5-year property 7-year property 10-year property 20-year property 20-year property 25-year property Residential rental property (a)Classification of property Nonresidential real property C – Assets Placed in	Year (b)Month & Year	deprec (c) Basis for deprec	(d)Recovery period	MM (e)Conventio	S/L S/L S/L S/L S/L	deduct	Attach- ments Write-in / Literal / Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19h 20a	 3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property 25-year property Residential rental property (a)Classification of property Nonresidential real property Nonresidential real property C – Assets Placed in Class life 	Year (b)Month & Year	deprec (c) Basis for deprec	(d)Recovery period	MM (e)Conventio	S/L S/L S/L S/L S/L S/L S/L Ve Depreciat	deduct	Attach- ments Write-in / Literal / Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19i Section 20a 20b	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a)Classification of property Nonresidential real property C – Assets Placed in Class life 12-year	Year (b)Month & Year	deprec (c) Basis for deprec	(d)Recovery period	MM (e)Conventio MM the Alternati	S/L S/L S/L s/L s/L S/L S/L	deduct	Attach- ments Write-in / Literal / Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19i Section 20a	 3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property 25-year property Residential rental property (a)Classification of property Nonresidential real property Nonresidential real property C – Assets Placed in Class life 	Year (b)Month & Year	deprec (c) Basis for deprec	(d)Recovery period	MM (e)Conventio	S/L S/L S/L S/L S/L S/L S/L Ve Depreciat	deduct	Attach- ments Write-in / Literal / Attach- ments

	Form 4562	Depre	ciation and	Amortization		2	2006
Part IV	⁷ Summary						
21	Listed property						
22	Total				18,275		
23	Assets for CY				,		
Part V	Listed Property						
	A – Depreciation and	l Other Info	ormation				
24a	Evidence?						
24b	Evidence written?						
25	Special depreciation a	allowance					
26(a)	Type of property						
26(b)	Date in service						
26(c)	Business investment	2/0					
26(d)	Cost or other basis	/0					
26(e)	Basis for depreciation	,					
26(f)	Recovery period	1					
26(g)	Method/Convention						
26(g) 26(h)	Depreciation deduction	n					
26(i)	Election Sec 179 cost						
$\frac{20(1)}{27(a)}$	Type of property	,					
27(a) 27(b)	Date in service						
<u>``</u>	Business investment	0/					
27(c)	Cost or other basis	/0					
27(d)							
27(e)	Basis for depreciation	1					
27(f)	Recovery period						
27(g)	Method/Convention						
27(h)	Depreciation deduction						
27(i)	Election Sec 179 cost						
28	Add column (h), lines						
29	Add column (i), line		_				
	B – Information on U		les				
30(a)	Total bus/invest miles						
31(a)	Total commuting mil						
32(a)	Tot other personal mi	les driven					
33(a)	Total miles driven		-				
34	Vehicle available for	personal use	??				
35	Vehicle used $> 5\%$?						
36	Another vehicle avail	1					
	C – Questions for En			Vehicles for U	se by Their	Employees	
37	Maint written policy						
38	Maint written policy		's use				
39	Vehicles treated as pe	ersonal use?					
40	Provide > 5 vehicle?						
41	Qualified auto demor	stration use	?				
Part VI	Amortization				i		
	(a)Depreciation of costs	(b)Date amort begins	(c) Amort amount	(d)Code section	(e)Amort period or percent	(f)Amort for this Yr	Write-in / Literal / Attachments
42				1			
43	Amort of costs			1	<u> </u>	1	
-15	before 2006 TY						
44	Total						
77	10101						

Form 4	797 Sales of Busines	s Property	2006					
Name:	Name: Sam Starling LLP							
EIN: 60	5-0000001							
	Line Description	Line Amount	Write-in / Literal / Attachments					
1	Gross receipts fm sales or exchg							
Part I	Sales or Exchanges of Property Used i	n a Trade or Business						
2(a)	Description of property							
2(b)	Date acquired							
2(c)	Date sold							
2(d)	Gross sales price							
2(e)	Depreciation allowed							
2(f)	Cost or other basis							
2(g)	Gain or (loss)							
3	Gain fm F4684							
4	Sec 1231 gain fm F6252							
5	Sec 1231 gain fm F8824							
6	Gain fm casualty or theft							
7	Combine lines 2 to 6							
8	Nonrecaptured net sec 1231 loss							
9	Subtract line 8 from line 7							
Part II		· · · · · · · · · · · · · · · · · · ·						
10(a)	Description of property							
10(b)	Date acquired							
10(c)	Date sold							
10(d)	Gross sales price							
10(e)	Depreciation allowed							
10(f)	Cost or other basis							
10(g)	Gain or loss							
11	Loss fm line 7							
12	Gain fm line 7							
13	Gain fm line 31	10,000						
14	Net gain F4684							
15	Ordinary gain F6252							
16	Ordinary gain F8824							
17	Combine lines 10 to16	10,000						
18a	Part of loss F4684							
18b	Redetermined gain or (loss) on line 17							
Part II			2, 1254 and 1255					
19(a)	Description of property	Furniture and Fixtures						
19(b)	Date acquired	Various						
19(c)	Date sold	01/19/2006						
20	Gross sales price	10,000						
21	Cost or other basis	10,000						
22	Depreciation allowed	10,000						
23	Adjusted basis							
24	Total gain	10,000						
25a	Depreciation allowed	10,000						
25b	Smaller of lines 24 and 25a	10,000						
26a	Additional depreciation after 1975							
26b	Applicable %							
26c	Subtract line 26a from line 24							
26d	Additional depreciation after 1969							
	Line Description	Line Amount	Write-in / Literal / Attachments					
26e	Smaller of lines 26c and 26c							
26f	Sec 291 amount							

Form 4	797	Sales of Business	Property		2006
26g	Add lines 26b,26e and	l 26f			·
27a	Soil, water, land				
27b	Line 27 multiplied by	applicable %			
27c	Smaller of lines 24 an	d 27b			
28a	Intangible drilling				
28b	Smaller of lines 24 an	d 28a			
29a	Applicable % of payn	nent excluded			
29b	Smaller of lines 24 an	d 29a			
30	Total gain all property	1	10,000)	
31	Add property column	s A – D	10,000)	
32	Subtract line 31 from	line 30			
Part IV	7 Recapture Amounts	Under Sections 1	79 and 280F(b)(2)		
33(a)	Sec 179 expn ded – S	ec 179			
33(b)	Sec 179 expn ded – S	ec 280F(b)			
34(a)	Recomputed deprc - S	Sec 179			
34(b)	Recomputed deprc- S	ec280F(b)			
35(a)	Recapture amount – S	ec 179			
35(b)	Recapture amount - S	ec 280F(b)			

Form 88	325	Rental Real Estate Income and Expenses of a Partnership or an S Corporation				
Name: S	Sam Starling LLP					
EIN: 66	-0000001					
	Line Description		Line Amount / Information	Write-i Attachi	n / Literal / ments	
1A	Kind & location of ea	ach property	Rental			
2A	Gross rents		1,234,900			
3A	Advertising					
4 A	Auto and travel					
5A	Cleaning and mainter	nance				
6A	Commissions					
7A	Insurance					
8A	Legal and other profe	essional fees				
9A	Interest					
10A	Repairs					
11A	Taxes					
12A	Utilities					
13A	Wages and salaries					
14A	Depreciation		18,275			
15A	Other		1,013,500	Attach	ment	
16A	Total expense for eac	h property	1,031,775			
17	Total gross rents		1,234,900			
18	Total expenses		(1,031,775)			
19	Net gain (loss) F479	7				
	Net income (loss) fro					
20a	estate activities					
20b(1)	Name					
20b(2)	EIN					
21	Net rental real estate	income (loss)	203,125			

Form 8882 Credit for En		nployer-Provided Childc Services	2006		
Name: S	Sam Starling LLP				
EIN: 66	-0000001				
	Line Description		Line Amount	Write-in / Literal	
Part I	Current Year Cred	lit			
1	Qualified childcare fa	cility expend			
2	Enter 25% of line 1				
	Qualified childcare re	source and			
3	referral expend				
4	Enter 10% of line 3				
5	EIN of pass-through e	entity	66-0000001		
	Form 8882 credits fro	m pass through			
5	entities		35,600		
6	Add lines 2, 4, and 5		35,600		
7	Current year credit		35,600		
8	Amount allocated to b	eneficiaries			
9	Estates and Trusts. Su from line 7	btract line 8			

		of Income, Dedu	ctions, Credi	ts, etc. 2006
Tax	year beginning January 1, 2006 ending Decemb	er 31, 2006		I
	Final K-1			
	Amended K-1			
Part	I Information About the Corporation	1		Γ
	Line Description	Line Amount		Write-in / Literal / Attachments
A	Partnership's employer identification number	66-000	0001	
B	Partnership's name, address, city, state, and Zip	Sam Starl	ing LLP	
	code	631 N Mck		
		Reno, NV		
C	IRS Center where corporation filed return	Ogd	en	
D	Check if Publicly traded partnership (PTP)			
E	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
	II Information About the Partner	001.07	1001	I
G	Partner's Identification number	001-06-		
H	Partner's name, address, city, state and ZIP code	Taxpay DO Bor		
		PO Box		
т	Concret north on an LLC mention method	Reno, NV		
Ι	□ General partner or LLC member-manager □ Limited partner or other LLC member	Limited partr		
J	\Box Domestic partner of other LLC member		mber	
J	□ Domestic partner □ Foreign partner	Domestic	nartner	
K	What type of entity is this partner?	Domestic	partiter	
<u>к</u> L	Partner's share of profit, loss and capital			
L	i araner 5 share of profit, 1055 and capitar	Beginning%	Ending%	
	Profit	.5	.5	
	Loss	.5	.5	
	Capital	.5	.5	
Μ	Partner's share of liabilities at year end:			
	Nonrecourse \$		\$55,000	
	Qualified nonrecourse financing \$			
	Recourse \$			
Ν	Partner's capital account analysis:			L
	Beginning capital account \$		\$224,445	
	Capital contributed during the year \$		\$607,177	
	Current year increase (decrease) \$			
	Withdrawals & distributions \$		(\$375,702)	
	Ending capital account \$			
			\$455,920	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book			
	□ Other (explain)	Sect 704(
Part	III Partner's Share of Current Year Income, D	eductions, Credi	ts, and Other	
	Line Description			Write-in / Literal / Attachments
1	Ordinary business income (loss)		\$403,407	
2	Net rental real estate income (loss)		\$1,016	
3	Other net rental income (loss)			
4	Guaranteed payments			
5	Interest income		\$463	
6a	Ordinary dividends			
6b	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			
9b	Collectibles (28%) gain (loss)			

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	A \$45,350	
		C \$1,410,585	
15	Credits & credit recapture	M \$200	
		U \$178	
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	A \$997	
18	Tax-exempt income & nondeductible expense	C \$3,876	
19	Distributions	A \$375,702	
20	Other Information	A \$463	

	K-1 (Form 1065)Partner's Shareyear beginning January 1, 2006endingDecember	of Income, Deduc	lions, Creat	ts, etc. 200
ax	Final K-1 \Box	er 51, 2000		
	Amended K-1			
Par	T I Information About the Corporation			
1 11	Line Description	Line Amount		Write-in / Literal Attachments
A	Partnership's employer identification number	66-0000	0001	
B	Partnership's name, address, city, state, and Zip	Sam Starli	ng LLP	
	code	631 N McK		
		Reno, NV	89510	
С	IRS Center where corporation filed return	Ogde	en	
D	Check if Publicly traded partnership (PTP)			
Е	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
	II Information About the Partner			
G	Partner's Identification number	001-06-		
Н	Partner's name, address, city, state and ZIP code	Sam Sta		
		PO Bo		
		7 Birch B		
		St Johns. NFL		
T	- Concred norther or LLC member menors in	AIC5		
I	 General partner or LLC member-manager Limited partner or other LLC member 	Limited partn LLC me		
J	Dimited partner of other LLC member Domestic partner		mber	
J	□ Domestic partner □ Foreign partner	Foreign p	artner	
K	What type of entity is this partner?	roreigii p	ai (1101	
L L	Partner's share of profit, loss and capital			
L	r artifer 3 share of profit, loss and capital	Beginning%	Ending%	
	Profit	10	<u>10</u>	
	Loss	10	10	
	Capital	10	10	
Μ	Partner's share of liabilities at year end:			
	Nonrecourse \$		\$1,100,000	
	Qualified nonrecourse financing \$			
	Recourse \$			
N	Partner's capital account analysis:			1
	Beginning capital account \$		\$4,488,892	
	Capital contributed during the year \$			
	Current year increase (decrease) \$	9	512,143,540	
	Withdrawals & distributions \$		\$7,514,031)	
_	Ending capital account \$,		
			\$9,118,401	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book			
	□ Other (explain)	Sect 704(b		
Part	t III Partner's Share of Current Year Income, D	eductions, Credit	s, and Other	
	Line Description			Write-in / Literal Attachments
1	Ordinary business income (loss)		\$8,068,140	
2	Net rental real estate income (loss)		\$20,312	
3	Other net rental income (loss)			
4	Guaranteed payments	-		
-	Interest income		\$9,265	
4 5				
5 6a	Ordinary dividends			
5				

9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	A \$907,001	
		C \$28,211,704	
15	Credits & credit recapture	M \$4,000	
		U \$3,560	
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	E \$19,946	
18	Tax-exempt income & nondeductible expense	C \$77,513	
19	Distributions	A \$7,514,031	
20	Other Information	A \$9,265	

		of Income, Dedu	ctions, Credi	ts, etc. 2006
Tax	year beginning January 1, 2006 ending December	er 31, 2006		
	Final K-1 🗆			
	Amended K-1			
Part	I Information About the Corporation	-		Γ
	Line Description	Line Amount		Write-in / Literal / Attachments
Α	Partnership's employer identification number	66-000	0001	
B	Partnership's name, address, city, state, and Zip	Sam Starling LLP		
	code	631 N McK	Cinley Dr	
		Reno, NV	⁷ 89510	
С	IRS Center where corporation filed return	Ogd	en	
D	Check if Publicly traded partnership (PTP)			
Е	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
Part	II Information About the Partner			
G	Partner's Identification number	11-000	0011	
Н	Partner's name, address, city, state and ZIP code	Barton &	Jenkins	
		Enterp	orise	
		RR 51	0 W	
		Anchorage,		
Ι	General partner or LLC member-manager	General parti		
	Limited partner or other LLC member	member-n	nanager	
J	Domestic partner			
	Foreign partner	Domestic	partner	
K	What type of entity is this partner?			
L	Partner's share of profit, loss and capital			
		Beginning%	Ending%	
	Profit	40	40	
	Loss	40	40	
	Capital	40	40	
Μ	Partner's share of liabilities at year end:			1
	Nonrecourse \$		\$4,400,000	
	Qualified nonrecourse financing \$			
	Recourse \$			
Ν	Partner's capital account analysis:			
	Beginning capital account \$		\$17,955,568	
	Capital contributed during the year \$			
	Current year increase (decrease) \$		\$48,574,160	
	Withdrawals & distributions \$	(\$	30,056,124)	
	Ending capital account \$			
			\$36,473,604	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book			
	□ Other (explain)	Sect 704(1		
Part	III Partner's Share of Current Year Income, D	eductions, Credit	ts, and Other	
	Line Description			Write-in / Literal /
				Attachments
1	Ordinary business income (loss)		\$32,272,560	
2	Net rental real estate income (loss)		\$81,248	
3	Other net rental income (loss)		*** < · · ·	
4	Guaranteed payments		\$22,675,031	
5	Interest income		\$37,060	
<u>6a</u>	Ordinary dividends			
6b	Qualified dividends			
7	Royalties	_		
8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			

9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	A \$16,535,429	
		C \$112,846,816	
15	Credits & credit recapture	M \$16,000	
		U \$14,240	
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	A \$79,184	
18	Tax-exempt income & nondeductible expense	C \$310,052	
19	Distributions	A \$30,056,124	
20	Other Information	A \$37,060	

TEST SCENARIO 2

FORMS REQUIRED: 1065, 4562, 4797, 8271, 8824, 1065 SCH K-1 (2), Form 8453-PE DEPENDENCIES

ATTACHMENTS: Self Charged Interest Election Section 195 Election Itemized Other Deductions Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm	Electronic Tax Filers, Inc	66-0000002
	1065 Efile Drive	
	Anytown, NV 89501	

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: ERO PractionerPIN: None PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: Form 1065

Filer:	EIN: 66-0000002 Name: Jennings Boats LLC Name Control: JENN Address: Rt 1 Box 843 Bar Harbor, ME 04609
Partner:	Name: Horace Jennings Title: Chief Executive Officer Taxpayer PIN: Phone: 555-555-5555 Email Address: Anymail@email.com Date Signed: 04/15/2006
Preparer:	Name: Janis Jennings SSN: 001-06-0003 Phone: 555-555-5555 Email Address: Anymail@email.com Date Prepared: 04/15/2006 Self Employed: No

IRS PAYMENT: N/A

Details for attachments to Form

Attachment 1, Form 1065 (Self Charged Interest Election)

Name of Partnership	Address	EIN	Regulation Section 1.469- 7(g) Declaration
Jennings Boats	Rt 1 Box 843 Bar Harbor, ME 04609	66-0000002	Yes

Attachment 2, Form 1065 (Section 195 Election)

Description of Trade or Business	Number of Months Expenditure Amortized	Description of Start-Up	Date Trade or Business Began
	_	Expenditure	
Boats Sales and	Sixty (60)	Pre-	01/01/2006
Services		organization	
		Costs	

Attachment 3, Form 1065, Page 1, Line 20 (Itemized Other Deductions Statement)

Amortization	5,000
Professional Fees	225,000
Insurance	84,722

	Form 1065 TestU.S. Return of Partnership Income Tax2006				
Calenc	Calendar Year 2006 or tax year beginning 1/1, 2006, ending 12/31, 2006				
Α	Principal business activity	Boat Sales			
В	Principal product or service	Sales and Services			
С	Business code number	441222			
Name	and Address: Jennings Boats LLC Rt 1 Box	x 843 Bar Harbor, ME 0	4609		
D	Employer Identification number	66-000002			
Е	Date business started	01/01/2006			
F	Total assets	\$2,749,483			
G	Check applicable boxes 1,2,3,4,5	1			
Н	Check accounting method 1,2,3	2			
Ι	Number of Schedule K-1	2			
J	Check if Schedule M-3 Required (attach				
	Schedule M-3)				
	Line Description	Line Amount	Write-in / Literal / Attachment		
1a	Gross receipts or sales	\$4,212,980			
1b	Less returns and allowances	\$350,000			
1c	Balance	\$3,862,980			
2	Cost of goods sold (Sch A, line 8)	\$3,508,023			
3	Gross profit. Subtract line 2 from 1c	\$354,957			
4	Ordinary income or (loss)				
5	Net farm profit (loss) F1040				
6	Net gain (loss) F4797	\$9,000			
7	Other income or (loss)				
8	Total income. Add lines 3 through 10	\$363,957			
9	Salaries and wages (less employment				
	credits)	\$150,000			
10	Guaranteed payments to partners	\$110,000			
11	Repairs and maintenance	\$5,562			
12	Bad debts				
13	Rent	\$265,740			
14	Taxes and licenses	\$33,450			
15	Interest	\$95,362			
16a	Depreciation (attach Form 4562)	\$100,976			
16b	Less depreciation claimed on Sch A				
16c	Total depreciation	\$100,976			
17	Depletion				
18	Retirement plans, etc				
19	Employee benefit programs	\$1,250			
20	Other deductions	\$310,222	Attachment 3		
21	Total deductions (add lines 9 – 20)	\$1,072,562			
22	Ordinary business income (loss) (Subtract				
	Line 21 from Line 8	(\$708,605)			

Schedul	Schedule A Cost of Goods Sold		
1	Inventory at beginning of year		
2	Purchases less cost of items	\$5,602,453	
3	Cost of labor		
4	Additional section 263A costs		
5	Other costs	\$131,245	
6	Total. Add lines 1 - 5	\$5,733,698	
7	Inventory at the end of year	\$2,225,675	
8	Cost of goods sold. Subtract Line 7		
	from 6	\$3,508,023	
9a (i)	Cost in regulations 1.471-3	X	
9a (ii)	Lower of cost or market		

9a (iii)	Other		
9b	Check if writedown		
9c	Check if the LIFO was adopted		
9d	Section 263A rules apply	Ν	
<u>9e</u>	Change in determining quantities, cost,	N	
Л	valuations	1	
Schedu			
	Domestic general partnership		
	Domestic limited partnership		
	Domestic limited liability company	X	
	Domestic limited liability partnership	28	
	Foreign partnership		
	Other		
	Any partners in this partnership also	Ν	
	partnerships?	1	
	Partnership own interest in another	Ν	
	partnership or foreign entity?	1,	
	Partnership file Form 8893?	Ν	
	Partnership total receipts <\$250,000	N	
	Partnership total assets <\$600,000	N	
	Filed Schedule K-1 with return?	N	
	Partnership have foreign partners?	N	
	Partnership publicly traded partnership?	N	
	Partnership filed F8264?	N	
	Partnership have an interest in or a	N	
	signature, or other authority over		
	financial account in foreign country?		
	Partnership receive distribution from,	Ν	
	granter of, transferor to foreign trust?		
	Distribution of property or transfer of	Ν	
	partnership interest?		
12	Number of Forms 8865 attached	0	
	Name of designated TMP		
	Identifying number of TMP		
	Address of designated TMP		
Se	chedule K Partners' Distributive Share It	ems	
	Ordinary business income (loss)	(\$708,605)	
	Net rental real estate income (loss)		
	Other gross rental income (loss)		
	Other rental activities expenses		
	Other net rental income (loss) Subtract		
	Line 3b from 3a		
	Guaranteed payments	\$110,000	
	Interest Income	\$250	
	Ordinary dividends		
	Qualified dividends		
	Royalties		
	Net short-term capital gain (loss)		
	Net long-term capital gain (loss)		
	Collectibles (28%) gain (loss)		
	Unrecaptured section 1250 gain		
	Net section 1231 gain (loss)		
	Other income (loss)		
	Section 179 deduction		
	Contributions		
13b	Investment interest expenses		

10		1	
13c	Section 59(e)(2) expenditures (type)		
13c	Section 59(e)(2) expenditures (amount)		
(2)			
13d	Other deductions		
14a	Net earnings (loss) self employment	(\$303,803)	
14b	Gross farming or fishing income		
14c	Gross nonfarm income	\$4,516,783	
15a	Low-income housing credit 42(j)(5)		
15b	Low-income housing credit (other)		
15c	Qualified rehabilitation expenditures		
15d	Other rental real estate credits		
15e	Other rental credits		
15f	Other credits and credit recapture		
16a	Name of country or U.S. possession		
16b	Gross income from all sources		
16c	Gross income sourced at		
	partnership level		
16d	Passive		
16e	Listed categories		
16f	General limitation		
16g	Interest expense		
16h	Other		
16i	Passive		
16j	Listed categories		
16k	General limitation		
16l	Total foreign taxes Paid \Box Accrued \Box		
16m	Reduction in taxes available for credit		
16n	Other foreign tax information		
17a	Post 1986 depreciation adjustment		
17b	Adjusted gain or loss		
17c	Depletion (other than oil and gas)		
17d	Oil, gas, and geothermal properties-gross		
	income		
17e	Oil, gas, and geothermal properties-		
	deductions		
17f	Other AMT items		
18a	Tax-exempt interest income		
18b	Other tax-exempt income		
18c	Nondeductible expenses	\$600	
19a	Distrib of cash & marketable securities		
19b	Distributions of other property	1	
20a	Investment income	\$250	
20b	Investment expenses		
20c	Other items and amounts		

	Analysis of No	et Inc	come (Loss)							
1	Net income	(loss)	Combine S	chK lii	ne 1 –		(\$598,355)			
	11; Subtract	sum	SchK line 12	2 - 13d	l, and					
	161		••			() =				())) (
	(i) Corporate		ii)	(iii)	• 1 - 1	(iv) Pa	rtnership652		Exempt	(vi) Nominee
			ndividual		vidual			orga	anization	Other
2	A	· ·	active)	(pass	sive)					
2a	Analysis	(;	\$299,178)							
	by General									
	partners									
2b	Analysis	0	\$299,177)							
20	by	6	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							
	Limited									
	partners									
Sched	1	nce S	heets per B	ooks						
			Beginning	g of ta	ix year		End	of ta	x year	Write-in / Literal
	Assets		(a)		(t	D)	(c)		(d)	
1	Cash								\$75,500	
2a	Trade notes						\$42,5	555		
2b	Less allowar	nce							\$42,555	
3	Inventories								\$2,225,675	
4	U.S. govt ob									
5	Tax-exempt									
(securities									
6	Other curren	nt								
7	assets	real								
7	Mortgage & estate loan	real								
8	Other									
0	investments									
9a	Bldgs & oth	er								
	deprec assets						\$501,2	229		
9b	Less accumu									
	lated deprec						\$100,9	076	\$400,253	
10a	Depletable a									
10b	Less accumu							T		
	lated depleti	on								
11	Land									
12a	Intangible as	ssets					\$6,0	000		
12b	Less accum						•		₫₽ ₽ 0 0	
13	amortization Other assets						\$3	500	\$5,500	
13	Total assets								\$2,749,483	
14	Liabilities		(a)		()	n)	(c)		<u>52,749,465</u> (d)	
15	Acco	ounts	(a)		, (I	~]			(4)	
		/able								
	puy								\$195,242	
16	Mortga	ages,								
	notes, b									
	payable <	< 1yr								
17	Other cu	rrent								
		lities							\$345,622	
18	All nonreco									
10		oans								
19	Mortga									
	notes, b	onds								

	payable > 1yr		
20	Other liabilities		\$2,375,869
20	Partners' capital		\$2,575,007
4 1	accounts		(\$467,250)
22	Total labilities		(0407,230)
22	and capital		\$2,749,483
Sched	lule M-1 Reconciliation of Income (Loss)	ner Books With Incom	
Seneu	Line Description	Line Amount	Write-in / Literal
1	Net Income (loss) per books	(\$517,250)	
2	Income included on SchK lines 1, 2, 3c, 5,	(\$011)200)	
-	6a, 7, 8, 9a, 10, 11, not recorded on the		
	books this year (itemized):		
2	Total Income Included		
3	Guaranteed payments (other than health		
	insurance)		
4a	Expenses recorded on books (itemize)		
	Depreciation		
4b	Travel & entertainment	\$600	Dependency
4	Total Income Expenses		
5	Add lines $1 - 4$	(\$517,850)	
6a	Income recorded on books (itemize) tax-		
	exempt interest		
6	Total Income Recorded		
7a	Deductions not charged against book		
	(itemize) depreciation	\$80,505	Dependency
7	Total Itemized Deductions		
8	Total Income/Deductions		
8	Add lines 6 and 7	\$80,505	
9	Income (loss) (Analysis of net income		
~	(loss) line 1). Subtract line 8 from line 5	(\$598,355)	
	lule M-2 Analysis of Partners' Capital Ac	counts	1
1	Balance at beginning of year	050.000	
2a	Capital contributed - Cash	\$50,000	
2b	Capital contributed - Property		
3	Net income (loss) per books	(\$517,250)	
4	Other increases (itemized)		
5	Add lines 1 through 4	(\$467,250)	
6a	Distributions – Cash		
6b	Distributions – Property		
7	Other decreases (itemized)		
8	Add lines 6 and 7		
9	Balance at end of year. Subtract line 8		
	from line 5	(\$467,250)	

Form 45		Depreciat	ion and Amo	rtization	2006			
	lennings Boats LLC							
	or Activity: Boat Sa	les						
EIN: 66	-0000002		i		1			
	Line Description			Line Amount		Write-in / Li	teral / Attacl	iments
	Election to Expense	Certain Proj	perty Under S	Section 179				
1	Maximum amount				105,000			
2	Total cost of section							
3	Threshold cost of sec		р		420,000			
4	Reduction in limitati		i		1			
5	Dollar limitation for							
6(a)	Description of Prope	rty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 prop)					
9	Tentative deduction							
10	Carryover of disallow		n					
11	Business income lim							
12	Section 179 expense							
13	Carryover of disallow							
Part II	Special Depreciation		and Other D	epreciation				
14	Special depreciation				\$73,490			
15	Property subject to se	ec 168(f)(1)	election					
16	Other depreciation				625,392			
Part III	MACRS Depreciat	tion - Sectior	n A		i			
17	MACRS deductions			2,743,901				
18	Sec 168(i)(4) election	n						
	B – Assets Placed in S		ng 2006 Tax	Year Using t	he General	Depreciation	System	
	(a)Classification	(b)Mont	(c) Basis	(d)Recover		(f)Meth	(g)Deprc	Write-in
	of property	h & Year	for deprec	period	Conver on		deduct	/ Literal / Attach- ments
10	2						A= 101	
<u>19a</u>	3-year property		\$22,444	3 yrs	HY	200DB	\$7,481	
19b	5-year property		\$1,500	5 yrs	HY	200DB	\$300	
19c	7-year property		\$26,555	7 yrs	HY	200DB	\$3,792	
19d	10-year property							
19e	15-year property							
19f	20-year property		ļ			~		
19g	25-year property					S/L		
19h	Residential rental				MM	S/L		
101	property							
19i	Nonresidential real		\$425,600	39 yrs	MM	S/L	\$10,913	
C	property	 		·			,	
	C – Assets Placed in S	Service Duri	ing 2006 Tax	y ear Using t	ne Alternat	ive Depreciati	on System	
20a	Class life					O/I		
20b	12-year				107	S/L		
20c	40-year				MM	S/L		
Part IV	Summary		1					
21	Listed property				\$5,000			
22	Total				\$100,976			
23	Assets for CY							
	Listed Property A – Depreciation and	Other Info	rmation					

Form 45	562	Depreciation a	and Am	ortiza	ation	2006			
24a	Evidence?								
24b	Evidence written?								
25	Special depreciation	allowance							
26(a)	Type of property				2006 Pil	ot			
26(b)	Date in service				07/21/20	06			
26(c)	Business investment	%			100%				
26(d)	Cost or other basis				\$25,000)			
26(e)	Basis for depreciation	n			\$25,000)			
26(f)	Recovery period				5 Yrs				
26(g)	Method/Convention				200HY				
26(h)	Depreciation deduct	ion			\$5,000				
26(i)	Election Sec 179 cos	st							
27(a)	Type of property								
27(b)	Date in service								
27(c)	Business investment	%							
27(d)	Cost or other basis								
27(e)	Basis for depreciation	n							
27(f)	Recovery period								
27(g)	Method/Convention								
27(h)	Depreciation deduct	ion							
27(i)	Election Sec 179 cos	st							
28	Add column (h), line				\$5,000				
29	Add column (i), line								
	<u>B – Information on U</u>								
30(a)	Total bus/invest mile								
31(a)	Total commuting mi								
32(a)	Tot other personal m	niles driven							
33(a)	Total miles driven								
34	Vehicle available for								
35	Vehicle used > 5% ?								
36	Another vehicle avai								
	C – Questions for En			/ehicl	es for Use	by Their	Emj	oloyees	
37	Maint written policy								
38	Maint written policy		e						
39	Vehicles treated as p								
40	Provide > 5 vehicle?								
41	Qualified auto demo	instration use?					<u> </u>		
Part VI	Amortization			<u></u>	(1)			(6)	Write-in / Literal /
	(a) Depreciation of costs	(b) Date amort begins	(c Am amo	ort	(d) Code section	(e) Amoi period percei	or	(f) Amort for this Yr	Attachments
42	Start up	01/01/2006	\$6,0	00	195	5 Yr		\$500	
43	Amort of costs								
	before 2006 TY								
44	Total					\$5	500		

Form 4	4797 Sales of Busines	ss Property	2006
	Jennings Boats LLC		
EIN: 60	6-000002		
	Line Description	Line Amount	Write-in / Literal / Attachments
1	Gross receipts fm sales or exchg		
Part I	Sales or Exchanges of Property Used i	in a Trade or Business	
2(a)	Description of property		
2(b)	Date acquired		
2(c)	Date sold		
2(d)	Gross sales price		
2(e)	Depreciation allowed		
2(f)	Cost or other basis		
2(g)	Gain or (loss)		
3	Gain fm F4684		
4	Sec 1231 gain fm F6252		
5	Sec 1231 gain fm F8824		
6	Gain fm casualty or theft		
7	Combine lines 2 to 6		
8	Nonrecaptured net sec 1231 loss		
9	Subtract line 8 from line 7		
9 Part II		1	I
10(a)	Description of property		
$\frac{10(a)}{10(b)}$	Description of property Date acquired		
10(b) 10(c)	Date sold		
10(c) 10(d)	Gross sales price		
10(u) 10(e)	Depreciation allowed		
	Cost or other basis		
10(f)			
10(g)	Gain or loss		
11	Loss fm line 7		
12	Gain fm line 7		
13	Gain fm line 31		
14	Net gain F4684		
15	Ordinary gain F6252		
16	Ordinary gain F8824	\$9,000	
17	Combine lines 10 to16	\$9,000	
18a	Part of loss F4684		
18b	Redetermined gain or (loss) on line 17		
Part II		der Sections 1245, 1250, 125	2, 1254 and 1255
19(a)	Description of property		
19(b)	Date acquired		
19(c)	Date sold		
20	Gross sales price		
21	Cost or other basis		
22	Depreciation allowed		
23	Adjusted basis		
24	Total gain		
25a	Depreciation allowed		
25b	Smaller of lines 24 and 25a		
26a	Additional depreciation after 1975		
26b	Applicable %		
26c	Subtract line 26a from line 24		
26d	Additional depreciation after 1969		
	Line Description	Line Amount	Write-in / Literal / Attachments
	Smaller of lines 26c and 26c		
26e	Sinanci of thes zoc and zoc		
26e 26f	Sinariei of mies 20c and 20c Sec 291 amount		

Form 4	797	Sales of Busines	s Property		2006
27a	Soil, water, land				
27b	Line 27 multiplied by	applicable %			
27c	Smaller of lines 24 ar	nd 27b			
28a	Intangible drilling				
28b	Smaller of lines 24 ar	id 28a			
29a	Applicable % of payr	nent excluded			
29b	Smaller of lines 24 ar	id 29a			
30	Total gain all property	у		10,000	
31	Add property column	s A – D		10,000	
32	Subtract line 31 from	line 30			
Part IV	Recapture Amount	s Under Sections	179 and 280F(b)(2	2)	
33(a)	Sec 179 expn ded – S	ec 179			
33(b)	Sec 179 expn ded – S	ec 280F(b)			
34(a)	Recomputed deprc -				
34(b)	Recomputed deprc- S				
35(a)	Recapture amount – S				
35(b)	Recapture amount - S	Sec 280F(b)			

Forn	n 8271		r Reporting of Tax Shelter ation Number	2006					
Inves	Investor's name shown on return: Jennings Boats LLC								
Inves	stor's Identifying number:	66-0000	0002						
Inves	stor's tax year ended 12/3	1/2006							
	(a) Tax shelter Name		(b) Tax shelter Registration #		(c) Tax shelter identifying number				
1	XYZ Shelter		1111111111		11-0000011				
2									
3									
4									
5									
6									
7									
8									
9									
10									

Forn	n 8824	Like-Kind Exchanges	2006					
Nam	Name: Jennings Boats LLC							
Iden	Identifying number: 66-0000002							
1	Description of like-l	kind property given up	1998 Honda Accord					
2	Description of like-l	kind property received	2006 Pilot					
3	Date like-kind prop acquired (month, da	erty given up was originally ny, year)	09/06/1999					
4	Date you actually tr other party (month,	ansferred your property to day, year)	07/21/2006					
5	Date like-kind property you received was identified by written notice to another party (month, day, year)		07/21/2006					
6	Date you actually re from other party (m	ceived the like-kind property onth, day, year)	07/21/2006					

7	Was exchange of property given up or received				
	made with a related party, either direct		NO		
	indirectly. If yes, complete Part II. If no				
	III □Yes □No	, 0			
Part II	Related Party Exchange Information				
8	Name of related party Rel	ationship to y	ou	Related party's identifying number	
	Address				
9	During this tax year (and before the date t exchange), did the related party directly o part of the like-kind property received fro	r indirectly (so m you in the e	uch as through and exchange?	intermediary) sell or dispose of any □Yes □No	
10	During this tax year (and before the date t exchange), did you sell or dispose of any □No	part of the like	e-kind property yo	u received? DYes	
11	If one of the exceptions below applies to t a \square The disposition was after the death of	either of the r	elated parties		
	b \square The disposition was an involuntary co c \square You can establish to the satisfaction o				
	$c \square$ Fou can establish to the satisfaction of avoidance as its principal purpose. If box			ge not the disposition had tax	
	Name shown on tax return:	enecked, atta	en an explanation		
	Your social security number"				
Part II	I Realized Gain or (Loss), Recognized G	ain, and Basi	s of Like-Kind Re	eceived	
	Line Description	Line An		Write-in / Literal / Attachments	
12	Fair market Value (FMV) of other proper	ty			
	given up				
13	Adjusted basis of other property given up				
14	Gain or (loss) recognized on other proper	у			
15	given up. Subtract line 13 from line 12				
15	Cash received, FMV of other property received, plus liabilities assumed by other				
	party, reduced (but below zero) by				
	exchange expenses you incurred		\$9,000		
16	FMV of like-kind property your received		\$30,000		
17	Add lines 15 and 16		\$39,000		
18	Adjusted basis of like-kind property you				
	gave up, net amounts paid to other party,				
	plus any exchange expenses not used on				
10	line 15		\$25,000		
19	Realized gain or (loss). Subtract line 18		¢14.000		
20	from line 17 Enter smaller of line 15 or line 19		\$14,000 \$9,000		
20	Ordinary income under recapture rules.		\$9,000		
	Enter her on F4797 line 16				
22	Subtract line 21 from lien 20. Enter here	4			
	and on Sch D or F4797, unless installmen method applies	L	\$9,000		
23	Recognized gain. Add lines 21 and 22		\$9,000		
24	Deferred gain or (loss). Subtract line 23		\$7,000		
	from line 19.		\$5,000		
25	Basis of like-kind property received.				
	Subtract line 15 from the sum of lines 18				
	and 23		\$25,000		

		e of Income, Dedu	ctions, Credi	ts, etc. 2006
Tax yea	ar beginning January 1, 2006 ending December 3	31, 2006		1
	Final K-1			
	Amended K-1			
Part I	Information About the Corporation	1		1
	Line Description	Line Amount		Write-in / Literal / Attachments
Α	Partnership's employer identification number	66-000	0002	
B	Partnership's name, address, city, state, and Zip	Jennings B	oats LLC	
	code	RT 1 Bo		
		Bar Harbor,	ME 04609	
С	IRS Center where corporation filed return	Ogd	en	
D	Check if Publicly traded partnership (PTP)			
Е	Tax shelter registration number, if any			
F	Check if Form 8271 is attached	X		
Part II	Information About the Partner			
G	Partner's Identification number	001-06-	0004	
Н	Partner's name, address, city, state and ZIP code	Horace J	ennings	
		PO Box		
		Bar Harbor,		
Ι	□ General partner or LLC member-manager	General part		
	Limited partner or other LLC member	member-r	nanager	
J	□ Domestic partner			
	Foreign partner	Domestic		
K	What type of entity is this partner?	Indivi	dual	
L	Partner's share of profit, loss and capital			
		Beginning%	Ending%	
	Profit	0	50	
	Loss	0	50	
	Capital	0	50	
Μ	Partner's share of liabilities at year end:			I
	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$		\$2,375,869	
Ν	Partner's capital account analysis:			I
	Beginning capital account \$			
	Capital contributed during the year \$		\$25,000	
	Current year increase (decrease) \$		(\$258,625)	
	Withdrawals & distributions \$			
	Ending capital account \$			
			(\$233,625)	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book			
D / T-	$\Box \text{ Other (explain)}$			
Part II	I Partner's Share of Current Year Income, Dec	uctions, Credits,	and Other Ite	
	Line Description			Write-in / Literal / Attachments
1	Ordinary business income (loss)		(\$354,303)	
2	Net rental real estate income (loss)			
3	Other net rental income (loss)			
4	Guaranteed payments		\$110,000	
5	Interest income		\$125	
6a	Ordinary dividends			
6b	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			
9b	Collectibles (28%) gain (loss)			

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	A (\$151,902)	
		C \$2,258,392	
15	Credits & credit recapture	M \$200	
		U \$178	
16	Foreign transactions		
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense	C \$300	
19	Distributions		
20	Other Information	A \$125	

тил у	ear beginning January 1, 2006 ending December 3 Final K-1	1, 2000		
		_		
Dant	Amended K-1 I Information About the Corporation			
<u>r art</u>	Line Description	Line Amount		Write-in / Literal Attachments
Α	Partnership's employer identification number	66-000	0002	
B	Partnership's name, address, city, state, and Zip code	Jennings B RT 1 Bo Bar Harbor,	ox 843	
С	IRS Center where corporation filed return	Ogd	en	
D	Check if Publicly traded partnership (PTP)			
Е	Tax shelter registration number, if any			
F	Check if Form 8271 is attached	X		
Part 1	II Information About the Partner			
G	Partner's Identification number	001-06-		
Н	Partner's name, address, city, state and ZIP code	Lionel C 4640 Mad Boston, M	ison Ln	
Ι	□ General partner or LLC member-manager	Limited partner or other		
	□ Limited partner or other LLC member	LLC me	ember	
J	□ Domestic partner			
	□ Foreign partner	Domestic partner		
K	What type of entity is this partner?	Indivi	dual	
L	Partner's share of profit, loss and capital	Beginning%	Ending%	
	Profit	0	50	
	Loss	0	50	
	Capital	0	50	
Μ	Partner's share of liabilities at year end:			
	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$		\$2,375,869	
N	Partner's capital account analysis:			1
	Beginning capital account \$			
	Capital contributed during the year \$		\$25,000	
	Current year increase (decrease) \$		(\$258,625)	
	Withdrawals & distributions \$			
	Ending capital account \$		(\$233,625)	
	□ Tax basis □ GAAP □ Sect 704(b) book □ Other (explain)	Tax B	asis	

Part I	II Partner's Share of Current Year Income, Deduction	is, Credits, and Other Ite	
	Line Description		Write-in / Literal / Attachments
1	Ordinary business income (loss)	(\$354,302)	
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Guaranteed payments		
5	Interest income	\$125	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	A \$27,500 C \$2,258,391	
15	Credits & credit recapture	M \$200 U \$178	
16	Foreign transactions		
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense	С \$300	
19	Distributions		
20	Other Information	A \$125	

TEST SCENARIO 3

FORMS REQUIRED: 1065, Schedule M-3 (Form 1065) 4562, 8865, 1065 SCH K-1 (3), 8865, 8865 SCH O, 8865 SCH P, DEPENDENCIES

ATTACHMENTS: Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement Other Income (Loss) Statement Itemized Other Deduction Statement Publicly Traded Partnership Statement Ownership of Any Interest in Another Partnership or Foreign Entity Statement Section 754 Election Income (Loss) From Foreign Partnerships Schedule

BINARY ATTACHMENTS: None

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm: Electronic Tax Filers, Inc 123 Any Street Anytown, NY 11717

MultipleSoftwarePackagesUsed: Yes or No

Originator:	EFIN: Self-select
-	Type: ERO
	PractionerPIN:
	EFIN: Self-select
	PIN: Self-select
	PIN Entered by – ERO

Signature Option: PIN Number

Return Type:

Filer:	EIN: 66-0000003 Name: Carlton Asset Management L P Name Control: CARL Address: 1678 South Hoover Blvd San Francisco, CA 94101
Partner:	Name: Tony Carlton Title: President Taxpayer PIN: Phone: 555-555-5555 Email Address: Anymail@email.com DateSigned: 03/15/2006
Preparer:	Name: John Smith SSN: 153-10-0001 Phone: 631-555-1212 Email Address: Anymail@email.com Date Prepared: 03/14/2006 Self Employed: No
IRS PAYMENT:	N/A

Details for attachments to Form

Attachment 1, Form 1065, Line 4 (Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement)

Partnership, Estate or	Address	EIN	Trade or	Amount
Trusts Name			Business	
			Activity	
Mai Tai Investments	1-2-3 Ginsu Chuo-Ku	11-0000001	Security	\$10,229,525
	Tokyo, 190-2182		Dealing	

Attachment 2, Form 1065, Page 1, Line 7 (Other Income (Loss) Statement)

Cancellation of Debt	\$540,000
Services Fees	\$399,880,252

Attachment 3, Form 1065, Page 1, Line 20 (Itemized Other Deductions Statement)

Legal and Accounting	\$216,572	
Bank Fees	\$142,080	
Travel and	\$40,000	
Entertainment		

Attachment 4, Form 1065 (Publicly Traded Partnership Statement)

3.5% Publicly Traded Partnership Tax	Overpayment	Balance Due	Zero Liability	Data Stream for Computation
\$14,372,742	0	0	0	Total Income multiplied by 3.5%

Attachment 5, Form 1065, Schedule B, Question 3 (Ownership of Any Interest in Another Partnership or Foreign Entity Statement)

Type of Entity	Entity Name	EIN	Country
Partnership Mai Tai Partnership		11-0000001	Japan

Attachment 6, Form 1065, Page 2, Schedule B, Line 11 (Section 754 Election)

Name of Partnership	Carlton Asset Management L P	
Doutnoushin Addussa	1678 South Hoover Blvd	
Partnership Address	San Francisco, CA 94101	
	We elect under code section 754 to adjust the	
Section 754 Declaration	inside basis or partnership assets in accordance	
	with code section 743, 734 and 755.	

Attachment 7, Form 1065, Schedule M-3, Part II, Line 8 (Income (Loss) From Foreign Partnerships Schedule)

Name	EIN	EOY Profit Sharing Percentage	EOY Loss Sharing Percentage	Income per Income Statement	Amount
Mai Tai Invest ments	11-0000001	25%	25%	\$10,229,525	\$10,229,525

Form	1065 Test U.S. Return of Part	nership Income Tax	2006
Calenc	dar Year 2006 or tax year beginning 1/1	, 2006, ending 12/31	, 2006
Α	Principal business activity	Management	
B	Principal product or service	Financial Investment	
С	Business code number	523900	
Name	and Address: Carlton Asset Management I	P 1678 South Hoover B	Blvd San Francisco, CA 94101
D	Employer Identification number	66-000003	
E	Date business started	10/23/1998	
F	Total assets	\$5,416,542	
G	Check applicable boxes 1,2,3,4,5		
Н	Check accounting method 1,2,3	1	
Ι	Number of Schedule K-1	3	
J	Check if Schedule M-3 Required (attach		
	Schedule M-3)		
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales		
1b	Less returns and allowances		
1c	Balance		
2	Cost of goods sold (Sch A, line 8)		
3	Gross profit. Subtract line 2 from 1c		
4	Ordinary income or (loss)	\$10,229,525	Attachment 1
5	Net farm profit (loss) F1040		
6	Net gain (loss) F4797		
7	Other income or (loss)	\$400,420,252	Attachment 2
8	Total income. Add lines 3 through 10	\$410,649,777	
9	Salaries and wages (less employment		
	credits)	\$1,222,990	
10	Guaranteed payments to partners	\$561,900	
11	Repairs and maintenance	\$8,610	
12	Bad debts		
13	Rent	\$729,654	
14	Taxes and licenses	\$871,972	
15	Interest	610, 100	
<u>16a</u>	Depreciation (attach Form 4562)	\$19,433	
16b	Less depreciation claimed on Sch A	¢10,422	
16c	Total depreciation	\$19,433	
17	Depletion	\$245 (7 9	
18 19	Retirement plans, etc Employee benefit programs	\$345,678	
20	Other deductions	\$200 (E)	Attachmont 3
20 21	Total deductions (add lines $9 - 20$)	\$398,652 \$4,158,889	Attachment 3
21	Ordinary business income (loss) (Subtract	\$4,130,009	
<u> </u>	Line 21 from Line 8	\$406,490,888	
Sched		\$700, 1 70,000	
<u> </u>	Inventory at beginning of year		
2	Purchases less cost of items		
3	Cost of labor		
4	Additional section 263A costs		
5	Other costs		
6	Total. Add lines 1 - 5		
7	Inventory at the end of year		
8	Cost of goods sold. Subtract Line 7		
0	from 6		
9a (i)	Cost in regulations 1.471-3		
9a (ii)	Lower of cost or market		
9a (iii)			
9b	Check if writedown		

9c	Charly if the LIEO was adopted		
90 9d	Check if the LIFO was adopted		
90 9e	Section 263A rules apply		
9e	Change in determining quantities, cost, valuations		
Sched			
	Domestic general partnership		[
1a 1b	Domestic limited partnership	X	
	Domestic limited partietsinp Domestic limited liability company	Λ	
1c 1d	Domestic limited liability partnership		
1u 1e	Foreign partnership		
le lf	Other		
2	Any partners in this partnership also	Y	
2	partnerships?	1	
3	Partnership own interest in another	Y	Attachment 5
5	partnership or foreign entity?	L	Attachment 5
4	Partnership file Form 8893?	Ν	
- 5a	Partnership total receipts <\$250,000	N	
5b	Partnership total assets <\$600,000	N	
50 5c	Filed Schedule K-1 with return?	N	
6	Partnership have foreign partners?	N	
7	Partnership publicly traded partnership?	N	
8	Partnership filed F8264?	N	
9	Partnership have an interest in or a	N	
	signature, or other authority over		
	financial account in foreign country?		
10	Partnership receive distribution from,	Ν	
	granter of, transferor to foreign trust?		
11	Distribution of property or transfer of	Y	Attachment 6
	partnership interest?		
12	Number of Forms 8865 attached	1	
	Name of designated TMP		
	Identifying number of TMP		
	Address of designated TMP		
	Schedule K Partners' Distributive Share It		
1	Schedule K Partners' Distributive Share It Ordinary business income (loss)	ems \$406,490,888	
1 2	Schedule K Partners' Distributive Share It Ordinary business income (loss) Net rental real estate income (loss)		
1 2 3a	Schedule K Partners' Distributive Share It Ordinary business income (loss) Net rental real estate income (loss) Other gross rental income (loss)		
1 2 3a 3b	Schedule K Partners' Distributive Share It Ordinary business income (loss) Net rental real estate income (loss) Other gross rental income (loss) Other rental activities expenses		
1 2 3a	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) Subtract		
1 2 3a 3b 3c	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3a	\$406,490,888	
1 2 3a 3b 3c 4	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed payments	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest Income	\$406,490,888	
1 2 3a 3b 3c 4 5 6a	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividends	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividends	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyalties	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Net long-term capital gain (loss)	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Net long-term capital gain (loss)Collectibles (28%) gain (loss)	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Net long-term capital gain (loss)Unrecaptured section 1250 gain	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Collectibles (28%) gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Collectibles (28%) gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Other income (loss)	\$406,490,888 \$561,900 \$36,525	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11 12	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Collectibles (28%) gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Other income (loss)Section 179 deduction	\$406,490,888 5561,900	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11 12 13a	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Collectibles (28%) gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Section 179 deductionContributions	\$406,490,888 \$561,900 \$36,525	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11 12 13a 13b	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Net long-term capital gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Other income (loss)Section 179 deductionContributionsInvestment interest expenses	\$406,490,888 \$561,900 \$36,525	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11 12 13a 13b 13c	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Vet long-term capital gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Other income (loss)Section 179 deductionContributionsInvestment interest expensesSection 59(e)(2) expenditures (type)	\$406,490,888 \$561,900 \$36,525	
1 2 3a 3b 3c 4 5 6a 6b 7 8 9a 9b 9c 10 11 12 13a 13b	Schedule K Partners' Distributive Share ItOrdinary business income (loss)Net rental real estate income (loss)Other gross rental income (loss)Other rental activities expensesOther net rental income (loss) SubtractLine 3b from 3aGuaranteed paymentsInterest IncomeOrdinary dividendsQualified dividendsRoyaltiesNet short-term capital gain (loss)Net long-term capital gain (loss)Unrecaptured section 1250 gainNet section 1231 gain (loss)Other income (loss)Section 179 deductionContributionsInvestment interest expenses	\$406,490,888 \$561,900 \$36,525	

13d	Other deductions		
14a	Net earnings (loss) self employment	\$41,210,989	
14b	Gross farming or fishing income	\$ 11,210,909	
14c	Gross nonfarm income	\$365,279,899	
15a	Low-income housing credit $42(j)(5)$	<i>••••••</i>	
15b	Low-income housing credit (other)		
15c	Qualified rehabilitation expenditures		
15d	Other rental real estate credits		
15e	Other rental credits		
15f	Other credits and credit recapture		
16a	Name of country or U.S. possession		
16b	Gross income from all sources	\$10,229,525	
16c	Gross income sourced at	, ,	
	partnership level		
16d	Passive		
16e	Listed categories		
16f	General limitation		
16g	Interest expense		
16h	Other		
16i	Passive		
16j	Listed categories		
16k	General limitation		
16l	Total foreign taxes Paid \Box Accrued \Box	\$632,510	
16m	Reduction in taxes available for credit		
16n	Other foreign tax information		
17a	Post 1986 depreciation adjustment		
17b	Adjusted gain or loss		
17c	Depletion (other than oil and gas)		
17d	Oil, gas, and geothermal properties-gross		
15	income		
17e	Oil, gas, and geothermal properties-		
176	deductions		
17f	Other AMT items		
18a 18b	Tax-exempt interest income Other tax-exempt income		
18b 18c	Nondeductible expenses	¢1 111	
18c 19a	Distri of cash & marketable securities	\$1,111 \$408,202,737	
19a 19b	Distributions of other property	\$400,202,737	
190 20a	Investment income	\$36,525	
20a 20b	Investment income	\$30,325	
200 20c	Other items and amounts		
200	Other items and amounts		

	Analysis of Net								
1	Net income (lo	oss) Combine S	chK li	ne 1 –					
	11; Subtract su	ım SchK line 1	2 - 136	l, and	\$40	6,413,471			
	161		-						
	(i) Corporate	(ii)	(iii)		(iv) Pa	rtnership652		Exempt	(vi) Nominee
		Individual	Indiv	vidual			org	anization	Other
		(active)	(pass	sive)					
2a	Analysis								
	by				\$4	0,641,347			
	General				ΦΤ	0,041,347			
	partners								
2b	Analysis								
l	by		\$4 ()64,134	\$36	51,707,990			
	Limited		φ - ,	,104	φ50	1,707,990			
	partners								
Sched	lule L Balanc	e Sheets per B							1
		Beginnin	g of ta	ax year		Enc	l of ta	ax year	Write-in /
				1					Literal
	Assets	(a)		(t		(c)		(d)	-
1	Cash			\$5,2	222,150			\$6,027,450	
2a	Trade notes					\$42,	555		
2b	Less allowance	e							
3	Inventories								
4	U.S. govt oblig	3							1
5	Tax-exempt								
	securities								
6	Other current								
	assets								
7	Mortgage & re	al							
	estate loan								
8	Other								
-	investments								
9a	Bldgs & other								
	deprec assets	\$1,62	1,740			\$1,682,	950		
9b	Less accumu-	61.25	2 250	0.0	40.261	61 435		6347 007	
10	lated deprec	\$1,37	2,379	\$2	249,361	\$1,435,	144	\$247,806	
10a	Depletable ass	ts							
10b	Less accumu-								
11	lated depletion								
11 12a	Land Intangible asse	te							
12a 12b	Less accum	515							-
140	amortization								
13	Other assets								
13	Total assets			\$5 /	181,751			\$6,275,256	
17	Liabilities	(a)		(t		(c)		(d)	'
15	Accourt			(L	<i>'</i>)			(u)	+
15	payat								
	payat			\$4	433,823			\$3,049,605	
16	Mortgag	es.		-0-				<i>\$6,617,000</i>	1
10	notes, bon								
	payable < 1								
17	Other curre								
±/	liabilit								
18	All nonrecour								1
	loa							\$540,000	
19	Mortgag							2010,000	

	notes, bonds						
	payable > 1yr						
20	Other liabilities					\$2,37	5,869
21	Partners' capital						
	accounts		\$5,	047,928		\$2,68	5,651
22	Total liabilities						
	and capital			481,751		\$6,27	5,256
Schedu		liation of Income	(Loss) j				
	Line Description			Line A	mount	Write-in / Lit	teral
1	Net Income (loss)						
2		on SchK lines 1, 2, 3					
		, not recorded on th	ne				
	books this year (ite						
2	Total Income Inclu						
3	Guaranteed payme	ents (other than hea	lth				
	insurance)						
4a		l on books (itemize)				
	Depreciation						
4b	Travel & entertain						
4	Total Income Expe	enses					
5	Add lines $1 - 4$						
6a	Income recorded of	on books (itemize) t	ax-				
	exempt interest						
6	Total Income Reco						
7a		arged against book					
	(itemize) depreciat						
7	Total Itemized De						
8	Total Income/Ded	uctions					
8	Add lines 6 and 7						
9		alysis of net incom					
		tract line 8 from line					
Sched		s of Partners' Cap	ital Ac	counts			
1	Balance at beginni				\$5,037,928		
2a	Capital contributed						
2b	Capital contributed						
3	Net income (loss)				\$405,850,460		
4	Other increases (it						
5	Add lines 1 throug				\$410,888,388		
6a	Distributions - Ca				\$408,202,737		
6b	Distributions – Pro						
7	Other decreases (in	temized)					
8	Add lines 6 and 7						
9		year. Subtract line 8	3				
	from line 5				\$2,685,651		

Form Sc	chedule M-3 (1065) Net	Income (Loss) Reconciliation for	· Certain Partnerships
Name: (Carlton Asset Management L P		
EIN: 66	-0000003		
	Line Description	Line Amount / Information	Write-in / Literal
Α	Total Assets End Of Tax Year is		
	Equal to \$10 million or more		
	Adjusted Total Assets For Year is		
В	Equal to \$10 million or more		
	Total Receipts For Taxable Year is		
С	Equal to \$35 million or more	X	
	An Entity that is a Reportable Entity		
	Partnerdeemed to own interest 50		
D	percent or more		
E	Voluntary Filer		
Part I	Financial Information and Net Income	e (Loss) Reconciliation	-
	Did Partnership File SEC Form 10-		
1a	K	Yes	
	Did Partnership Prepare Certified		
1b	Audited Income Statement		
	Did Partnership Prepare Income		
1c	Statement		
2a	Beginning Income Statement Period	01/01/2006	
2a	Ending Income Statement Period	12/31/2006	
	Has Partnership's Income Statement		
2b	Been Restated	No	
	Has Partnership's Income Statement		
	Been Restated For Any Of Five		
2c	Statement Periods	No	
	Worldwide Consolidated Net		
3	Income (Loss)	\$405,850,460	
	Net Income From Nonincludible		
4a	Foreign Entities		
	Net Income Nonincludible Foreign		
4b	Entities		
_	Net Income From Nonincludible		-
5a	U.S. Entities		
7 1	Net Income From Nonincludible US		
<u>5b</u>	Entities		
6a	Other Includible Entities Schedule		
(h	Net Loss Of Other Nonincludible		
6b	Entries		
	Adjustment To Eliminations Of		
7	Transactions Between Partnership		
7	And Nonincludible Entities		
0	Adjustment to reconcile income		
<u>8</u> 9	statement period		
	Other adjustments	£405 850 4 <u>60</u>	
10	Net income (Loss)	\$405,850,460	

Schedule	e M-3 (Form 1065) 2006 Pag	ge 2				
PART	II RECONCILIATION O	F NET INCOM	IE (LOSS) PE	R INCOME ST	ATEMENT OF PA	RTNERSHIP
		WITH INCOM				
		(a) Income (loss) per Income Stmt	(b) Temp Difference	(c) Perm Difference	(d) Income (loss) per Tax Return	Write-in / Literal
	Income (Loss) From					
	Equity Method Foreign					
1	Corporations					
	Gross Foreign Dividends					
	Not Previously Taxed					
2	Temporary Difference					
	Subpart F, QEF, And Similar Income					
3	Inclusions					
3	Gross Foreign					
	Distributions Previously					
4	Taxed					
	Income (Loss) From					
	Equity Method U.S.					
5	Corporations					
6	U.S. Dividends					
	Income (Loss) From					
7	U.S. Partnerships					
	Income (Loss) From					
8	Foreign Partnerships	\$10,229,525			\$10,229,525	Attachment 7
	Income (Loss) From					
0	Other Pass-Through					
9	Entities					
10	Items Relating To					
10	Reportable Transactions Interest Income					
11	Total Accrual To Cash					
12	Adjustment					
12	Hedging Transactions					
10	Mark-To-Market Income					
14	(Loss)					
15	Cost Of Goods Sold					
16	Sale Versus Lease					
	Section 481(a)					
17	Adjustments					
	Unearned/Deferred					
18	Revenue					
	Income Recognition					
10	From Long-Term					
19	Contracts					
20	OID Discount And Other					
20	Imputed Interest Income Statement	<u> </u>				
	gain/lossother than					
	Inventory and Pass-					
2 1a	Through Entities					
	Gross Capital Gains					
21b	From Schedule D					
	Gross Capital Losses					
21c	From Schedule D					
21d	Nat Gain/Loss Paparted					

	on Form 4797				
21e	Abandonment Losses				
21f	Worthless Stock Losses				
	Other Gain/Loss On				
21g	Disposition Of Assets				
	Other Income (Loss)				
22	Items With Differences				
	Total Income (Loss)				
23	Items	\$10,229,525		\$10,229,525	
24	Total Expense/Deduction Items	\$2,222	\$563,011	\$563,011	
25	Other Income (Loss) And Expense/Deduction	\$205 (10 7 12		\$205 (20.025	
25	Items	\$395,618,713		\$395,620,935	
26	Reconciliation Totals	\$405,850,460	\$563,011	\$406,413,471	

Schedule M-3 (Form 1065) 2006 Page 3

PART III RECONCILIATION OF NET INCOME (LOSS) PER INCOME STATEMENT OF PARTNERSHIP WITH INCOME (LOSS) PER RETURN – EXPENSE/DEDUCTION ITEMS

	PARTNERSHIP WITH IN	COME (LOSS)	PER RETURN	– EXPENSE/DI	EDUCTION ITEN	1S
	Equity-based					
1	compensation					
	Meals and					
2	Entertainment	\$2,222		\$1,111	\$1,111	
3	Fines and Penalties					
4	Judgments, damages					
5	Guaranteed Payments			\$561,900	\$561,900	
	Pension And Profit-					
6	Sharing					
	Other Post-Retirement					
7	Benefits					
	Deferred					
8	Compensation					
	Charitable					
	Contribution Of Cash					
9	And Tangible Property					
	Charitable					
	Contribution Of Cash					
	And Intangible					
10	Property					
	Organizational					
	Expenses as per 1.709-					
11	2(a)					
	Organizational					
	Expenses as per 1.709-					
12	2(b)					
	Current Year					
	Acquisition/Reorganiz					
12	ation Investment					
13	Banking Fees					
	Current Year					
	Acquisition/Reorganiz ation Investment					
14	Accounting Fees					
14	Accounting Fees Amortization/Impairm					
15	ent Of Goodwill					
15	Amortization Of					
10	Amoruzation UI					

	Acquisition,				
	Reorganization, And				
	Start-Up Costs				
	Other Amortization Or				
17	Impairment Write-Offs				
17	Section 198				
	Environmental				
10					
18	Remediation Costs				
19	Depletion				
17	Depietion				
20	Depreciation				
21	Bad Debt Expenses				
	· ·				
22	Interest Expense				
22					
23	Purchase Versus Lease				
	Domestic Production				
24	Activities Deduction				
	Other				
	Expenses/Deduction				
	Items With				
25	Differences				
	Total				
	Expenses/Deduction				
26	Items	\$2,222	\$563,011	\$563,011	
40	1101115	<i>WL9LLL</i>	\$505,011	\$505,011	

Form 4	562	Depreciati	ion and Am	ortization	2006				
Name:	Carlton Asset Manag	ement LP							
Business	s or Activity: Carlton	Asset Mana	gement LP						
EIN: 66	-0000003								
	Line Description			Line Amount		Wri	te-in / Lite	ral / Attac	hments
Part I	Election to Expense	Certain Proj	perty Under	Section 179					
1	Maximum amount				105,000				
2	Total cost of section 179 prop								
3	Threshold cost of sec		р		420,000				
4	Reduction in limitati								
5	Dollar limitation for								
6(a)	Description of Prope	rty		Office Equipm					
6(b)	Cost				\$23,456				
6(c)	Elected cost				\$23,456				
6(a)	Description of Prope	rty		Furniture/fixtu					
6(b)	Cost				\$19,876				
6(c)	Elected cost				\$19,876				
7	Listed property	170			0 40 000				
8	Total elected cost of	sec 179 prop)		\$43,332				
9	Tentative deduction				\$43,332				
10 11	Carryover of disallow Business income lim		11	đ	105 000				
11					105,000				
12	Section 179 expense Carryover of disallow		n		\$43,332				
15 Part II	Special Depreciation			Donrogiation					
14	Special depreciation			Depreciation					
15	Property subject to se		election						
16	Other depreciation				\$\$434				
Part III	±	ion - Sectior	ı A		φ φισι				
17	•				¢10.000				
	MACRS deductions				\$18,999				
18 Section	Sec $168(i)(4)$ election		ng 2006 Tar	. Voor Hoing the	Conoral	Done	aciation S-	ratam	
Section	B – Assets Placed in S (a)		(c)	(d)	(e)	Depr	(f)		Write-in
	(a) Classification of	(b) Month	Basis for	Recovery	Conven	tion	(1) Method	(g) Deprc	/ Literal
	property	& Year	deprec	period				deduct	/ Attach-
	F		F	P					ments
19a	3-year property								
19b	5-year property								
19c	7-year property								
19d	10-year property								
19e	15-year property								
19f	20-year property								
19g	25-year property								
19h	Residential rental								
10:	property								
19i	Nonresidential real								
Section	property	Country D- 1		Veer Ustra 4	A 14.c 4	P		S-set	
	C – Assets Placed in S	service Duri	ing 2006 Tay	x rear Using the	e Alternat	ive D	epreciation	n System	
20a	Class life 12-year					S/I			
20b 20c	40-year			<u>ا</u>	ИМ	S/L			
Part IV				N	/11//1	3/1			
21	Listed property		i						
41	Listed property								

Form 45	562	Depreciation a	and Amorti	zation	2006		
22	Total				\$19,433		
23	Assets for CY						
Part V	Listed Property						
	A – Depreciation and	d Other Informat	tion				
24a	Evidence?						
24b	Evidence written?						
25	Special depreciation	allowance					
26(a)	Type of property						
26(b)	Date in service						
26(c)	Business investment	: %					
26(d)	Cost or other basis						
26(e)	Basis for depreciation	on					
26(f)	Recovery period						
26(g)	Method/Convention						
26(h)	Depreciation deduct						
26(i)	Election Sec 179 co						
27(a)	Type of property						
27(b)	Date in service						
27(c)	Business investment	t %					
27(d)	Cost or other basis						
27(e)	Basis for depreciation	m					
27(f)	Recovery period						
27(g)	Method/Convention						
27(h)	Depreciation deduct	ion					
27(i)	Election Sec 179 co	st					
28	Add column (h), line	es 25 - 27					
29	Add column (i), line	26					
Section	B – Information on I	Use of Vehicles	•				
30(a)	Total bus/invest mil	es driven					
31(a)	Total commuting m	iles driven					
32(a)	Tot other personal n	niles driven					
33(a)	Total miles driven						
34	Vehicle available fo	r personal use?					
35	Vehicle used $> 5\%$						
36	Another vehicle ava						
	<u>C – Questions for Er</u>			cles for Use	by Their En	nployees	
37	Maint written policy						
38	Maint written policy		e				
39	Vehicles treated as p						
40	Provide > 5 vehicle?						
41	Qualified auto demo	onstration use?					
Part VI	Amortization						
	(a)Depreciation of costs	(b) Date amort begins	(c) Amort amount	(d)Cod e section	(e)Amort period or percent	(f)Amort for this Yr	Write-in / Literal / Attachments
42						1	
43	Amort of costs		1	1	1		1
	before 2006 TY						
44	Total						

Form	8865 Return of U.S Partnerships	5. Persons with Respect to Certai	n Foreign 2006
Tax ye	ear beginning 1/1 , 2006 ending	12/31 , 2006	·
Name:	Carlton Asset Management LP		
EIN: 6	66-0000003		
Addres	ss: 1678 S Hoover Blvd San Francisco,	, CA 94101	
	Line Description	Line Amount / Information	Write-in / Literal / Attachments
Α	Category of filer	3	
В	Filer's TY beginning and ending	01/01/2006	
	Filer's share of liabilities –		
С	Nonrecourse	12/31/2006	
	Filer's share of liabilities –		
С	Qualified nonrecourse	\$4,800,000	
С	Filer's share of liabilities - Other		
D	Name, Address, EIN		
E(1)	Name		
E(2)	Address		
E(3)	Identifying number		
E(4)	Check applicable box		
		Mai Tai Investments	
	Name and address of foreign	1-2-3 Ginsu, Chuo-Ku	
F1	partnership	Tokyo, 190-2182	
F2	EIN if any	11-0000001	
F3	Country under laws organized	Japan	
F4	Date of organization	09/30/1992	
F5	Principal place of business	Japan	
F6	Principal business activity code	523110	
F7	Principal business activity	Security Dealing	
F8a	Functional currency	Yen	
F8b	Exchange rate	.8739	
G1	Name, Address, EIN		
G2	Foreign partnership must file	Form 8804	
G3	Name, address of foreign agent		
	Name, address of person w/ custody		
G4	of books and location		
G5	Special allocation made	No	
G6	Number of F8858		
G7	How is partnership classified	Partnership	
G8	Owned separate units	No	
G9	Meet both requirements	No	
	rer's SSN or PTIN: 999-06-0007		1
		ic Tax Filers, Inc	
	rer's EIN: N/A		
	rer's Phone no.: 631-555-1212		
	ule A Constructive Ownership of Par	rtnership Interest	
	Check boxes that apply (a, b)	A	
		Carlton Asset Management	
	Name	LP	
		1678 S Hoover Blvd	
	Address	San Francisco, CA 94101	
	Identifying number	66-000003	
	Foreign person		
	Direct partner	No	
Sched	ule A-1 Certain Partners of Foreign		J
Seneu	Name		
	Address		
		Į	Ļ

Form	8865	Return of U.S Partnerships	Persons with Respect to Certain	n Foreign	2006				
	Identifying number								
	Foreign person								
Schedule A-2 Affiliation Schedule									
	Name								
	Address								
	EIN								
	Total ordinary incom	ne							
	Foreign partnership								
Schedu	Schedule B Income Statement – Trade or Business Income								
1a	Gross receipts								
1b	Less return and allow	vances							
1c	Net gross receipts or								
2	Cost of good sold	50105							
3	Gross profit								
4	Ordinary income								
5	Net farm profit								
6	Net gain (loss)								
7	Other income								
8	Total income								
0 9	Salaries and wages								
9 10	Guaranteed payment	e to prime							
	Repairs and mainten								
11 12	Bad debts	ance							
13	Rent								
14	Taxes and licenses								
15	Interest								
16a	Depreciation								
16b	Less depreciation								
16c	Net depreciation								
17	Depletion								
18	Retirement plans								
19	Employee benefits p	rograms							
20	Other deductions								
21	Total deductions								
22	Ordinary business in								
Schedu									
	*		es - Assets Held One Year or Les	s					
1(a)	Description of prope	rty							
1(b)	Date acquired								
1(c)	Date sold								
1(d)	Sales price								
1(e)	Cost or other basis								
1(f)	Gain or loss								
2	Short-term capital ga								
3	Short-term capital ga								
4	Prntshp share of sho	ort-term gain							
5	Net short-term gain								
Part II		Gains and Lass	ses - Assets Held More Than One	Year					
6(a)	Description of prope								
6(b)	Date acquired	2							
6(c)	Date sold								
6(d)	Sales price								
6(e)	Cost or other basis								
6(f)	Gain or loss								
V(1)	Juin 01 1055		1	I					

Form 8	8865 Return of U.S Partnerships	. Persons with Respect to Certai	n Foreign	2006					
7	Long-term capital gain fm F6252								
8	Long-term capital gain fm F8824								
9	Prntshp share of long-term gain								
10	Capital gain distribution								
11	Net long-term gain								
Schedu	Schedule K Partners Distributive Share Items								
	Line Description	Line Amount / Information	Write-in / L	literal					
1	Ordinary business income (loss)								
2	Net rental real estate income								
3a	Other gross rental income (loss)								
3b	Expenses fm other rent activities								
3c	Other net rental income (loss)								
4	Guaranteed payments								
5	Interest income								
6a	Ordinary dividends								
6b	Qualified dividends								
7	Royalties								
8	Net short-term capital gain								
9a	Net long-term capital gain								
9b	Collectibles								
9c	Unrecaptured section 1250 gain								
10	Net section 1231 gain								
11	Other income								
12	Sec 179 deduction								
13a	Contributions								
13b	Investment income exp								
13c1	Sec 59(e) type								
13c2	Sec 59(e) amount								
13d	Other deductibles								
14a	Net earnings								
14b	Gross farm income								
14c	Gross non farm income								
15a	Low-income housing credit								
15b	Low-income other								
15c	Qualified rehab expenditures								
15d	Other rental real estate credit								
15e	Other rental credits								
15f	Other credits and recapture								
16a	Name of country								
16b	Gross income all sources								
16c	Gross income sources								
16d	Passive								
16e	Listed categories								
16f	General limitation								
16g	Interest expense								
16h	Other								
16i	Passive								
16j	Listed categories								
16k	General limitation								
161	Total foreign tax								
16m	Reduction in taxes								
16n	Other foreign tax								
17a	Post-1986 depreciation								
17b	Adjusted gain/loss								

Form	8865	Return of U Partnership		Respect to Certain	ı Foreign	2006
17c	Depletion					
17d	Oil, gas and geothe	ermal - gross				
17e	Oil, gas and geothe	ermal - ded				
17f	Other AMT items					
18a	Tax-exempt incom	e				
18b	Other tax-exempt i	ncome				
18c	Nondeductible exp					
19a	Distribution of cash	h				
19b	Distribution of othe					
20a	Investment income	;				
20b	Investment expense	es				
20c	Other items and an					
Sched	ule L Balance Sheet					
	Beginning of tax		ax year	year End of tax year		Write-in /
	+	(a)			(d)	Literal
1	Cash	(a)	(b)	(c)	(a)	
1 2a	Cash Trade notes					
2a 2b	Less allowance					
<u>20</u> 3	Inventories					
3 4	U.S. govt oblig					
4 5	Tax-exempt					
5	securities					
6	Other current					
	assets					
7	Mortgage & real estate loan					
8	Other					
	investments					
9a	Bldgs & other deprec assets					
9b	Less accumu- lated deprec					
10a	Depletable assts					
10b	Less accumu- lated depletion					
11	Land					
11 12a	Intangible assets					
12a 12b	Less accum amortization					
13	Other assets					
13	Total assets					
14	Accounts					
	payable					
16	Mortgages, notes, bonds					
17	payable < 1yr Other current					
1/	liabilities					
18	All nonrecourse loans					
19	Mortgages, notes, bonds payable > 1yr					
20	Other liabilities					

Form	8865	Return of U.	S. Persons wi	th Respect to Certai	n Foreign	2006
		Partnerships				
21	Prnt Cap stock					
22	Total liabil/cap					
Sched	ule M Balance S	heets for Interest	t Allocation		•	
	Line Description		Line Amo	ount / Information	Write-in /	Literal /
					Attachmen	nts
1(a)	Total U.S. assets -					
1(b)	Total U.S. assets -					
2(a)	Passive income ca					
2(b)	Listed categories -					
2(c)	Gen limitation inc					
2(c)	Gen limitation inc					
Sched		iliation of Income	e (Loss) per Bo	ooks With Income (l	Loss) per Retu	irn
1	Net Income					
2	Income included of					
3	Guaranteed payme	ents				
4a	Depreciation					
4b	Travel & entertain					
4	Expenses recorded	d on books				
5	Add lines $1 - 4$					
6a	Tax-exempt intere					
6	Income recorded of	on books				
7a	Depreciation					
7	Deductions includ	ed on Sch K				
8	Add lines 6 & 7					
9	Income (loss) Sub					
Sched	ule M-2 Analysi		oital Accounts		-	
1	Balance at beg of					
2a	Capital contrib. –					
2b	Capital contrib. –					
3	Net Income (loss)					
4	Other increases –	itemized				
5	Add lines 1 – 4					
6a	Distributions – Ca					
6b	Distributions – Pr					
7	Other decreases -	item				
8	Add lines 6 – 7					
9	Balance at end of	year. Subtract line	:			
	8 from line 5					

Form Sch O (8865)				Transfer of Property to a Foreign Partnership 2006				j		
Name o	Name of Transferor: Carlton Asset				gement L P					
	EIN: 66-000003									
Name o	Name of Foreign Partnership: Mai Tai Investments									
		r Reportable U	Under S	Section	1 6038B			_		
Type of Propert		(a) Date of transfer	(b) Numl of ite transf	ms	(c) Fair market value on date of transfer	(d) Cost or other basis	(e) Section 704(c) allocation method	(f) Gain recogni on trans	ized	(g) Percentage interest in partnership after transfer
Cash			u				Inctilod			
Market securiti										
Invento	5									
Tangibl propert		08/08/2006	2	4	\$12,345	\$16,000				\$25
Intangi	ble									
propert	у									
Other										
propert										
Suppler Informa Require	ation									
Be Rep										
Part II		itions Reporta	ble Un				-			
		Description		Line	Amount		Write-in /I	literal / A	Attack	nments
(a)		of property								
<u>(b)</u>		f original transf	er							
(c)		f disposition					-			
(d) (e)	Manner of disposition Gain recognized by partnership		L							
(f)	Depreciation recapture recognized by partnership									
(g)	Gain a	llocated to part	ner							
(h)		ciation recaptured to partner	e							
Part II			ed und	er sect	ion 904(f)(3) or	r section 904	(f)(5)(F)?			
	Yes or	No Checkbox			No					

Form Sch P (8	Form Sch P (8865) Acquisitions, Dispositions, and Changes of Interests in a Foreign Partnership			2006	
Name of Persor	n filing Form 88	65: Carlton	Asset Manag	gement L P	
EIN: 66-00000	03				
Name of Foreig	n Partnership:	Mai Tai Inve	estments		
Part I Acquisi	tions				
(a) Name, Address and ID number of person	(b) Date of Acquisition	(c) Fair market value of interest acquired	(d) Basis of interest acquired	(e) Percentage of interest before acquisition	(f) Percentage of interest after acquisition
Mai Tai Investments	08/08/2006	\$12,345	\$16,000	0	25

Carlton Asset Management

66-0000003

Form Sch P (88	865)	Acquisitions, Dispositions, and Changes of Interests in a Foreign Partnership			2006

Part II Dispositions								
(a) Name, Address and ID number of person	(b) Date of Acquisition	(c) Fair market value of interest acquired	(d) Basis of interest acquired	(e) Percentage of interest before acquisition	(f) Percentage of interest after acquisition			
Part III Chan	ge in Proportio	onal Interest						
(a) Desc of Change	(b) Date of Change	(c) FMV of Interest	(d) Basis in Interest	(e) Percentage of interest before change	(f) Percentage of interest after change			

Part IV Supplemental Information Required to be Reported				

	K-1 (Form 1065) Partner's Shar	re of Income, Dedu	ctions, Credi	ts, etc. 2006
Taxy	year beginning January 1, 2006 ending Decem	ber 31, 2006		
	Final K-1			
	Amended K-1			
Part	I Information About the Corporation			
	Line Description	Line Amount		Write-in / Literal / Attachments
A	Partnership's employer identification number	66-000	0003	
B	Partnership's name, address, city, state, and Zip	Carlton	Asset	
	code	Managem	ent L P	
		1678 S Hoo	ver Blvd	
		San Francisco	, CA 94101	
С	IRS Center where corporation filed return	Ogde	en	
D	Check if Publicly traded partnership (PTP)	X		
E	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
Part	II Information About the Partner			
G	Partner's Identification number	11-000	0057	
H	Partner's name, address, city, state and ZIP code			
		7272 W Tru		
		Sacramento,		
I	□ General partner or LLC member-manager	General partr		
-	□ Limited partner or other LLC member	member-n		
J	□ Domestic partner		8	
•	\Box Foreign partner	Domestic	nartner	
K	What type of entity is this partner?	Partner		
L	Partner's share of profit, loss and capital	1 ur the	51115	
1	i utiler 5 shule of profit, 1855 und cupitur	Beginning%	Ending%	
	Profit	10	<u>10</u>	
	Loss	10	10	
	Capital	10	10	
M	Partner's share of liabilities at year end:	10	10	
IVI	Nonrecourse \$		\$54,000	
	Qualified nonrecourse financing \$		\$34,000	
	Recourse \$			
NI	Partner's capital account analysis:			
N			\$502 702	
	Beginning capital account \$		\$503,793	
	Capital contributed during the year \$			
	Current year increase (decrease) \$		<u>\$40,585,046</u>	
	Withdrawals & distributions \$	(\$	40,820,274)	
	Ending capital account \$		6369 = 6=	
	$= T_{\text{exc}} h_{\text{exc}} = O(A A B - O + 70A(A) 1 - 1)$		\$268,565	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book			
D /	□ Other (explain)	Sect 704(h		
Part	III Partner's Share of Current Year Income,	Deductions, Credit	s, and Other	
	Line Description			Write-in / Literal / Attachments
1	Ordinary business income (loss)		\$40,649,089	
2	Net rental real estate income (loss)		, .)	
3	Other net rental income (loss)			
4	Guaranteed payments		\$561,900	
5	Interest income		\$3,653	
5 6a	Ordinary dividends		ψ0,000	
oa 6b	Qualified dividends			
00 7	Royalties			
/ 8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			

9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction	\$4,333	
13	Other deductions		
14	Self-employment earnings (loss)	A \$4,121,099	
		C \$36,527,990	
15	Credits & credit recapture		
16	Foreign transactions	A Japan	
		B \$1,022,953	
		D \$1,022,953	
		L \$63,251	
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense	C \$111	
19	Distributions	A \$40,820,274	
20	Other Information	A \$3,653	

	K-1 (Form 1065) Partner's Share		ctions, Credi	ts, etc. 2006
Tax	year beginning January 1, 2006 ending Decembe	r 31, 2006		
	Final K-1	_		
D	Amended K-1			
Part	I Information About the Corporation	.		** 7 •, • /**•, • /
	Line Description	Line Amount		Write-in / Literal / Attachments
A	Partnership's employer identification number	66-000		
B	Partnership's name, address, city, state, and Zip	Carlton		
	code	Managem		
		1678 S Hoo		
~		San Francisco		
<u>C</u>	IRS Center where corporation filed return	Ogd	en	
D	Check if Publicly traded partnership (PTP)	X		
E	Tax shelter registration number, if any	_		
F	Check if Form 8271 is attached			
	II Information About the Partner	11.000	00=<	
G	Partner's Identification number	11-000		
H	Partner's name, address, city, state and ZIP code	ABC Inve		
		93 E Oa		
I		Los Angeles,		
1	 General partner or LLC member-manager Limited partner or other LLC member 	Limited partn LLC me		
J	\Box Dimited partner or other LLC member		mber	
J	□ Domestic partner □ Foreign partner	Domestic	nartnar	
K	What type of entity is this partner?	Partner		
r L	Partner's share of profit, loss and capital	Tartile	smp	
L	i artifer 5 share of profit, loss and capital	Beginning%	Ending%	
	Profit	89	Enuing /8 89	
	Loss	89	89	
	Capital	89	89	
M	Partner's share of liabilities at year end:	09	09	
TAT	Nonrecourse \$		\$480,600	
	Qualified nonrecourse financing \$	1	\$700,000	
	Recourse \$	1		
N	Partner's capital account analysis:	1		1
11	Beginning capital account \$	1	\$4,483,756	
	Capital contributed during the year \$	1	<i>\$</i> 1,100,700	
	Current year increase (decrease) \$	•	361,206,909	
	Withdrawals & distributions \$		63,300,436)	
	Ending capital account \$	(
			\$2,390,229	
	□ Tax basis □ GAAP □ Sect 704(b) book	1	~-,~, , , , , , , , , , , , , , , , , , ,	
	\Box Other (explain)	Sect 704(1	o) book	
Part	III Partner's Share of Current Year Income, D			Items
	Line Description	,		Write-in / Literal / Attachments
1	Ordinary business income (loss)	L C	361,776,890	Attachillents
<u>1</u> 2	Net rental real estate income (loss)	D	501,770,890	
<u>2</u> 3	Other net rental income (loss)	+		
<u>3</u> 4	Guaranteed payments	-		
<u>4</u> 5	Interest income		\$37 507	
5 6a	Ordinary dividends		\$32,507	
	Qualified dividends			
<u>6b</u> 7	Royalties	+		
7 8		+		
	Net short-term capital gain (loss)	+		
9a 9b	Net long-term capital gain (loss)	+		
7D	Collectibles (28%) gain (loss)			

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction	\$38,565	
13	Other deductions		
14	Self-employment earnings (loss)	A \$36,677,780	
		C \$325,099,110	
15	Credits & credit recapture		
16	Foreign transactions	A Japan	
		B \$9,104,277	
		D \$9,104,277	
		L \$562,934	
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense	C \$989	
19	Distributions	A \$363,300,436	
20	Other Information	A \$32,507	

		Partner's Share o		ctions, Credi	ts, etc. 2006
Tax	year beginning January 1 , 2006 en	iding December	31, 2006		
	Final K-1				
	Amended K-1				
Part	I Information About the Corpor	ation	I- ••••••••••••••••••••••••••••••••••		
	Line Description		Line Amount		Write-in / Literal / Attachments
A	Partnership's employer identification		66-000	0003	
B	Partnership's name, address, city,	state, and Zip	Carlton		
	code		Managem		
			1678 S Hoo		
2			San Francisco		
C	IRS Center where corporation file		Ogd	en	
D	Check if Publicly traded partnersh		X		
E	Tax shelter registration number, if	any			
F	Check if Form 8271 is attached				
	II Information About the Partner	r	001.07	0007	
G	Partner's Identification number	and ZID 1-	001-06-		
H	Partner's name, address, city, state	and ZIP code	Tony Ca 4819 S 1		
			4819 S I San Francisco		
I	General partner or LLC member	r_manager	Limited partn		
1	\Box Limited partner or other LLC m		Limited parti		
J	\Box Domestic partner of other ELC in				
0	\Box Foreign partner		Domestic	nartner	
K	What type of entity is this partner	7	Individ		
L	Partner's share of profit, loss and		Individ	auai	
1	i artifer 5 share of profit, 1055 and	cupitui	Beginning%	Ending%	
	Profit		1	1	
	Loss		1	1	
	Capital		1	1	
Μ	Partner's share of liabilities at yea	r end:	-		I
	Nonrecourse \$			\$5,400	
	Qualified nonrecourse financing	\$			
	Recourse \$				
N	Partner's capital account analysis:				
	Beginning capital account \$			\$50,379	
	Capital contributed during the yea	ır \$			
	Current year increase (decrease)			\$4,058,505	
	Withdrawals & distributions \$		(\$4,082,027)	
	Ending capital account \$		Ì		
				\$26,857	
	□ Tax basis □ GAAP □ Sect 704	(b) book			
	□ Other (explain)		Sect 704(1		
Part	III Partner's Share of Current	Year Income, De	ductions, Credit	s, and Other	
	Line Description				Write-in / Literal / Attachments
1	Ordinary business income (loss)			\$4,064,909	
2	Net rental real estate income (loss)			
3	Other net rental income (loss)				
4	Guaranteed payments				
5	Interest income			\$365	
	Ordinary dividends	-			
6a					
	Qualified dividends				
6a 6b 7					

9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction	\$433	
13	Other deductions		
14	Self-employment earnings (loss)	A \$412,110	
		C \$3,652,799	
15	Credits & credit recapture		
16	Foreign transactions	A Japan	
		B \$102,295	
		D \$102,295	
		L \$6,325	
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense	C \$11	
19	Distributions	A \$4,082,027	
20	Other Information	A \$365	

TEST SCENARIO 4

FORMS REQUIRED: 1065, 4562, 4797, 8308,1065 Sch D, 1065 Sch K-1 (3), Form 8453-PE, DEPENDENCIES

ATTACHMENTS: Other Income (Loss) Statement Itemized Other Deductions Statement Itemized Section 263A Costs Schedule Inventoriable Costs Paid Schedule Section 754 Election Partnership's Charitable Contributions Statement Other AMT Items Statement Schedule L Other Current Assets Statement Schedule L Other Assets Statement Schedule L Other Current Liabilities Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm	Electronic Tax Filers, Inc	66-000004
	1065 Efile Drive	
	Anytown, OR 97201	

MultipleSoftwarePackagesUsed: Yes or No

Originator:	EFIN: Self-select
0	Type: ERO
	PractionerPIN: None
	PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: 1065

Filer:	EIN: 66-0000001 Name: Eastlands Quarries Name Control: EAST Address: 2313 Jackson Ave Portland, OR 97208
Partner:	Name: Jonathan Teak
	Title: President
	Taxpayer PIN:
	Phone: 555-555-5555
	Email Address: Anymail@email.com
	DateSigned: 04/11/2006
Preparer:	Name: John Smith
-	SSN: 154-10-0001
	Phone: 555-555-5555
	Email Address: Anymail@email.com
	Date Prepared: 04/11/2006
	Self Employed: No
IRS PAYMENT:	N/A

Details for attachments to Form

Attachment 1, Form 1065, Page 1, Line 7 (Other Income (Loss) Statement)

Miscellaneous	36,522
---------------	--------

Attachment 2, Form 1065, Page 1 Line 20 (Itemized Other Deductions Statement)

Amortization	441,924
Insurance	75,606
Professional Fees	583,204
Miscellaneous	213,470

Attachment 3, Form 1065, Page 2, Schedule A, Line 4 (Itemized Section 263A Costs Schedule)

Rent	50,000
Utilities	24,212

Attachment 4, Form 1065, Page 2, Schedule A, Line 5 (Inventoriable Costs Paid Schedule)

Professional Fees	19,360
Utilities	1,321,610
Miscellaneous	225,142
Cost of Goods Sold	1,552,601

Attachment 5, Form 1065, Page 2, Schedule B, Line 11 (Section 754 Election)

Name of Partnership	Eastlands Quarries
Partnership Address	2313 Jackson Portland, OR 97208
Section 754 Declaration	Made a section 754 declaration

Attachment 6, Form 1065, Page 3, Schedule K, Line 13a (Partnership's Charitable Contributions Statement)

Type of Contribution	50% Cash Contribution
Amount	3,000

Attachment 7, Form 1065, Page 3, Schedule K, Line 17f (Other AMT Items Statement)

Stream (Length: 100,000 Characters)	This is where you place your	
	other AMT items information.	

Attachment 8, Form 1065, Page 4, Schedule L, Line 6b and 6d (Schedule L Other Current Assets Statement)

Туре	BOY Amount	EOY Amount
Prepaid Insurance	105,000	105,000
Deposit	45,000	20,000

Attachment 9, Form 1065, Page 4, Schedule L, Line 13b and 13d (Schedule L Other Assets Statement)

Туре	BOY Amount	EOY Amount
Other Assets	387,000	411,000

Attachment 10, Form 1065, Page 4, Schedule L, Line 17b and 17d (Schedule L Other Current Liabilities Statement)

Туре	BOY Amount	EOY Amount
Accrued Payroll	793,542	801,250
Accrued Profit Sharing	377,622	486,135

	1065 Test U.S. Return of Part	nership Income Tax	2006
Calend	ar Year 2006 or tax year beginning	/ / 0 /	2006
Α	Principal business activity	Quarries	
В	Principal product or service	Crushed Stone	
С	Business code number	66-000004	
Name	and Address: Eastlands Quarries 2313 Ja	ckson Portland, OR 972	208
D	Employer Identification number:	212310	
Е	Date business started	03/29/2002	
F	Total assets	28,234,548	
G	Check applicable boxes 1,2,3,4,5		
Н	Check accounting method 1,2,3	2	
J	Check if Schedule M-3 Required (attach		
	Schedule M-3)		
Ι	Number of Schedule K-1	3	
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales	\$15,200,800	
1b	Less returns and allowances	\$115,470	
1c	Balance	\$15,085,330	
2	Cost of goods sold (Sch A, line 8)	\$7,000,000	
3	Gross profit. Subtract line 2 from 1c	\$8,085,330	
4	Ordinary income or (loss)		
5	Net farm profit (loss) F1040		
6	Net gain (loss) F4797	\$37,400	
7	Other income or (loss)	\$36,522	Attachment 1
8	Total income. Add lines 3 through 10	\$8,159,252	
9	Salaries and wages (less employment		
	credits)	\$550,000	
10	Guaranteed payments to partners		
11	Repairs and maintenance	\$3,120,512	
12	Bad debts	\$11,411	
13	Rent	\$486,634	
14	Taxes and licenses	\$262,140	
15	Interest	\$38,106	
16a	Depreciation (attach Form 4562)	\$1,552,601	
16b	Less depreciation claimed on Sch A	\$1,552,601	
16c	Total depreciation	0	
17	Depletion	\$653,121	
18	Retirement plans, etc	\$53,721	
19	Employee benefit programs	\$287,416	
20	Other deductions	\$1,314,204	Attachment 2
21	Total deductions (add lines $9-20$)	\$6,777,265	
22	Ordinary business income (loss) (Subtract		
	Line 21 from Line 8	\$1,381,987	
Schedu			
1	Inventory at beginning of year	\$1,372,320	
2	Purchases less cost of items	\$1,512,263	
3	Cost of labor	\$2,130,412	
4	Additional section 263A costs	\$74,212	Attachment 3
5	Other costs	\$3,118,713	Attachment 4
6	Total. Add lines 1 - 5	\$8,207,920	
7	Inventory at the end of year	\$1,207,920	
8	Cost of goods sold. Subtract Line 7 from	\$7,000,000	
	6		
9a (i)	Cost in regulations 1.471-3		
9a	Lower of cost or market		
(ii)		Х	

Form	1065 Test U.S. Return of Parti	nership Income Tax	2006
9a	Other		
(iii)			
9b	Check if writedown		
9c	Check if the LIFO was adopted		
9d	Section 263A rules apply	Yes	
9e	Change in determining quantities, cost,	No	
	valuations		
Schedu			l
1a	Domestic general partnership		
1b	Domestic limited partnership	X 7	
1c	Domestic limited liability company	Х	
1d	Domestic limited liability partnership		
1e	Foreign partnership Other		
1f 2	Any partners in this partnership also	No	
2	partnerships?	INO	
3	Partnership own interest in another partnership or foreign entity?	No	
4	Partnership file Form 8893?	No	
4 5a	Partnership total receipts <\$250,000	<u> </u>	
5a 5b	Partnership total assets <\$600,000	NO	
50 5c	Filed Schedule K-1 with return?	No	
6	Partnership have foreign partners?	No	
7	Partnership publicly traded partnership?	No	
8	Partnership filed F8264?	No	
9	Partnership have an interest in or a	No	
	signature, or other authority over		
	financial account in foreign country?		
10	Partnership receive distribution from,	No	
	granter of, transferor to foreign trust?		
11	Distribution of property or transfer of	Yes	Attachment 5
10	partnership interest?		
12	Number of Forms 8865 attached		
	Name of designated TMP		
	Identifying number of TMP		
	Address of designated TMP		
1	Schedule K Partners' Distributive Share It Ordinary business income (loss)	\$1,381,987	
2	Net rental real estate income (loss)	\$1,301,907	
2 3a	Other gross rental income (loss)		
3b	Other rental activities expenses		
30 3c	Other net rental income (loss) Subtract		
	Line 3b from 3a		
4	Guaranteed payments		
5	Interest Income	\$14,225	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)	\$2,300	
9a	Net long-term capital gain (loss)	\$ (2500)	
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	\$ (56,500)	
11	Other income (loss)		
12	Section 179 deduction		
13a	Contributions	\$3,000	Attachment 6
13b	Investment interest expenses		

Form	1065 Test	U.S. Return of Partn	ership Income Tax	2006
13c	Section 59(e)(2) expe	enditures (type)	•	
13c	Section 59(e)(2) expe			
(2)		· · · ·		
13d	Other deductions			
14a	Net earnings (loss) se	elf employment	\$1,344,587	
14b	Gross farming or fish	ing income		
14c	Gross nonfarm incon		\$13,856,213	
15a	Low-income housing			
15b	Low-income housing			
15c	Qualified rehabilitati			
15d	Other rental real estat	te credits		
15e	Other rental credits			
15f	Other credits and cred			
16a	Name of country or U			
16b	Gross income from a			
16c	Gross income source	d at		
	partnership level			
16d	Passive			
16e	Listed categories			
16f	General limitation			
16g	Interest expense			
16h	Other			
16i	Passive			
16j	Listed categories			
16k	General limitation			
16l	Total foreign taxes P			
16m	Reduction in taxes av			
16n	Other foreign tax info			
17a	Post 1986 depreciation		\$ (199,426)	
17b	Adjusted gain or loss		\$ (15,622)	
17c	Depletion (other than		\$619,783	
17d	Oil, gas, and geother	mal properties-gross		
	income			
17e	Oil, gas, and geother	mal properties-		
150	deductions		# /AA 4.64\	
17f	Other AMT items		\$ (22,101)	Attachment 7
18a	Tax-exempt interest i			
18b	Other tax-exempt inc			
18c	Nondeductible expen		#1 000 000	
19a	Distri of cash & mark		\$1,900,000	
19b	Distributions of other	property		
20a	Investment income		\$14,225	
20b	Investment expenses			
20c	Other items and amore	unts		

	Analysis of N									
1	Net income	(loss) Combine S	chK lii	ne 1 –		\$1,336,512			
	/	t sum	SchK line 12	2 - 13d	l, and					
	161								-	
	(i) Corporat		(ii)	(iii)		(iv) Partn	ership		Exempt	(vi) Nominee
			Individual		vidual		org		ganization	Other
			(active)	(pass	sive)					
2a	Analysis		\$735,082							
	by									
	General									
	partners			() 1	120					
2b	Analysis			\$601	,430					
	by									
	Limited									
Calcad	partners		Chaster way D	. .						
Schet	iule L Bala	ince	Sheets per B Beginning				End	of t		Write-in /
			Deginning	g of ta	ix year		Ellu	01 t	ax year	Literal
	Assets		(a)			(b)	(c)		(d)	Litter ai
1	Cash					\$375,120			\$1,530,820	
2a	Trade notes		\$1,14),165			\$1,353,2	42		
2b	Less allowa	nce	Í		\$1	,140,165			\$1,353,242	
3	Inventories					,372,320			\$1,207,920	
4	U.S. govt ol	blig				<i>.</i>			, , ,	
5	Tax-exempt									
	securities									
6	Other current	nt								
	assets					\$150,000			\$125,000	Attachment 8
7	Mortgage &	z real								
	estate loan									
8	Other									
	investments									
9a	Bldgs & oth		AA AA	011						
	deprec asset		\$9,327	/,811			\$9,526,7	41		
9b	Less accum		61 43	C 21.4	Φ.	001 407	¢1 533 3		#0.007.441	
10	lated deprec		\$1,420		\$7	,901,497	\$1,523,3		\$8,006,441	
10a	Depletable a		\$7,240	0,187			\$7,312,5	947		
10b	Less accum lated deplet		¢744	5,187	¢	7,000,000	\$275 (30	¢¢ 022 000	
11	Land	1011	\$240	5,10/		\$747,000	\$375,6	50	\$6,936,909 \$737,000	
11 12a	Intangible a	ssete	\$7,920	5 216		\$/ 4 /,000	\$7,926,2	16	\$757,000	
12a 12b	Less accum		\$1,7Z	<i>5,2</i> 10			φ1,740,2	10		
140	amortization				\$7	,926,216			\$7,926,216	
13	Other assets					\$387,000			\$411,000	
14	Total assets					5,999,318			\$28,234,548	
-						,,			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
	Liabilities		(a)			(b)	(c)		(d)	
15		ounts				. /				
		yable			\$1	,000,000			\$1,200,000	
16	Mortg									
	notes, b									
	payable									
17	Other cu									
		ilities			\$1	,171,164			\$1,287,385	Attachment 10
18	All nonrec									
		loans								
19	Mortg	ages				3,000,000			\$2,500,000	

notes, bonds payable > 1yr	
20 Other liabilities 21 Partners' capital accounts 22 Total labilities and capital \$22, Total labilities \$26,999,318 \$26,999,318 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548 \$28,234,548	
21 Partners' capital accounts \$21,828,154 \$23,247,163 22 Total labilities and capital \$26,999,318 \$28,234,548 Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return Line Description Line Amount Write-in / Literal	
accounts \$21,828,154 \$23,247,163 22 Total labilities and capital \$26,999,318 \$28,234,548 Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return Line Description Line Amount Write-in / Literal	
22 Total labilities and capital \$26,999,318 \$28,234,548 Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return Line Description Line Amount Write-in / Literal	
and capital \$26,999,318 \$28,234,548 Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return Line Description Line Amount Write-in / Literal	
Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return Line Description Line Amount Write-in / Literal	
Line Description Line Amount Write-in / Literal	
1Net Income (loss) per books\$3,319,009	
2 Income included on SchK lines 1, 2, $3c$, 5,	
6a, 7, 8, 9a, 10, 11, not recorded on the	
books this year (itemized):	
2 Total Income Included 3 Guaranteed payments (other than health	
insurance) 4a Expenses recorded on books (itemize)	
Depreciation	
4bTravel & entertainment\$12,000	
4 Total Income Expenses	
4 Four media media Expenses 5 Add lines 1 – 4 \$3,331,009	
6a Income recorded on books (itemize) tax-	
exempt interest-depreciation	
7a Deductions not charged against book	
(itemize) depreciation \$1,487,612	
7a Deductions not charged against book	
(itemize)-depletion \$506,885	
7 Total Itemized Deductions	
8 Total Income/Deductions	
8 Add lines 6 and 7 \$1,994,497	
9 Income (loss) (Analysis of net income	
(loss) line 1). Subtract line 8 from line 5 \$1,336,512	
Schedule M-2 Analysis of Partners' Capital Accounts	
1Balance at beginning of year\$21,828,154	
2a Capital contributed - Cash	
2b Capital contributed - Property	
3 Net income (loss) per books \$3,319,009	
4 Other increases (itemized)	
5 Add lines 1 through 4 \$25,147,163	
6aDistributions – Cash\$1,900,000	
6b Distributions – Property	
7 Other decreases (itemized)	
8 Add lines 6 and 7 \$1,900,000	
9 Balance at end of year. Subtract line 8	
from line 5 \$23,247,163	

Form 4		Depreciat	ion and Amo	ortization	2006			
	Eastland Quarry							
	ss or Activity: Quarrie	es						
EIN: 6	6-0000004							
	Line Description			Line Amoun	t	Write-in / Li	teral / Atta	chments
Part I	Election to Expense	Certain Pro	perty Under	· Section 179				
1	Maximum amount				105,000			
2	Total cost of section							
3	Threshold cost of sec		р		420,000			
4	Reduction in limitation							
5	Dollar limitation for							
6(a)	Description of Proper	rty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 prop)					
9	Tentative deduction							
10	Carryover of disallow		n					
11	Business income limit							
12	Section 179 expense							
13	Carryover of disallow							
Part II			e and Other	Depreciation				
14	Special depreciation				182,157			
15	Property subject to se	ec 168(f)(1)	election					
<u>16</u>	Other depreciation							
Part II	I MACRS Deprecia	tion - Sectio	n A					
17	MACRS deductions				1,370,000			
18	Sec 168(i)(4) election	ı						
Section	n B – Assets Placed in	Service Dur	ing 2006 Tax	x Year Using	the General	Depreciation	System	
	(a) Classification of property	(b) Month & Year	(c) Basis for deprec	(d) Recovery period	(e) Con- vention	(f) Method	(g) Deprc deduct	Write-in / Literal / Attach- ments
				periou				ments
19a	3-year property							
19b	5-year property		55,260	5 Yrs	HY	200DB	11,052	
19c	7-year property		322,560	7 Yrs	HY	200DB	46,062	
19d	10-year property		012,000	7 115		20000	10,002	
19e	15-year property							
19f	20-year property							
19g	25-year property					S/L		
19h	Residential rental property				ММ	S/L S/L		
	(a) Classification of property	(b) Month & Year	(c) Basis for deprec	(d) Recov- ery period	(e) Con- vention	(f) Method	(g) Deprc deduct	Write-in / Literal / Attach- ments
19i	Nonresidential real property				MM	S/L		
	n C – Assets Placed in	Service Dui	ring 2006 Ta	x Year Using	the Alterna	tive Deprecia	tion System	
20a	Class life							
20b	12-year					S/L		
20c	40-year				MM	S/L		

Form 4	4562	Deprecia	tion and A	mortizatio	n	2006			
Part IV	V Summary	1 1							
21	Listed property					12,630			
22	Total					52,601			
23	Assets for CY				-)				
	Listed Propert	V							
	n A – Depreciatio		formation						
24a	Evidence?			Yes is	checked				
24b	Evidence writte	n?			checked				
25	Special deprecia								
26	Property used m		a qualified	business u	se:				
-	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
		Date placed	Busines	Cost or	Basis	Reco	Method	Depreci	Elected
	Type of	in service	s/invest	other	for	very	convention	ation	section
	Property		ment	basis	deprici	Perio		deducti	179 cost
			use %		ation	d		on	
	2006 Envoy	02/16/2006	100	42,600	42,600	5 Yrs	200 DB/HY	8,520	
	2006 Honda								
	Civic SI	01/01/2006	100	20,550	20,550	5 Yrs	200 DB/HY	4,110	
27	Property used 5	0% or less in a q	ualified bus	siness use:					
28	Add column (h)	/						12,630	
29	Add column (i),	line 26							
Sectior	n <mark>B – Informati</mark> or	n on Use of Vehi	icles						
30(a)	Total bus/invest	miles driven							
31(a)	Total commutin	g miles driven							
32(a)	Tot other person	nal miles driven							
33(a)	Total miles driv	en							
34	Vehicle availab	le for personal u	se?						
35	Vehicle used >	5%?							
36	Another vehicle	avail for person	al use?						
Section	n C – Questions f	or Employers V	Vho Provid	e Vehicles	for Use b	y Their H	Employees		
37		olicy prohibits co		Yes is	checked				
38	Maint written p	olicy prohibits p	ers use	Yes is	checked				
39	Vehicles treated	as personal use	?	Yes is	checked				
40	Provide > 5 veh			Yes is	checked				
41	<u>`</u>	lemonstration us	e?	No is c	hecked				
Part V	I Amortization								
	(a)	(b)	(c)	(d		(e)	(f)	Write-in /	
	Depreciation	Date amort	Amor			mort	Amort	Attachr	nents
	of costs	begins	amoun	t sect	-	riod or	for this		
					р	ercent	Yr		
10									
42 amo	ortization of costs	e e e e e e e e e e e e e e e e e e e				<u> </u>	10 411		
	Development Cost	06/30/2006	104,106	5 291	5 Yı	*S	10,411		
43	Amort of costs before 2006						431,513		
4.4	TY Total						441.024		
44	Total						441,924		

Form 4	4797	Sales of	Business Pi	roper	ty			2006		
	Eastland Quarry									
EIN: 66	6-0000004									
	Line Description				Line Amou	nt	Write-in / Literal / Attachments			
1	Gross receipts fm sale	s or exch	3							
Part I	8	f Property	y Used in a	Trad	1		1			
	Line Description	•			Line Amou	-		iteral / Attach	1	
	Description of	Date			Gross sal	e	Depreciation		Gain or	
	property	acquir			price		allowed	other	loss	
	(a)	(b)	(c))	(d)		(e)	basis	(g)	
		01/01//		107	162 272		27.120	(f)	((0.500)	
2	Stone Crusher	01/01/0	04 06/30	//05	162,372		37,128	260,000	(60,500)	
	Line Description				Line Amou		Waite in / I i	iteral / Attach	monto	
3	Line Description Gain fm F4684				Line Amou	ΠL	write-m / Li	lleral / Allach	ments	
<u> </u>	Sec 1231 gain fm F62	52			+					
<u>4</u> 5	Sec 1231 gain fm F62 Sec 1231 gain fm F88				+					
<u> </u>	Gain fm casualty or th				A 1)00				
7	Combine lines 2 to 6				4,0					
8	Nonrecaptured net sec	1231 los	s		(30,5	00)				
9	Subtract line 8 from li		3							
Part II					1					
1 41 (11	Line Description	Losses			Line Amou	nt	Write-in / Li	iteral / Attach	ments	
	Description of	Date	Dat	te	Gross sal		Depreciation		Gain or	
	property	acquir			price	•	allowed	other	loss	
	DIUDELLV	acuum		a	-					
		(b)			-			basis	(g)	
	(a)	-			(d)		(e)	basis (f)	(g)	
10		(b)	(c))	(d)				(g)	
10	(a)	(b)	(c))	(d)				(g)	
10	(a)	(b)	(c))	(d)				(g)	
10	(a) Ordinary gains and log	(b)	(c))	(d)		(e)	(f)		
	(a) Ordinary gains and loc Line Description	(b)	(c))	(d)	nt	(e)			
11	(a) Ordinary gains and loc Line Description Loss fm line 7	(b)	(c))	(d)	nt	(e)	(f)		
11 12	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7	(b)	(c))	(d) through 16 Line Amou		(e)	(f)		
11 12 13	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31	(b)	(c))	(d)		(e)	(f)		
11 12 13 14	(a) Ordinary gains and log Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684	(b)	(c))	(d) through 16 Line Amou		(e)	(f)		
11 12 13 14 15	(a) Ordinary gains and log Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252	(b)	(c))	(d) through 16 Line Amou		(e)	(f)		
11 12 13 14 15 16	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824	(b) ses not ind	(c))	(d) through 16 Line Amou 37,4	100	(e)	(f)		
11 12 13 14 15 16 17	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10	(b) ses not ind	(c))	(d) through 16 Line Amou	100	(e)	(f)		
11 12 13 14 15 16 17 18a	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684	(b) ses not ind)	(d) through 16 Line Amou 37,4	100	(e)	(f)		
11 12 13 14 15 16 17 18a 18b	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to10 Part of loss F4684 Redetermined gain or	(b) ses not ind	line 17) nes 11	(d) through 16 Line Amou	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a	(a) Ordinary gains and log Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to10 Part of loss F4684 Redetermined gain or	(b) ses not ind ses not ind (loss) on n of Prop	line 17) nes 11	(d) through 16 Line Amou 37,4 37,4 00ns 1245, 125	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to10 Part of loss F4684 Redetermined gain or I Gain for Disposition Description of prop	(b) ses not ind ses not ind (loss) on n of Prop	line 17 erty Under Date) nes 11	(d) through 16 Line Amou 37,4 37,4 0ns 1245, 125 Date sold	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b	(a) Ordinary gains and log Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to10 Part of loss F4684 Redetermined gain or	(b) ses not ind ses not ind (loss) on n of Prop	line 17 erty Under Date acquired) nes 11	(d) through 16 Line Amou 37,4 37,4 00ns 1245, 125	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or Gain for Disposition Description of proj (a)	(b) ses not ind ses not ind (loss) on of Prop perty	line 17 erty Under Date acquired (b)) nes 11	(d) through 16 Line Amou 37,4 37,4 0005 1245, 125 Date sold (c)	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II 19a	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or I Gain for Disposition Description of pro- (a) Machinery & Equiption	(b) ses not ind ses not ind (loss) on of Prop perty ment	line 17 erty Under Date acquired (b) Various) nes 11	(d) through 16 Line Amou 37,4 37,4 0005 1245, 125 Date sold (c) Various	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b	(a) Ordinary gains and loc Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or Gain for Disposition Description of proj (a)	(b) ses not ind ses not ind (loss) on of Prop perty ment	line 17 erty Under Date acquired (b)) nes 11	(d) through 16 Line Amou 37,4 37,4 0005 1245, 125 Date sold (c)	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b 19c	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or I Gain for Disposition Description of pro- (a) Machinery & Equiption	(b) ses not ind ses not ind (loss) on of Prop perty ment	line 17 erty Under Date acquired (b) Various) nes 11	(d) through 16 Line Amou 37,4 37,4 0005 1245, 125 Date sold (c) Various	400 400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or I Gain for Disposition Description of pro- (a) Machinery & Equiption	(b) ses not ind ses not ind (loss) on 1 of Prop perty ment ment	line 17 erty Under Date acquired (b) Various Various	Section	(d) through 16 Line Amou 37,4 37,4 0 ns 1245, 125 Date sold (c) Various Various	400	(e) Write-in / Li	(f) iteral / Attach		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b 19c 19d	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or Gain for Disposition Description of pro (a) Machinery & Equipt	(b) ses not ind ses not ind (loss) on 1 of Prop perty ment ment	line 17 erty Under Date acquired (b) Various Various	Section	(d) through 16 Line Amou 37,4 37,4 37,4 0005 1245, 125 Date sold (c) Various Various Derty B	400	(e) Write-in / Li	(f)		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b 19c 19d 20	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or Gain for Disposition Description of prop (a) Machinery & Equipt Machinery & Equipt	(b) ses not ind ses not ind (loss) on 1 of Prop perty ment ment	line 17 erty Under Date acquired (b) Various Various erty A 70,000	Section	(d) through 16 Line Amou 37,4 37,4 37,4 000 1245, 125 Date sold (c) Various Various Deerty B 13,000	400	(e) Write-in / Li	(f) iteral / Attach		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b 19c 19d 20 21	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to10 Part of loss F4684 Redetermined gain or Description of pro- (a) Machinery & Equipt Machinery & Equipt Gross Sale price Cost or other basis	(b) ses not ind ses not ind (loss) on 1 of Prop perty ment ment	line 17 erty Under Date acquired (b) Various Various erty A 70,000 82,000	Section	(d) through 16 Line Amou 37,4 37,4 0005 1245, 125 Date sold (c) Various Various Derty B 13,000 9,000	400	(e) Write-in / Li	(f) iteral / Attach		
11 12 13 14 15 16 17 18a 18b Part II 19a 19b 19c 19d 20	(a) Ordinary gains and low Line Description Loss fm line 7 Gain fm line 7 Gain fm line 31 Net gain F4684 Ordinary gain F6252 Ordinary gain F8824 Combine lines 10 to 10 Part of loss F4684 Redetermined gain or Gain for Disposition Description of prop (a) Machinery & Equipt Machinery & Equipt	(b) ses not ind ses not ind (loss) on 1 of Prop perty ment ment	line 17 erty Under Date acquired (b) Various Various erty A 70,000	Section	(d) through 16 Line Amou 37,4 37,4 37,4 000 1245, 125 Date sold (c) Various Various Deerty B 13,000	400	(e) Write-in / Li	(f) iteral / Attach		

Form	4797	Sales of Business P	roperty				2006
25a	Depreciation allowed	44,000		5,400			
25b	Smaller of lines 24 and 25a			5,400			
26a	Additional depreciation after 1975	5					
26b	Applicable %						
26c	Subtract line 26a from line 24						
26d	Additional depreciation after 1969	9					
26e	Smaller of lines 26c and 26c						
26f	Sec 291 amount						
26g	Add lines 26b,26e and 26f						
27a	Soil, water, land						
27b	Line 27 multiplied by applicable %						
27c	Smaller of lines 24 and 27b	1					
28a	Intangible drilling						
28b	Smaller of lines 24 and 28a	ł					
29a	Applicable % of payment excluded						
29b	Smaller of lines 24 and 29a	ł					
	Line Description		Line A	mount		Write-in	/ Literal / Attachments
30	Total gain all property			4	1,400		
31	Add property columns			3	7,400		
32	Subtract line 31 from l				4,000		
Part I	V Recapture Amounts	Under Sections 17	9 and 28				
				(a) Sectio	n 179	(b) S	ection 280F(b)(2)
33	Sec 179 expense dedu		I				
34	Recomputed depreciat	ion					
35	Recapture amount						

Form 8308	Report of a Sale or Exchange of Certain Partnership Interests	2006
Name of Partnership: Eastland	d Quarry	
Telephone number: 555-555-5	555	
Employer identification number	r: 66-0000004	
Number, street, and room or su	ite: 2313 Jackson Portland, OR 97208	
Part I - Transferor Informat	ion	
Name: Peter Teak		
Identifying number: 001-06-00	007	
Number and street: 34 West W	Vashington Ave	
City or town: Salt Lake City	U T 84100	
Part II - Transferor Informat	ion	
Name: Joseph Spruce		
Identifying number: 154-00-00	003	
Number and street: 5421 Nort	h 2100 South	
City or town: San Jose, CA 95	5101	
Part III - Date of Sale or Evel	hange of Portnership Interest, 07/01/2006	

Part III - Date of Sale or Exchange of Partnership Interest: 07/01/2006

Sch D ((1065) Test 1	Capita	l Gains and Lo	sses			2006
Name:	Eastland Quarry						
EIN:	66-000004						
Part I	Short-Term Capital Gai	1s & Losses					
	Description of property	Date	Date	Sale		Cost or	Gain or
		acquired	sold	price		other basis	loss
	(a)	(b)	(c)	(d)		(e)	(f)
1	100 Shares ABC	04/01/2006	09/30/2006	5,	,000	2,700	2,300
	Line Description			Line Amount		Write-in/Lite	eral
2	Short-term capital gain fr	om installment	sales (F6252)				
3	Short-term capital gain fr	om like-kind ex	chgs (F8824)				
4	Partnership share of net s						
5	Net short-term capital gai	n or loss. Comb	oine lines 1-4	2,	,300		
Part II	Long-Term Capital Gai	ns & Losses					
	Description of property	Date	Date	Sale	Co	ost or other	Gain or
		Acquired	sold	price		basis	loss
	(a)	(b)	(c)	(d)		(e)	(f)
6	1 Acre of Land	08/01/2003	01/21/2006	7,500	S	10,000 ee statement	(2,500)
	Line Description			Line Amount	Wri	ite-in/Literal	
7	Long-term capital gain (le F6252, line 26 or 37	oss) from install	ment sales				
8	Long-term capital gain (lo from F8824	oss) from like-k	ind exchanges				
9	Partnership share of net lo	ong-term capital	gain (loss)				
10	Capital gain distributions						
11	Net long-term capital gain	n or loss. Comb	ine lines 6-10	(2500)			

Tax year beginning January 1, 2006 ending December 31, 2006 Final K-1	
Amended K -1 □ Part I Information About the Corporation Line Description Line Amount A Partnership's employer identification number 66-0000004	
Part I Information About the Corporation Line Description Line Amount A Partnership's employer identification number 66-0000004	
Line Description Line Amount A Partnership's employer identification number 66-0000004	
A Partnership's employer identification number 66-0000004	
	Write-in / Literal / Attachments
D Dorthoushinks nome address ofte state and East 10	
B Partnership's name, address, city, state, and Eastland Quart	ry
Zip code 2313 Jackson	
Portland, OR 972	208
C IRS Center where corporation filed return Ogden	
D Check if Publicly traded partnership (PTP)	
E Tax shelter registration number, if any	
F Check if Form 8271 is attached	
Part II Information About the Partner	
G Partner's Identification number 001-06-0008	
H Partner's name, address, city, state and ZIP Jonathan Teal	ζ
code 48 Adams Aven	
Portland, OR 97	
I General partner or LLC member-manager General partn	
□ Limited partner or other LLC member LLC member-man	
J Domestic partner	
□ Foreign partner Domestic pa	rtner
K What type of entity is this partner? Indiv	
L Partner's share of profit, loss and capital	ling%
Profit 55	55
Loss 55	55
Capital 55	55
M Partner's share of liabilities at year end:	
Nonrecourse \$	
Qualified nonrecourse financing \$	
	0,000
N Partner's capital account analysis:	3,000
Beginning capital account \$ 12,00	5 484
Capital contributed during the year \$	5,101
	5,455
Withdrawals & distributions \$ (1,045	
Ending capital account \$ 12,78	
$\Box \text{ Tax basis } \Box \text{ GAAP } \Box \text{ Sect 704(b) book} \qquad \qquad$	
	ecked
Part III Partner's Share of Current Year Income, Deductions, Credit	
Line Description	Write-in / Literal /
Late Description	Attachments
1 Ordinary business income (loss) 76	0,093
1 Ordinary business income (loss) 70 2 Net rental real estate income (loss) 70	
3 Other net rental income (loss)	
4 Guaranteed payments	
	7,824
6a Ordinary dividends	1,027
	1 265
	1,265
	,375)
Ob Collectibles $(280/)$ sair (less)	
9b Collectibles (28%) gain (loss) 9 Unsuperstrand participan 1250 pain	
9c Unrecaptured section 1250 gain	,175)

11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions	(a) 1,650	
14	Self-employment earnings (loss)	(a) 406,738 (c) 762,917	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) (109,684) (b) (8,592) (c) 340,881 (f) (12,156)	
18	Tax-exempt income & nondeductible expense		
19	Distributions	(a) 1,045,000	
20	Other Information	(a) 7,824	

		of Income, Deductions, Cred	its, etc. 2006
Tax	year beginning January 1, 2006 ending December	er 31, 2006	
	Final K-1	4	
D	Amended K -1		
Part	I Information About the Corporation		XX7. • (X. • 1)
	Line Description	Line Amount	Write-in / Literal / Attachments
A	Partnership's employer identification number	66-000004	Attachments
B	Partnership's name, address, city, state, and Zip	Eastland Quarry	
D	code	2313 Jackson	
		Portland, OR 97208	
С	IRS Center where corporation filed return	Ogden	
D	Check if Publicly traded partnership (PTP)		
E	Tax shelter registration number, if any		
F	Check if Form 8271 is attached		
Part	II Information About the Partner		
G	Partner's Identification number	001-06-0007	
H	Partner's name, address, city, state and ZIP code	Peter Teak	
		34 West Wash. Ave.	
		Salt Lake City, UT 84100	
Ι	□ General partner or LLC member-manager	Limited partner or other	
	Limited partner or other LLC member	LLC member	
J	Domestic partner		
	Foreign partner	Domestic partner	
K	What type of entity is this partner?	Individual	
L	Partner's share of profit, loss and capital		
		Beginning % Ending%	1
	Profit	45 0	
	Loss	45 0	
	Capital	45 0	
Μ	Partner's share of liabilities at year end:		1
	Nonrecourse \$		
	Qualified nonrecourse financing \$		
N T	Recourse \$		
N	Partner's capital account analysis:	0.000 (=0	
	Beginning capital account \$	9,822,670	
	Capital contributed during the year \$	= 17 ===	
	Current year increase (decrease) \$	746,777	
	Withdrawals & distributions \$	10 570 145	
	Ending capital account $\$$	10,569,447	
	□ Tax basis □ GAAP □ Sect 704(b) book □ Other (explain)	Section 704(b) book is checked	
Dan	III Partner's Share of Current Year Income, Do		
rari	Line Description	cuuctions, creatis, and Othe	Write-in / Literal /
	-		Attachments
1	Ordinary business income (loss)	310,947	
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Guaranteed payments		
5	Interest income	3,201	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)	518	
9a	Net long-term capital gain (loss)	(563)	<u> </u>
9b	Collectibles (28%) gain (loss)		

-			
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	(12,713)	
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions	(a) 675	
14	Self-employment earnings (loss)	(a) 0 (a) 2 117 (49	
		(c) 3,117,648	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) (44,871) (b) (3,515) (c) 139,451 (f) (4,973)	
18	Tax-exempt income & nondeductible expense	(1) (4,973)	
19	Distributions		
20	Other Information	(a) 3 ,201	

		of Income, Deductions, Credi	ts, etc. 2006
Tax	year beginning January 1, 2006 ending Decembe	er 31, 2006	
	Final K-1	_	
	Amended K -1		
Part	t I Information About the Corporation		
	Line Description	Line Amount	Write-in / Literal / Attachments
Α	Partnership's employer identification number	66-000004	
B	Partnership's name, address, city, state, and Zip	Eastland Quarry	
	code	2313 Jackson	
		Portland, OR 97208	
С	IRS Center where corporation filed return	Ogden	
D	Check if Publicly traded partnership (PTP)		
E	Tax shelter registration number, if any	_	
F	Check if Form 8271 is attached		
	t II Information About the Partner		I
G	Partner's Identification number	001-06-0008	
Η	Partner's name, address, city, state and ZIP code	Joseph Spruce 5421 North 2100 South	
		San Jose, CA 95101	
I	General partner or LLC member-manager	Limited partner or other	
	□ Limited partner or other LLC member	LINITED partner of other LLC member	
J	□ Domestic partner		
-	\Box Foreign partner	Domestic partner	
K	What type of entity is this partner?	Individual	
L	Partner's share of profit, loss and capital		
	I , III I III	Beginning % Ending%	
	Profit	0 45	
	Loss	0 45	
	Capital	0 45	
М	Partner's share of liabilities at year end:		
	Nonrecourse \$		
	Qualified nonrecourse financing \$		
	Recourse \$		
N	Partner's capital account analysis:		
	Beginning capital account \$	10,569,447	
	Capital contributed during the year \$		
	Current year increase (decrease) \$	746,777	
	Withdrawals & distributions \$	(855,000)	
	Ending capital account \$	10,461,224	
	\Box Tax basis \Box GAAP \Box Sect 704(b) book	Section 704(b) book is	
D	□ Other (explain)	checked	
Part	t III Partner's Share of Current Year Income, De	eductions, Credits, and Other	
	Line Description		Write-in / Literal / Attachments
1	Ordinary business income (loss)	310,947	
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Guaranteed payments		
5	Interest income	3,200	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)	517	
9a	Net long-term capital gain (loss)	(562)	
9b	Collectibles (28%) gain (loss)		

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	(12,712)	
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions	(a) 675	
14	Self-employment earnings (loss)	(a) 0 (c) 3,117,648	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) (44,871) (b) (3,515) (c) 139,451 (f) (4,972)	
18	Tax-exempt income & nondeductible expense		
19	Distributions	(a) 855,000	
20	Other Information	(a) 3 ,200	

TEST SCENARIO 5

FORMS REQUIRED: 1065, 4562 (2), 4797, 6252, 8825, 1065 SCH K-1 (4), Form 8453-PE, DEPENDENCIES

ATTACHMENTS: Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement Other Income (Loss) Statement Itemized Other Deductions Statement Ownership of Any Interest in Another Partnership or Foreign Entity Statement Schedule L Other Current Assets Statement Schedule L Other Current Liabilities Statement

BINARY ATTACHMENTS: Scanned Form 8453-PE (8453 Signature Document)

HEADER INFO:

Tax Period: 200612

Preparer Firm Electronic Tax Filers, Inc 66-0000005 1065 Efile Drive Anytown, NV 89501

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: Self-select PractionerPIN: None PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: 1065

Filer:	EIN: 66-0000005
	Name: Shoebill LTD
	Name Control: SHOE
	Address: 5551 Elliot Rd
	Salt Lake City, UT 84101

- Partner: Name: David Boxwood Title: Chief Executive Officer Taxpayer PIN: N/A Phone: 555-5555 Email Address: Anymail@email.com Date Signed: 04/01/2006
- Preparer: Name: John Doe SSN: 155-10-0001 Phone: 555-5555 Email Address: Anymail@email.com Date Prepared: 04/15/2006 Self Employed: No

IRS PAYMENT: N/A

Details for attachments to Form

Attachment 1, Form 1065, Page 1, Line 4 (Ordinary Income (Loss) From Other Partnerships, Estates, and Trusts Statement)

Partnership, Estate or Trust Name	Address	EIN	Trade or Business Activity	Amount
Hummingbird	275 W Coolidge Ave	11-0000055	Legal Services	\$23,712
Flies	Boise, ID 83708			

Attachment 2, Form 1065, Page 1, Line 7 (Other Income (Loss) Statement)

Туре	Amount
Cancellation of Debt Income	\$478,206
Professional Fees	\$1,500,000
Bank Fees	\$1,500,000

Attachment 3, Form 1065, Page 1, Line 20 (Itemized Other Deductions Statement)

Туре	Amount
Insurance	\$5,000,000
Permits	\$961,480

Attachment 4, Form 1065, Page 2, Schedule B, Question 3 (Ownership of Any Interest in Another Partnership or Foreign Entity Statement)

Type of Entity	Entity Name	EIN	Country
Partnership	Thrush Company	65-5000055	US

Attachment 5, Form 1065, Page 4, Schedule L, Line 6b and 6d (Schedule L Other Current Assets Statement)

Туре	BOY Amount	EOY Amount
Prepaid	\$22,700	\$24,300
Investment	\$0	\$5,077,578

Attachment 6, Form 1065, Page 4, Schedule L, Line 17b and 17d (Schedule L Other Current Liabilities Statement)

Туре	BOY Amount	EOY Amount
Accrued Bonus	\$1,500,000	\$2,818,150
Accrued Payroll	\$500,000	\$640,000
Deferred Revenue	\$5,530,250	\$8,742,300

Form 1	1065 Test U.S. Return of Part	nership Income Tax	2006
Calend	ar Year 2006 or tax year beginning 01/0	01, 2006, ending 12/3	1,2006
Α	Principal business activity	Aircraft Leasing &	
	1 5	Sales	
В	Principal product or service	Aircraft	
С	Business code number	532400	
Name	and Address: Shoebill LTD 5551 Elliot R	d Salt Lake City, UT 84	101
D	Employer Identification number:	66-000005	
Е	Date business started	10/01/1968	
F	Total assets	71,419,054	
G	Check applicable boxes 1,2,3,4,5	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
H	Check accounting method 1,2,3	2	
I	Number of Schedule K-1	4	
J	Check if Schedule M-3 Required (attach		
0	Schedule M-3)		
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales	43,785,214	
1a 1b	Less returns and allowances	10,700,217	
10 1c	Balance	43,785,214	
2	Cost of goods sold (Sch A, line 8)	21,882,071	
3	Gross profit. Subtract line 2 from 1c	21,903,143	
4	Ordinary income or (loss)	23,712	Attachment 1
5	Net farm profit (loss) F1040	23,712	
6	Net gain (loss) F4797	3,505,874	
7	Other income or (loss)	478,206	Attachment 2
8	Total income. Add lines 3 through 10	25,910,935	Attachment 2
<u>o</u> 9	ő	23,910,933	
9	Salaries and wages (less employment credits)	904 722	
10	· · · · · · · · · · · · · · · · · · ·	804,722	
10	Guaranteed payments to partners	17 000	
11	Repairs and maintenance	17,239	
12	Bad debts	2,571,330	
13	Rent	900,022	
14	Taxes and licenses	44,444	
15	Interest	912,647	
16a	Depreciation (attach Form 4562)	162,240	
16b	Less depreciation claimed on Sch A	1 (0 0 10	
16c	Total depreciation	162,240	
17	Depletion		
18	Retirement plans, etc		
19	Employee benefit programs	A A 44 199	
20	Other deductions	8,961,480	Attachment 3
21	Total deductions (add lines $9 - 20$)	14,374,124	
22	Ordinary business income (loss) (Subtract		
	Line 21 from Line 8	11,536,811	
Schedu		• - · · · ·	
1	Inventory at beginning of year	27,126,200	
2	Purchases less cost of items	12,960,400	
3	Cost of labor		
4	Additional section 263A costs		
5	Other costs		
6	Total. Add lines 1 - 5	40,086,600	
7	Inventory at the end of year	18,204,529	
8	Cost of goods sold. Subtract Line 7 from	21,882,071	
	6		
9a (i)	Cost in regulations 1.471-3	Х	
9a	Lower of cost or market		
(ii)			

Form	1065 Test U.S. Return of Parts	nership Income Tax	2006
9a	Other		
(iii)			
9b	Check if writedown		
9c	Check if the LIFO was adopted		
9d	Section 263A rules apply	Yes is checked	
9e	Change in determining quantities, cost,	No is checked	
	valuations		
Schedu			Γ
<u>1a</u>	Domestic general partnership	37	
1b	Domestic limited partnership	Х	
1c	Domestic limited liability company		
1d 1e	Domestic limited liability partnership Foreign partnership		
le lf	Other		
2	Any partners in this partnership also	Y	
-	partnerships?	1	
3	Partnership own interest in another	Y	Attachment 4
	partnership or foreign entity?	-	
4	Partnership file Form 8893?	Ν	
5a	Partnership total receipts <\$250,000		
5b	Partnership total assets <\$600,000		
5c	Filed Schedule K-1 with return?		
6	Partnership have foreign partners?	Ν	
7	Partnership publicly traded partnership?	Ν	
8	Partnership filed F8264?	Ν	
9	Partnership have an interest in or a	Ν	
	signature, or other authority over		
10	financial account in foreign country?	••	
10	Partnership receive distribution from,	Ν	
11	granter of, transferor to foreign trust?	N ⊺	
11	Distribution of property or transfer of partnership interest?	Ν	
12	Number of Forms 8865 attached		
14	Name of designated TMP		
<u> </u>	Identifying number of TMP		
	Address of designated TMP		
	Schedule K Partners' Distributive Share It	tems	
1	Ordinary business income (loss)	11,536,811	
2	Net rental real estate income (loss)	3,579,503	
	Other gross rental income (loss)	,- ·)- /-	
3b	Other rental activities expenses		
3c	Other net rental income (loss) Subtract		
	Line 3b from 3a		
4	Guaranteed payments		
5	Interest Income	1,771,604	
6a	Ordinary dividends		
6b	Qualified dividends		
7	Royalties		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)		
9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)	237,979	
11	Other income (loss)		
12	Section 179 deduction		
13a	Contributions		
13b	Investment interest expenses		

Form	1065 Test	U.S. Return of Partner	ship Income Tax	2006
13c	Section 59(e)(2) expe		•	
13c	Section $59(e)(2) \exp(2)$			
(2)				
13d	Other deductions			
14a	Net earnings (loss) se	elf employment	2,007,034	
14b	Gross farming or fish	ning income		
14c	Gross nonfarm incon	ne	41,777,480	
15a	Low-income housing	g credit $42(j)(5)$		
15b	Low-income housing	g credit (other)		
15c	Qualified rehabilitati			
15d	Other rental real esta	te credits		
15e	Other rental credits			
15f	Other credits and cre	dit recapture		
16a	Name of country or U			
16b	Gross income from a			
16c	Gross income source	d at		
	partnership level			
16d	Passive			
16e	Listed categories			
16f	General limitation			
16g	Interest expense			
16h	Other			
16i	Passive			
16j	Listed categories			
16k	General limitation			
16l	Total foreign taxes P			
16m	Reduction in taxes av			
16n	Other foreign tax info			
17a	Post 1986 depreciation		800,000	
17b	Adjusted gain or loss			
17c	Depletion (other than			
17d	Oil, gas, and geother	mal properties-gross		
	income			
17e	Oil, gas, and geother	mal properties-		
	deductions			
17f	Other AMT items			
18a	Tax-exempt interest			
18b	Other tax-exempt inc		2,500,000	
18c	Nondeductible exper		56,403	
19a	Distri of cash & mar			
19b	Distributions of other	r property		
20a	Investment income		1,771,604	
20b	Investment expenses			
20c	Other items and amo	unts		

			Income (Loss							
1			ss) Combine S				17,125,897			
		t su	m SchK line 12	2 - 13d	l, and					
	161			<i></i>		() > 5				() >
	(i) Corporat	e	(ii) Ludini daval	(iii)	1	(1v) Pa	rtnership			(vi) Nominee
			Individual (active)	(pass	vidual			org	ganization	Other
2a	Analysis		(active)		,281,474					
2a	by			т,	,201,4/4					
	General									
	partners									
2b	Analysis		8,562,949				4,281,474			
	by									
	Limited									
	partners									
Sched	ule L Bala	nce	Sheets per B							· · ·
			Beginning	g of ta	ax year		End	of t	ax year	Write-in /
	Acceta				(h)	(a)			Literal
1	Assets Cash		(a)		(b 7	00,440	(c)		(d) 25,330	
1 2a	Trade notes		4,999).222	/	00,440	16,488,9	99	23,330	
2a 2b	Less allowa),111	4.1	90,111	1,288,2		15,200,777	1
3	Inventories			,		00,428			17,616,409	
4	U.S. govt ol	blig				, -			, , , , ,	
5	Tax-exempt									
	securities									
6	Other current	nt								
_	assets					22,700			5,100,278	Attachment 5
7	Mortgage &	z rea	al							
8	estate loan Other									
ð	investments									
9a	Bldgs & oth									
24	deprec asset		22,500),030			24,785,8	27		
9b	Less accum		,	,			, ,			
	lated deprec	:	22,00),030	20,300,000		2,435,217		22,350,610	
10a	Depletable a		s							
10b	Less accum									
14	lated deplet	ion			40.4	00.000			14 48 - 280	
11	Land Intangible a	0004	0		10,1	00,000			11,125,650	
12a 12b	Less accum		.5							
140	amortization									
13	Other assets									
14	Total assets				61,1	13,679			71,419,054	
	Liabilities		(a)		(b		(c)		(d)	
15	Acc				_					
16		yab			3,1	00,377			3,987,240	
16	Mortg									
	notes, b payable								20,317,292	
17	Other cu								20,317,292	
1/	liabi				75	30,250			12,200,450	Attachment 6
18	All nonrec				, , , , , , , , , , , , , , , , , , ,					A recurrent U
		loar								
19	Mortg					71,505				

	notes, bonds						
	payable > 1yr						
20	Other liabilities						
21	Partners' capital						
	accounts		18,	211,547		34,914,0	72
22	Total labilities						
	and capital			113,679		71,419,0	54
Schedu		liation of Income	(Loss)				
	Line Description			Line A	mount	Write-in / Litera	al
1	Net Income (loss)	per books			16,202,525		
2	Income included o	n SchK lines 1, 2,	3c, 5,				
	6a, 7, 8, 9a, 10, 11	, not recorded on t	he				
	books this year (ite						
2	Total Income Inclu						
3	Guaranteed payme	ents (other than he	alth				
	insurance)						
4 a	Expenses recorded	l on books (itemiz	e)				
	Depreciation				923,372		
4b	Travel & entertain						
4	Total Income Expe	enses					
5	Add lines $1 - 4$				17,125,897		
6a	Income recorded of	on books (itemize)	tax-				
	exempt interest-de	preciation					
6	Total Income Reco						
7a	Deductions not cha	arged against book	2				
	(itemize) depreciat						
7a	Deductions not cha		Σ.				
	(itemize)-depletion						
7	Total Itemized De						
8	Total Income/Ded	uctions					
8	Add lines 6 and 7						
9	Income (loss) (Ana						
	(loss) line 1). Subt				17,125,897		
		s of Partners' Ca	pital Ac	counts			
1	Balance at beginni				18,211,547		
2a	Capital contributed				500,000		
2b	Capital contributed						
3	Net income (loss)				16,202,525		
4	Other increases (it						
5	Add lines 1 throug				34,914,072		
6a	Distributions – Ca						
6b	Distributions – Pro	<u> </u>					
7	Other decreases (it	temized)					
8	Add lines 6 and 7						
9	Balance at end of	year. Subtract line	8				
	from line 5				34,914,072		

Form 4	1562	Deprecia	tion and Amo	rtization	2006			
	Shoebill Unlimited	2 oproom			2000			
	ss or Activity: Aircraf	t Leasing						
	6-0000005	8						
	Line Description			Line Amoun	t	Write-in / Li	teral / Attao	chments
Part I	Election to Expense	Certain Pr			, i			
1	Maximum amount				105,000			
2	Total cost of section	179 prop			, i i i i i i i i i i i i i i i i i i i			
3	Threshold cost of sec		ор		420,000			
4	Reduction in limitation	on	•					
5	Dollar limitation for	ТҮ						
6(a)	Description of Proper	rty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 pro	р					
9	Tentative deduction							
10	Carryover of disallow		on					
11	Business income lim	itation						
12	Section 179 expense							
13	Carryover of disallov	ved deducti	on					
Part II			ce and Other	Depreciation				
14	Special depreciation	allowed			22,361			
15	Property subject to se	ec 168(f)(1)	electio					
16	Other depreciation							
Part II	I MACRS Deprecia	tion - Secti	on A					
17	MACRS deductions				101,033			
18	Sec 168(i)(4) election	1			101,000			
	\mathbf{B} – Assets Placed in		ring 2006 Tay	Vear Using	the General	Depreciation	System	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	Write-in /
	Classification of	Month	Basis for	Recovery	Con-	Method	Deprc	
							Depic	Literal /
	property	& Year	deprec	period	vention		deduct	Attach-
	property	& Year	deprec	·				
	property	& Year	deprec	·				Attach-
19a	property 3-year property	& Year	deprec 6,120	·	vention HY	S/L	deduct 1,020	Attach-
19b	3-year property 5-year property	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY	S/L 200 DB	deduct 1,020 5,861	Attach-
19b 19c	3-year property 5-year property 7-year property	& Year	6,120	period 3 Yrs	vention HY	S/L	deduct 1,020	Attach-
19b 19c 19d	3-year property 5-year property 7-year property 10-year property	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY	S/L 200 DB	deduct 1,020 5,861	Attach-
19b 19c 19d 19e	3-year property 5-year property 7-year property 10-year property 15-year property	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY	S/L 200 DB	deduct 1,020 5,861	Attach-
19b 19c 19d 19e 19f	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY	S/L 200 DB 200 DB	deduct 1,020 5,861	Attach-
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY HY	S/L 200 DB 200 DB S/L	deduct 1,020 5,861	Attach-
19b 19c 19d 19e 19f	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental	& Year	6,120 29,304	period 3 Yrs 5 Yrs	vention HY HY	S/L 200 DB 200 DB	deduct 1,020 5,861	Attach-
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental property		<u>6,120</u> 29,304 10,885	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs	vention HY HY HY MM	S/L 200 DB 200 DB S/L S/L	deduct 1,020 5,861 1,555	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a)	(b)	6,120 29,304 10,885	period 3 Yrs 5 Yrs 7 Yrs (d)	vention HY HY HY MM (e)	S/L 200 DB 200 DB S/L S/L S/L	deduct 1,020 5,861 1,555 (g)	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental property (a) Classification of	(b) Month	6,120 29,304 10,885 (c) Basis for	period 3 Yrs 5 Yrs 7 Yrs (d) Recovery	vention HY HY HY MM (e) Con-	S/L 200 DB 200 DB S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a)	(b)	6,120 29,304 10,885	period 3 Yrs 5 Yrs 7 Yrs (d)	vention HY HY HY MM (e)	S/L 200 DB 200 DB S/L S/L S/L	deduct 1,020 5,861 1,555 (g)	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental property (a) Classification of	(b) Month	6,120 29,304 10,885 (c) Basis for	period 3 Yrs 5 Yrs 7 Yrs (d) Recovery	vention HY HY HY MM (e) Con-	S/L 200 DB 200 DB S/L S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 15-year property 20-year property 25-year property Residential rental property (a) Classification of	(b) Month	6,120 29,304 10,885 (c) Basis for	period 3 Yrs 5 Yrs 7 Yrs (d) Recovery	vention HY HY HY MM (e) Con-	S/L 200 DB 200 DB S/L S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc	Attach- ments
19b 19c 19d 19e 19f 19g 19h	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a) Classification of property	(b) Month & Year	(c) Basis for deprec	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period	vention HY HY HY MM (e) Con- vention	S/L 200 DB 200 DB S/L S/L (f) Method	deduct 1,020 5,861 1,555 (g) Deprc deduct	Attach- ments
19b 19c 19d 19e 19f 19g	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real	(b) Month	6,120 29,304 10,885 (c) Basis for	period 3 Yrs 5 Yrs 7 Yrs (d) Recovery	vention HY HY HY MM (e) Con-	S/L 200 DB 200 DB S/L S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc	Attach- ments
19b 19c 19d 19e 19f 19g 19h	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real property	(b) Month & Year 10/04	(c) Basis for deprec 9,856	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period <u>39 Yrs</u>	vention HY HY HY MM (e) Con- vention MM	S/L 200 DB 200 DB S/L S/L (f) Method S/L	deduct 1,020 5,861 1,555 (g) Deprc deduct 253	Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 5ection	3-year property 5-year property 7-year property 10-year property 20-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real property C – Assets Placed in	(b) Month & Year 10/04	(c) Basis for deprec 9,856	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period <u>39 Yrs</u>	vention HY HY HY MM (e) Con- vention MM	S/L 200 DB 200 DB S/L S/L (f) Method S/L	deduct 1,020 5,861 1,555 (g) Deprc deduct 253	Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19i Section 20a	3-year property 5-year property 7-year property 10-year property 20-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real property C – Assets Placed in Class life	(b) Month & Year 10/04	(c) Basis for deprec 9,856	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period <u>39 Yrs</u>	vention HY HY HY MM (e) Con- vention MM	S/L 200 DB 200 DB S/L S/L (f) Method S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc deduct 253	Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19i Section 20a 20b	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real property C – Assets Placed in Class life 12-year	(b) Month & Year 10/04	(c) Basis for deprec 9,856	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period <u>39 Yrs</u>	vention HY HY HY CON Con vention MM the Alternat	S/L 200 DB 200 DB 200 DB S/L S/L S/L S/L S/L S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc deduct 253	Attach- ments
19b 19c 19d 19e 19f 19g 19h 19h 19h 19i Section 20a	3-year property 5-year property 7-year property 10-year property 20-year property 25-year property Residential rental property (a) Classification of property Nonresidential real property C – Assets Placed in Class life 12-year 40-year	(b) Month & Year 10/04	(c) Basis for deprec 9,856	period <u>3 Yrs</u> <u>5 Yrs</u> 7 Yrs (d) Recovery period <u>39 Yrs</u>	vention HY HY HY MM (e) Con- vention MM	S/L 200 DB 200 DB S/L S/L (f) Method S/L S/L	deduct 1,020 5,861 1,555 (g) Deprc deduct 253	Attach- ments

Form 4	4562	Deprecia	tion and A	mortizatio	n	2006				
21	Listed property	· •								
22	Total				13	32,083				
23	Assets for CY					,				
	Listed Propert	v								
	A – Depreciation		formation							
24a	Evidence?			Yes is o	Yes is checked					
24b	Evidence written	n?		Yes is o	checked					
25	Special deprecia	tion allowance								
26	Property used m		a qualified	business u	se:					
	(a) Type of Property	(b) Date placed in service	(c) Busines s/invest ment use %	(d) Cost or other basis	(e) Basis for deprici ation	(1 Reco Per	very	(g) Method convent ion	(h) Depreci ation deducti on	(i) Elected section 179 cost
27	Property used 50	0% or less in a q	ualified bus	iness use:						
10	Add ashiring (b)	lines 25 - 27				+	_			
28	Add column (h)	,					-			
<u>29</u>	Add column (i),									
	B – Information Total bus/invest		icles	1						
30(a)										
31(a)	Total commutin	0								
32(a)	Tot other person									
<u>33(a)</u>	Total miles driv		2							
34	Vehicle availabl		se?							
35	Vehicle used > 5		1 0							
36	Another vehicle									
	n C – Questions fo			e Vehicles	for Use by	y Their	Empl	oyees		
37	Maint written po									
38	Maint written po	<i>7</i> 1								
39	Vehicles treated		?							
40	Provide > 5 veh									
41	Qualified auto d	emonstration us	e?							
Part V	1		1	-	<u> </u>		-	<u>(a</u>		
	(a) Depreciation of costs	(b) Date amort begins	(c) Amort amoun		de A ion per	(e) Amort riod or ercent		(f) mort r this Yr	Write-in / Attachn	
42 amo	 	that begin dur	 ing your 20	06 tax vea	 1r					
	Development Cost									
43	Amort of costs before 2006 TY									
44	Total									

Form 4	1562	Deprecia	tion and Amo	rtization	2006			
Name:	Shoebill Unlimited				· ·			
Busines	ss or Activity: Aircraf	t Leasing						
	6-0000005	0						
	Line Description			Line Amoun	t	Write-in / Li	iteral / Atta	chments
Part I	Election to Expense	Certain P	roperty Under	Section 179				
1	Maximum amount				105,000			
2	Total cost of section	179 prop			,			
3	Threshold cost of sec		тор		420,000			
4	Reduction in limitation	on	•					
5	Dollar limitation for	ТΥ						
6(a)	Description of Proper	rty						
6(b)	Cost							
6(c)	Elected cost							
7	Listed property							
8	Total elected cost of	sec 179 pro	op					
9	Tentative deduction	•	•					
10	Carryover of disallov	ved deducti	on					
11	Business income lim							
12	Section 179 expense	deduction						
13	Carryover of disallov		on					
Part II	Special Depreciatio	n Allowan	ce and Other	Depreciation				
14	Special depreciation			•				
15	Property subject to se	ec 168(f)(1)) election					
16	Other depreciation							
Part II	I MACRS Deprecia	tion			•			
17	MACRS deductions				4,983,216			
18	Sec 168(i)(4) election	.			4,703,210			
	$\mathbf{B} - \mathbf{Assets}$ Placed in		uring 2006 Tay	v Voor Using	the Conoral	Depreciation	System	
Section	(a)	(b)	(c)	(d)	(e)	(f)	(g)	Write-in /
	Classification of property	Month & Year	Basis for deprec	Recovery period	Con- vention	Method	Deprc deduct	Literal / Attach- ments
10	2							
19a	3-year property		2 (42 299	5 Vara		20000	500 470	
19b	5-year property		2,642,388	5 Yrs	HY	200DB	528,478	
19c	7-year property							
19d	10-year property							
19e 19f	15-year property							
	20-year property					C/I		
19g 19h	25-year property Residential rental				MM	S/L S/L		
1911	property				IVIIVI	S/L		
	(a) Classification of property	(b) Month & Year	(c) Basis for deprec	(d) Recov- ery period	(e) Con- vention	(f) Method	(g) Deprc deduct	Write-in / Literal / Attach- ments
19i	Nonresidential real property				MM	S/L		
Section	C – Assets Placed in	Service D						
20a	Class life		2,935,176	VARIES	HY	S/L	244,500	
20b	12-year					S/L		
20c	40-year				MM	S/L		

Form 4	4562	Deprecia	tion and An	ortizatio	n	2006				
21	Listed property	· •								
22	Total				5,7	56,194				
23	Assets for CY				ĺ.	- í				
Part V	Listed Propert	v								
	n A – Depreciatio		formation							
24a	Evidence?			Yes is o	checked					
24b	Evidence written	n?		Yes is o	checked					
25	Special deprecia	tion allowance								
26	Property used m	ore than 50% in	a qualified b	ousiness u	se:					
	(a) Type of Property	(b) Date placed in service	(c) Busines s/invest ment use %	(d) Cost or other basis	(e) Basis for deprici ation	(f) Reco very Perio d	(g) Method convention	(h) Depreci ation deducti on	(i) Elected section 179 cost	
27	Property used 50	Property used 50% or less in a qualified bu								
28	Add column (h).	lines 25 - 27								
20	Add column (i),	/								
-	n B – Information		cles		1		1			
30(a)	Total bus/invest			1						
31(a)	Total commuting									
32(a)	Tot other person	0								
$\frac{32(a)}{33(a)}$	Total miles drive									
<u>34</u>	Vehicle availabl		se?							
35	Vehicle used > 5									
36	Another vehicle		al use?							
	n C – Questions fo			Vehicles	for Use h	v Their I	Imployees			
37	Maint written po					y men i	Imployees			
38	Maint written po									
39	Vehicles treated	7 1		1						
40	Provide > 5 vehi									
41	Qualified auto d		e?	1						
Part V										
	(a)Depreciati on of costs	(b)Date amort begins	(c) Amort amount	t (d)Co sectio	n pe)Amort eriod or ercent		Write-in / L Attachment		
42 amo	ortization of costs	that begin duri	ing your 200)6 tax yea	ir		· · · · · · · · · · · · · · · · · · ·			
	Development Cost									
43	Amort of costs before 2006 TY									
44	Total									

Form 4		Sales of	Business P	roper	·ty			2006	
	Shoebill Unlimited								
EIN: 6	6-0000005				1		1		
	Line Description				Line Amou	nt	Write-in / Li	teral / Atta	chments
1	Gross receipts fm sale	s or exch	g						
Part I	Sales or Exchanges of	f Propert	y Used in a	Trad	le or Business	5			
	Line Description		-		Line Amou	nt	Write-in / Lite	ral / Attach	ments
	Description of	Date	e Da	te	Gross sal	e	Depreciation	Cost or	Gain or
	property	acquir	ed sol	ld	price		allowed	other	loss
	(a)	(b)	(c)	(d)		(e)	basis	(g)
								(f)	
2									
	Line Description				Line Amou	nt	Write-in / Lite	ral / Attach	ments
3	Gain fm F4684					~			
4	Sec 1231 gain fm F62				237,	979			
5	Sec 1231 gain fm F88								
6	Gain fm casualty or th	neft			2,550,				
7	Combine lines 2 to 6	10011			2,787,	979			
8	Nonrecaptured net sec		S			0=2			
9	Subtract line 8 from li				2,787,	979			
Part II		Losses					XX7 • / X • / X • /	1 / 1 / 1	
	Line Description	D		4	Line Amou		Write-in / Lite		
	Description of	Date			Gross sal	e	Depreciation	Cost or	Gain or
	property	acquir			price		allowed	other	loss
	(a)	(b)	(c)	(d)		(e)	basis (f)	(g)
10	Ordinary gains and los	ses not in	cluded on li	nec 1	1 through 16			(1)	
10	Installment Sale			nes i					
	from F6252								567,895
	1101111 0232								501,075
	Line Description				Line Amou	nt	Write-in / Lite	ral / Attach	ments
11	Loss fm line 7								
12	Gain fm line 7				2,787,	979			
13	Gain fm line 31				150,				
14	Net gain F4684								
15	Ordinary gain F6252								
16	Ordinary gain F8824								
17	Combine lines 10 to16	6			3,505,	874			
18a	Part of loss F4684				- ,				
18b	Redetermined gain or	(loss) on	line 17						
Part II		· /		Secti	ions 1245, 125	50 <u>,</u> 12	252, 1254 and 12	55	
	Description of prope	erty	Date		Date sold				
	(a)		acquired		(c)				
			(b)						
19a	See F6252		04/30/04		06/30/05				
19b									
19c									
19d									
			erty A	Prop	perty B	Pro	operty C Pi	operty D	
20	Gross Sale price		3,150,000						
21	Cost or other basis		600,000						
22	Depreciation allowed		150,000						
23	Adjusted basis		450,000						
24	Total gain		2,700,000						

Form	4797	Sales of Business P	roperty				2006
25a	Depreciation allowed	150,000					
25b	Smaller of lines 24 and 25a						
26a	Additional depreciation after 1975						
26b	Applicable %						
26c	Subtract line 26a from line 24						
26d	Additional depreciation after 1969						
26e	Smaller of lines 26c and 26c						
26f	Sec 291 amount						
26g	Add lines 26b,26e and 26f						
27a	Soil, water, land						
27b	Line 27 multiplied by applicable %						
27c	Smaller of lines 24 and 27b						
28a	Intangible drilling						
28b	Smaller of lines 24 and 28a						
29a	Applicable % of payment excluded						
29b	Smaller of lines 24 and 29a						
	Line Description		Line A			Write-in	/ Literal / Attachments
30	Total gain all property			2,70	0,000		
31	Add property columns				0,000		
32	Subtract line 31 from li			/	0,000		
Part I	V Recapture Amounts	Under Sections 17	9 and 28				
				(a) Sectio	n 179	(b) S	ection 280F(b)(2)
33	Sec 179 expense deduc		l				
34	Recomputed depreciati	on					
35	Recapture amount						

Form (5252	Installment Sale Inco	me	2006			
Name:							
Identify	ying number:						
1	Description of prope	rty					
2a	Date acquired (month, day, year)						
2b	Date sold						
3	Was property sold to	a related party 1	No				
4	Was the property sol	d to a related party a mar	ketable security	□Yes	□No		
	Line Description		Line Amount		Write-in / Literal / Attachments		
Part I	Election to Expense	Certain Property Unde	er Section 179				
5	Selling price includi debts.	ng mortgages and other					
6	Mortgages, debts, an assumed	d other liabilities buyer					
7	Subtract line 6 from	line 5					
8	Cost of other basis o	f property sold					
9	Depreciation allowe	d or allowable					

Form 6	1252 Installment Sale Inco	me	2006	
10	Adjusted basis. Subtract line 9 from line 8.	ı		
11	Commissions and other expenses of sale			
12	Income recapture from Form 4797, Part III			
13	Add lines 10, 11, and 12			
14	Subtract line 13 from line 5. If zero or less,			
	do not complete rest of form			
15	If property described on line 1you're your			
	main home, enter amount of your excluded			
	gain			
16	Gross profit. Subtract line 15 from line 14			
17	Subtract line 13 from line 6. If zero or less			
	enter 0			
18	Contract price. Add line 7 and line 17			
	I Installment Sale Income			
19	Gross profit percentage. Divide line 16 by			
	line 18.			
20	If this is the year of sale, enter the amount			
	from line 17. Otherwise 0			
21	Payments received during year			
22	Add lines 20 and 21			
23	Payments received in prior years			
24	Installment Sale income. Multiply line 22			
	by line 19			
25	Enter the part of line 24 that is ordinary			
	income under the recapture rules			
26	Subtract lien 25 fro line 24. Enter here and			
	on Sch D or Form 4797			
Part II	I Related Party Installment Sale Income			
27	Name, address and taxpayer identifying			
	number of related party			
28	Did related party resell or dispose of			
	property during this tax year			
29	If answer to 28 is 'yes', complete lines 30			
	through 37 unless one of the following			
	conditions is met. Check box that applies			
Α	The second disposition was more than 2			
	years after the first disposition. If box is			
D	checked enter date of disposition			
В	The first disposition was a sale or exchange			
C	of stock to the issuing corporation			
С	The second disposition was an involuntary			
	conversion and the threat of conversion			
D	occurred after the first disposition			
ע	The second disposition occurred after the death of the original seller or huver			
Е	death of the original seller or buyer It can be established to the satisfaction of			
L	the IRS that tax avoidance was not a			
	principal purpose for either dispositions			
30	Selling price of property sold by related			
50	party			
31	Enter contract price from line 18 for year of			
51	first sale			
32	Enter the smaller of line 30 or line 31			
33	Total payments received by the end of your			
55	2006 tax year			
34	Subtract line 33 from line 32. If zero or			
54	less, enter 0			
L		1		

Form	6252	Installment Sale Income	2006	
35	Multiply line 34 by g on line 19 for year of	ross profit percentage first sale		
36	Enter the part of line income under the reca			
37	Subtract line 36 from Schedule D or Form	line 35. Enter here on 1797		

Form 88	325		eal Estate Income tnership or an S		of a 🕺	2006
Name: S	Shoebill Unlimited			-		
EIN: 66	-0000005					
	Line Description		Line Amount /	Information	Write-in / Attachme	
1A	Kind & location of ea	ch property		Aircraft		
1B						
1C						
1D						
				Properties		
			Α	В	С	D
2	Gross rents		6,575,640			
3	Advertising		4,230			
4	Auto and travel		7,135			
5	Cleaning and mainter	ance				
6	Commissions		21,300			
7	Insurance		155,940			
8	Legal and other profe	ssional fees	38,342			
9	Interest		406,581			
10	Repairs		3,220			
11	Taxes		5,704			
12	Utilities		7,311			
13	Wages and salaries		126,211			
14	Depreciation		5,726,037			
15	Other					
16	Total expense for eac	h property	6,502,011			
	Line Description		Line Amount /	Information	Write-in / Attachme	
17	Total gross rents			6,575,640		
18	Total expenses			(6,502,011)		
19	Net gain (loss) F479			3,505,874		
	Net income (loss) fro	m rental real				
20a	estate activities					
20b(1)	Name					
20b(2)	EIN					
21	Net rental real estate	income (loss)		3,579,503		

	K-1 (Form 1065) Partner's Share o			lits, etc. 2006
Tax	year beginning January 1, 2006 ending Dece	ember 31, 2006)	
	Final K-1	4		
	Amended K -1			
Part	I Information About the Corporation			
	Line Description	Line Amoun	t	Write-in / Literal / Attachments
A	Partnership's employer identification number		00005	
B	Partnership's name, address, city, state, and	Shoebill	Unlimited	
	Zip code		liot Road	
			ity, UT 84101	
C	IRS Center where corporation filed return	Og	den	
D	Check if Publicly traded partnership (PTP)			
E	Tax shelter registration number, if any	-		
F	Check if Form 8271 is attached			
	II Information About the Partner	0.01.0	6 0000	
G	Partner's Identification number		<u>6-0009</u>	
H	Partner's name, address, city, state and ZIP code		Boxwood on Circle	
			D 83708	
I	□ General partner or LLC member-manager		ntner or LLC	
1	□ Limited partner or other LLC member		-manager	
J	Domestic partner	member		
-	\Box Foreign partner	Domesti	c partner	
K	What type of entity is this partner?		vidual	
L	Partner's share of profit, loss and capital			1
		Beginning %	Ending%	
	Profit	25	25	
	Loss	25	25	
	Capital	25	25	
Μ	Partner's share of liabilities at year end:			
	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$		20,317,292	
N	Partner's capital account analysis:			
	Beginning capital account \$		4,552,886	
	Capital contributed during the year \$		125,000	
	Current year increase (decrease) \$		4,050,631	
	Withdrawals & distributions \$		0 800 810	
	Ending capital account $\$$	G (* =0	8,728,518	
	□ Tax basis □ GAAP □ Sect 704(b) book □ Other (explain)	Section 70	4(b) book is	
Dart	III Partner's Share of Current Year Incom	o Doductions	checked Credits and	Athar Itams
rart	Line Description	e, Deductions,	Creans, and	Write-in / Literal /
				Attachments
1	Ordinary business income (loss)		2,884,203	
2	Net rental real estate income (loss)		894,876	
3	Other net rental income (loss)			
1	Guaranteed payments			
5	Interest income		442,901	
6a	Ordinary dividends			
6b	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			
9b	Collectibles (28%) gain (loss)			
9c	Unrecaptured section 1250 gain			

10	Net section 1231 gain (loss)	59,495	
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	(a) 5,001,934 (c)10,444,370	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) 200,000	
18	Tax-exempt income & nondeductible	(b) 625,000	
	expense	(c) 14,101	
19	Distributions		
20	Other Information	(a) 442,901	

	K-1 (Form 1065) Partner's Share of			its, etc. 2006
Tax	year beginning January 1 , 2006 ending Dec e Final K-1	ember 31, 200	b	
	Amended K -1	4	-	
Davi				
rari	I Information About the Corporation Line Description	Line Amoun	+	Write-in / Literal /
	Line Description	Line Amoun	l	Attachments
A	Partnership's employer identification	66-00	00005	Attachments
	number	00 00		
B	Partnership's name, address, city, state, and	Shoebill	Unlimited	
	Zip code		liot Road	
	1	Salt Lake C	ity, UT 84101	
С	IRS Center where corporation filed return		gden	
D	Check if Publicly traded partnership (PTP)			
E	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
Part	II Information About the Partner			
G	Partner's Identification number		6-0010	
Н	Partner's name, address, city, state and ZIP		a Plum	
	code		352 South	
-			IV 89510	
Ι	□ General partner or LLC member-manager		tner or other	
т	Limited partner or other LLC member	LLC 1	nember	
J	Domestic partner Foreign partner	Darrest	a nart-	
V	Foreign partnerWhat type of entity is this partner?		c partner vidual	
K		Indi	vidual	
L	Partner's share of profit, loss and capital	Doginning 0/	Ending0/	
	Profit	Beginning %	1	
	Loss	25	25 25	
	Capital	25	25	
Μ	Partner's share of liabilities at year end:	23	23	
IVI	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$			
N	Partner's capital account analysis:			
	Beginning capital account \$		4,552,887	
	Capital contributed during the year \$		-,,,,	
	Current year increase (decrease) \$			
	Withdrawals & distributions \$			
	Ending capital account \$			
	\Box Tax basis \Box GAAP \Box Sect 704(b) book	Section 70	4(b) book is	
	□ Other (explain)		checked	
Part	III Partner's Share of Current Year Incom	e, Deductions	, Credits, and	
	Line Description			Write-in / Literal /
				Attachments
1	Ordinary business income (loss)			
2	Net rental real estate income (loss)			
3	Other net rental income (loss)			
4	Guaranteed payments			
5	Interest income			
<u>6a</u>	Ordinary dividends			
<u>6b</u>	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
9a	Net long-term capital gain (loss)			

9b	Collectibles (28%) gain (loss)		
9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	(d) 0 (c)10,444,370	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) 200,000	
18	Tax-exempt income & nondeductible		
	expense		
19	Distributions		
20	Other Information		

	K-1 (Form 1065) Partner's Share		uctions, Credit	ts, etc. 2006
Tax	year beginning January 1, 2006 ending Decembe	er 31, 2006		
	Final K-1	_		
_	Amended K -1			
Part	I Information About the Corporation			
	Line Description	Line Amoun	t	Write-in / Literal / Attachments
A	Partnership's employer identification number	66-000005		
B	Partnership's name, address, city, state, and Zip	Shoebill	Unlimited	
	code	5551 El	liot Road	
		Salt Lake C	ity, UT 84101	
С	IRS Center where corporation filed return	Og	gden	
D	Check if Publicly traded partnership (PTP)			
E	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
Part	II Information About the Partner			
G	Partner's Identification number	001-	06-0013	
H	Partner's name, address, city, state and ZIP code		Cypress	
	-	4810 So	uth19 West	
			sco, CA 94104	
Ι	General partner or LLC member-manager		rtner or other	
	Limited partner or other LLC member	LLC	member	
J	Domestic partner			
	Foreign partner		tic partner	
K	What type of entity is this partner?	Ind	ividual	
L	Partner's share of profit, loss and capital	Beginning %	Ending%	
	Profit	25	25	
	Loss	25	25	
	Capital	25	25	
M	Partner's share of liabilities at year end:	23	23	
141	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$			
N	Partner's capital account analysis:			
1	Beginning capital account \$		4,552,887	
	Capital contributed during the year \$		4,332,007	
	Current year increase (decrease) \$			
	Withdrawals & distributions \$			
	Ending capital account \$			
	\Box Tax basis \Box GAAP \Box Sect 704(b) book	Section 7	04(b) book is	
	$\Box \text{ Other (explain)}$	Section 7	checked	
Part	III Partner's Share of Current Year Income, Do	eductions Cred		Items
_ 411	Line Description	Careeronsy Creu		Write-in / Literal /
	· - ·····			Attachments
1	Ordinary business income (loss)			
2	Net rental real estate income (loss)			
3	Other net rental income (loss)			
4	Guaranteed payments			
5	Interest income			
6a	Ordinary dividends			
6b	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
		1		
9a	Net long-term capital gain (loss)			

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	(e) 0 (c)10,444,370	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items	(a) 200,000	
18	Tax-exempt income & nondeductible expense	(b) 625,000	
19	Distributions		
20	Other Information		

	K-1 (Form 1065) Partner's Share		ctions, Credit	ts, etc. 2006
Tax	year beginning January 1, 2006 ending Decembe	r 31, 2006		
	Final K-1	_		
-	Amended K -1			
Part	I Information About the Corporation			
	Line Description	Line Amount		Write-in / Literal / Attachments
4	Partnership's employer identification number	66-000005		
B	Partnership's name, address, city, state, and Zip	Shoebill Unlimited		
	code	5551 Ell	iot Road	
		Salt Lake Ci	ty, UT 84101	
С	IRS Center where corporation filed return	Og	den	
D	Check if Publicly traded partnership (PTP)			
Е	Tax shelter registration number, if any			
F	Check if Form 8271 is attached			
Part	II Information About the Partner			
G	Partner's Identification number	11-00	00054	
Н	Partner's name, address, city, state and ZIP code	Redbir	d Trees	
		7272 West	Furman Ave	
<u> </u>			o, CA 95813	
Ι	□ General partner or LLC member-manager		tner or other	
	Limited partner or other LLC member	LLC memb	er-manager	
J	Domestic partner			
	Foreign partner		c partner	
K	What type of entity is this partner?	Partn	ership	
L	Partner's share of profit, loss and capital	Beginning %	Ending%	
	Profit	25	25	
	Loss	25	25	
	Capital	25	25	
Μ	Partner's share of liabilities at year end:			
	Nonrecourse \$			
	Qualified nonrecourse financing \$			
	Recourse \$			
N	Partner's capital account analysis:			
	Beginning capital account \$			
	Capital contributed during the year \$			
	Current year increase (decrease) \$			
	Withdrawals & distributions \$			
	Ending capital account \$			
	\Box Tax basis \Box GAAP \Box Sect 704(b) book	Section 70	4(b) book is	
	□ Other (explain)		checked	
Part	III Partner's Share of Current Year Income, De	eductions, Credi	ts, and Other	Items
	Line Description			Write-in / Literal / Attachments
1	Ordinary business income (loss)			
2	Net rental real estate income (loss)			
3	Other net rental income (loss)			
4	Guaranteed payments			
5	Interest income			
6a	Ordinary dividends			
6b	Qualified dividends			
7	Royalties			
8	Net short-term capital gain (loss)			
	Net long-term capital gain (loss)			
9a	Thet long-term capital gam (loss)			

9c	Unrecaptured section 1250 gain		
10	Net section 1231 gain (loss)		
11	Other income (loss)		
12	Section 179 deduction		
13	Other deductions		
14	Self-employment earnings (loss)	(f) 0	
		(g) 10,444,370	
15	Credits & credit recapture		
16	Foreign transactions		
17	Alternative minimum tax (AMT) items		
18	Tax-exempt income & nondeductible expense		
19	Distributions		
20	Other Information		

TEST SCENARIO 6

FORMS REQUIRED: 1065-B, 4797, 1065-B SCH K-1 (2), Form 8453-B, DEPENDENCIES

ATTACHMENTS: Itemized Other Deductions Schedule Inventoriable Costs Paid Schedule Balance Sheets Discrepancy Statement Schedule L Other Current Assets Statement

BINARY ATTACHMENTS: Scanned Form 8453-B (8453 Signature Document)

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm	Electronic Tax Filers, Inc	66-0000006
-	1065 Efile Drive	
	Anytown, TX 79001	

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: Self-select PractionerPIN: None PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: 1065-B

Filer:	EIN: 66-000006
	Name: ABC Oil and Gas L P
	Name Control: ABCO
	Address: 28 Oil Rig Rd
	Anytown, TX 79001
Partner:	Name: Jonathan Walker
	Title: Chief Executive Officer
	Taxpayer PIN: N/A
	Phone: 555-55-5555
	Email Address: Anymail@email.com
	Date Signed: 04/01/2006
Preparer:	Name: Jane Doe
. T	SSN: 661-10-0001
	Phone: 555-555-5555
	Email Address: Anymail@email.com
	Date Prepared: 04/10/2006
	Self Employed: No

IRS PAYMENT: N/A

Details for attachments to Form

Attachment 1, Form 1065-B, Page 1, Line 23 (Itemized Other Deductions Schedule)

Туре	Amount
Survey Costs	\$150,750
Permits	\$27,250
Professional Fees	\$46,140
Bank Fees	\$2,600

Attachment 2, Form 1065-B, Page 2, Schedule A, Line 5 (Inventoriable Costs Paid Schedule)

Туре	Amount
Other Costs	\$576,000

Attachment 3, Form 1065-B, Page 5, Schedule L (Balance Sheets Discrepancy Statement)

Describe Allocation of Depletion Expense

Attachment 4, Form 1065-B, Page 5, Schedule L, Line 6b and 6d (Schedule L Other Current Assets Statement)

Туре	BOY Amount	EOY Amount
Prepaid Insurance	\$260,000	\$280,001
Other	\$1,600,720	\$1,630,110

Form	1065-B Test U.S. Return of Inco	me for Electing Large Pa	artnerships 2006
Calenc	dar Year 2006 or tax year beginning		2006
Α	Principal business activity	Mining	
В	Principal product or service	Oil and Gas	
С	Business code number	211110	
Name	and Address: ABC Oil and Gas L P 28 Oil	Rig Rd Anytown, TX 79	001
D	Employer Identification number	66-000006	
Е	Date business started	11/08/1999	
F	Total assets	\$5,617,088	
G	Check applicable boxes 1,2,3,4		
Н	Check accounting method 1,2,3	2	
I	Number of Schedule K-1	2	
J	Schedule M-3 Required (attached	-	
0	Schedule M-3)		
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales	\$2,512,000	White my Exchange Actualment
1a 1b	Less returns and allowances	φ2,512,000	
10 1c	Balance	\$2,512,000	
2	Cost of goods sold (Sch A, line 8)	\$576,000	
3	Gross profit. Subtract line 2 from 1c	\$1,936,000	
3 4	Net rental real estate income (loss)	\$1,750,000	
4 5	Net income(loss) other rental act		
5 6	Ordinary income (loss) other partner		
7	Net farm profit (loss)		
8	Excess of net short-term gain over net		
0	long-term capital loss (SchD, line 14)		
9	Net gain (loss) Form 4797, Part II, line 17		
10	Other income (loss)	61 00 (000	
11	Total income (loss) Combine lines 3 -10	\$1,936,000	
12	Salaries and wages		
13	Guaranteed payments to partners		
14	Repairs and maintenance	\$224,165	
15	Bad debts		
16	Rent		
17	Taxes and licenses		
18	Interest		
19a	Depreciation & section 179 expense		
19b	Less depreciation claimed on Sch A		
19c	Total depreciation		
20	Depletion	\$148,180	
21	Retirement plans, etc		
22	Employee benefit programs		
23	Other deductions	\$226,740	Attachment 1
24	Total deductions. Add lines $12 - 23$	\$599,085	
25	Taxable income (loss) from passive loss		
	(Subtract Line 24 from Line 11	\$1,336,915	
26a	Tax check if from Form 4255		
26b	Tax check if from Form 8611		
27a	Other payments check if Form 2439		
27b	Other payments check if Form 4136		
28	Tax due. Excess line 26 over line 27		
29	Overpayment. Excess line 27 over 26		
	Taxable Income or Loss From Other Acti	vities	
1	Interest	\$550	
2a	Total ordinary dividends		
2b	Qualified dividends		
		1	

Form	1065-B Test U.S. Return of Income f	or Electing Large P	artnerships	2006
2c	Nonqualified dividends. Subtract Line 2b	8 8		•
	from 2a			
3	Gross royalties			
4	Excess of net short-term capital gain over			
	net long-term capital loss Schedule D line			
	17			
5	Other income (loss)			
6	Total income (loss) Add lines 1, 2c, 3, 4,			
	and 5	\$550		
7	Interest expenses investments debts			
8	State and local income taxes			
9	Charitable contributions			
10a	Total misc itemized deductions			
10b	Deductible amount Multiply line 10a by			
	30%			
11	Other deductions			
12	Total deductions. Add lines 7, 8, 9, 10b,			
	and 11			
13	Taxable income (loss) from other			
	activities. Subtract line 12 from line 6	\$550		
Sched		* · *		
1	Inventory at beginning of year			
2	Purchases less cost of items			
3	Cost of labor			
4	Additional section 263A costs			
5	Other costs	\$576,000	Attachment 2	
6	Total. Add lines 1 – 5	\$576,000		
7	Inventory at the end of year	\$270,000		
8	Cost of goods sold. Subtract Line 7 from	\$576,000		
0	6	\$270,000		
9a (i)	Cost in regulations section 1.471-3			
9a	Lower of cost or market 1.471-4			
(ii)				
9a	Other			
(iii)				
9b	Check if writedown subnormal goods			
9c	Check if the LIFO was adopted			
9d	Section 263A rules apply			
<u>9e</u>	Change in determining quantities, cost,			
- *	valuations			
Sched			·	
1a	Domestic general partnership			
1b	Domestic limited partnership			
1c	Domestic limited liability company			
1d	Domestic limited liability partnership	X		
1e	Foreign partnership			
lf	Other			
2	Any partners in this partnership also	Ν		
-				
	partnerships?			
3	partnerships? Partnership own interest in another	Ν		
3	Partnership own interest in another	Ν		
	Partnership own interest in another partnership or foreign entity?			
4	Partnership own interest in another partnership or foreign entity? Partnership have foreign partners?	Ν		
4 5	Partnership own interest in another partnership or foreign entity? Partnership have foreign partners? Partnership publicly traded partnership?	<u>N</u> N		
4 5 6	Partnership own interest in another partnership or foreign entity? Partnership have foreign partners? Partnership publicly traded partnership? Partnership file Form 8264?	N N N		
4 5	Partnership own interest in another partnership or foreign entity? Partnership have foreign partners? Partnership publicly traded partnership?	<u>N</u> N		

Forn	n 1065-B Test	U.S.	Return of Inco	me for Electin	g Large P	artnerships	2006
8	Partnership re-	ceive distribut	tion from,	N	8 . 8		
	granter of, tran						
9	Number of Fo			0			
	Schedule D Cap	ital Gains an	d Losses				
				s and Losses	Assets Hel	d 1Year or Less	
	Description	Date	Date Sold	Sales Price		Cost or other	Gain or Loss
	of Property	acquired				basis	(Subtract (e)
	(a)	(b)	(c)	(d)		(e)	from (d))
							(f)
1							
•	01 4 4		11 / 1				
2	Short-term cap from Form 62						
3	Short-term cap						
<u> </u>	Net short-term						
•	Combine lines						
				ins and Losses	s – Assets	Held More Than	1 Year
_	Description	Date	Date Sold	Sales Price		Cost or other	Gain or Loss
	of Property	acquired				basis	(Subtract (e)
	(a)	(b)	(c)	(d)		(e)	from (d))
							(f)
5							
(Gain from For		-		\$2 500		
<u>6</u> 7	Lone-term cap				\$2,500		
/	from Form 62						
8	Long-term cap						
9	Net long-term				\$2,500		
·	Combine lines				\$2,500		
			ary of Parts I	and II			
10	Net gain (loss)				\$2,500		
11	Excess net sho						
	over net long-	term capital lo	oss (line 9)				
12	Net capital gai	in or (loss). Su	ubtract line 11		\$2,500		
	from line 10						
12				s) from Passive	e Loss Lin	itation Activities	
13	Redetermine a						
	into account o passive loss lin						
14	Excess of net						
14	net long-term	1	0				
	of amount on		inter sinuller				
15	Redetermine a		by taking				
	into account o						
	passive loss lin						
16	Net capital gai						
	loss limitation						
	are both $+$ or b		naller of line				
	12 or 15, other	rwise enter 0					

	Part V – Net Capital Gain (Loss) from	Other Activities						
17	Excess of net short-term capital gain over							
	net long-term capital loss. Subtract line							
	14 from line 11							
18	Net capital gain or (loss) from other	\$2,500						
	activities. Subtract line 16 from line 12							
S	chedule K Partners' Share of Income, Cr	edits, Deductions, ect.						
	(a) Distributive share items (b) Total amount							
1 a	Taxable income(loss) from passive limitation activities (Part I line 25)	\$1,336,915						
1b(1)	Taxable income (loss) from trade or business activities	\$66,458						
1b(2)	Taxable income (loss) from rental real							
1b(3)	estate activities Taxable income (loss) from other rental							
1.	activities	Ø//0 4F0						
1c	Total amount line 1a allocated to general partners. Combine lines 1b(1) – 1b(3)	\$668,458						
1d	Taxable income (loss) from passive loss limitation activities allocated to limited part. Subtract line 1c from 1a	\$668,457						
2	Taxable income (loss) from other activities (Part II, line 13)	\$550						
3	Qualified dividends from other activities (Part II, line 2b)							
4 a	Net capital gain (loss) from passive loss limitation activities (SchD, ln 16)							
4b	Net capital gain (loss) from other activities (Schedule D, line 18)	\$2,500						
5	Net passive alternative minimum tax							
6	Net other alternative minimum tax adj							
7	Guaranteed payments							
8	Income discharge of indebtedness							
9	Tax-exempt interest income							
10	General credits							
11	Low-income housing credit							
12	Rehabilitation credit from real estate activities							
13a	Net earnings (loss) self employment	\$668,458						
13b	Gross nonfarm income	,						
14a	Name of foreign country or U.S. possession							
14a	Name of foreign country or U.S. possession							
14b	Gross income from all sources							
14c	Gross income sourced at partnership level							
14d(1)	Foreign gross income at partnership level – Passive							
14d(2)	Foreign gross income at partnership level - Listed categories							
14d(3)	Foreign gross income at partnership level - General limitation							
14e(1)	Deduction allocated and apportioned at partner level - Interest expense							

14e(2)				ated and ap	oportion	ed at					
4 4 6 / 4 5	partner				.•	1 .			<u> </u>		
14f(1)				cated and a							
	income			l to foreigr	1 source						
14f(2)				e cated and a	nnortio	nod at					
141(2)				l to foreigr							
				categories							
14f(3)				cated and a		ned at					
111(0)				l to foreign							
				al limitation							
14g				kes Paid 🗆		d 🗆					
14h				es availab							
15	Other it	ems	and	amounts r	equired	to be					
	reported	i sej	parat	ely to parti	ners						
A	Analysis of										
1				. Column (
				From result	, subtra	ct	\$1,	339,965	1		
	lines 15g	(1) a	1				<i></i>				
	(i)		(ii)		(iii)		(iv) Partr	nership		Exempt	(vi) Nominee
	Corporate	•		lividual	Indivi				org	ganization	Other
2	A 1		· · ·	tive)	(passi	ve)			<u> </u>		
2a	Analysi		\$66	59,982							
	s by General										
	partners										
2b	Analysi				\$669,9	983					
20	s by				<i>\$</i> 00 <i>7</i> , <i>1</i>						
	Limited										
	partners										
Schedu	ile L Ba	alan	ce Sl	heets per l	Books						
				Beginnir	ng of ta	ix year		End of tax year		Write-in / Literal	
	Asse	ets		(a)			(b)	(c)		(d)	
1	Cash						\$565,010			\$855,185	
2a	Trade not	es									
2b	Less allow		ce								
3	Inventorie										
4	U.S. govt		ig								
5	Tax-exem securities										
6	Other cur	rent									
	assets	_				\$1	,860,720			\$1,910,111	Attachment 4
7	Mortgage estate loar		real								
8	Other										
-	investmer	nts									
9a	Bldgs & o		r								
	deprec as										
9b	Less accu	mu									
	lated depr	ec									
10a	Depletabl			\$3,14	40,260			\$3,375,1	12		
10b	Less accu										
	lated depl	letio	n	\$37	75,140	\$2	2,765,120	\$523,3	320	\$2,851,792	
11	Land						\$10,000			0	-
12a	Intangible		sets								
12b	Less accu	m									

	amortization						
13	Other assets						
14	Total assets		\$5,	200,850		\$5,617,088	
	Liabilities	(a)	(b)	(c)	(d)	
15	Accounts						
	payable		\$	470,588		\$\$205,366	
16	Mortgages,						
_	notes, bonds						
	payable < 1 yr						
17	Other current						
17	liabilities						
18	All nonrecourse						
10	loans		\$2	254,137		\$1,205,380	
19	Mortgages,		Φ29	234,137		\$1,203,500	
1)	notes, bonds						
20	payable > 1yr						
20	Other liabilities						
21	Partners' capital					<i>C</i> (D) () ())	
	accounts		\$2,	476,125		\$4,206,342	
22	Total labilities						
	and capital			200,850		\$5,617,088	
Sched		iliation of Income	(Loss)				
	Line Description			Line A		Write-in / Literal	
1	Net Income (loss)	per books			\$1,357,037		
2	Income included of	on SchK lines 1c -	4b,				
	and 8, not recorde	d on the books this	s year				
	(itemized):		5				
3	Guaranteed payme	ents					
4a		Expenses recorded on books not included					
		, and 15g (itemize)					
	Depreciation	, and 155 (nonnize)					
4b		l on books not incl	uded				
40		Expenses recorded on books not included SchK line $1c - 4b$, and $15g$ (itemize) -					
	Travel & entertain		-		\$57,140		
4					\$57,140		
4 5	Total Expenses				01 414 177		
	Add lines $1 - 4$	1 1 . 1	1 1		\$1,414,177		
6a		on books not includ					
	-	, and 8 (itemize) -	Tax-				
	exempt interest						
6	Total Income						
7a	Deductions includ						
		arged against bool	ĸ				
	(itemize) – Deprec	ciation			\$74,212		
8	Add lines 6 and 7			\$74,212			
9	Income (loss) (An						
	(loss) line 1). Subt				\$1,339,965		
Sched		s of Partners' Ca	pital Ac	counts			
1	Balance at beginn	ing of year			\$2,476,125		
2a	Capital contribute						
2b	1	Capital contributed - Property					
3	Net income (loss)				\$1,357,037		
4	Other increases (itemized)				\$373,180		
5					\$4,206,342		
	Add lines 1 through 4 Distributions – Cash				94,200,342		
6a							
6b	Distributions - Pro						
7	Other decreases (i	temized)					
8	Add lines 6 and 7						
9	Balance at end of	year. Sub line 8 fro	om line :	5	\$4,206,342		

Form 4	797 Sales of Busines	s Property	2006
Name:	ABC Oil and Gas LP	1 0	
EIN: 60	5-0000002		
	Line Description	Line Amount	Write-in / Literal / Attachments
1	Gross receipts fm sales or exchg		
Part I	Sales or Exchanges of Property Used i	n a Trade or Busin	iess
2(a)	Description of property	Land	
2(b)	Date acquired	07/01/2000	
2(c)	Date sold	06/30/2006	
2(d)	Gross sales price	\$12,500	
2(e)	Depreciation allowed		
2(f)	Cost or other basis	\$10,000	
2(g)	Gain or (loss)	\$2,500	
3	Gain fm F4684		
4	Sec 1231 gain fm F6252		
5	Sec 1231 gain fm F8824		
6	Gain fm casualty or theft		
7	Combine lines 2 to 6		
8	Nonrecaptured net sec 1231 loss		
9	Subtract line 8 from line 7		
Part II	Ordinary Gains and Losses		
10(a)	Description of property		
10(b)	Date acquired		
10(c)	Date sold		
10(d)	Gross sales price		
10(e)	Depreciation allowed		
10(f)	Cost or other basis		
10(g)	Gain or loss		
11	Loss fm line 7		
12	Gain fm line 7		
13	Gain fm line 31		
14	Net gain F4684		
15	Ordinary gain F6252		
16	Ordinary gain F8824		
17	Combine lines 10 to16		
18a	Part of loss F4684		
18b	Redetermined gain or (loss) on line 17		
Part II		der Sections 1245,	1250, 1252, 1254 and 1255
19(a)	Description of property		
19(b)	Date acquired		
19(c)	Date sold		
20	Gross sales price		
21	Cost or other basis		
22	Depreciation allowed		
23	Adjusted basis		
24	Total gain		
25a	Depreciation allowed		
25b	Smaller of lines 24 and 25a		
26a	Additional depreciation after 1975		
26b	Applicable %		
26c	Subtract line 26a from line 24		
26d	Additional depreciation after 1969		
	Line Description	Line Amount	Write-in / Literal / Attachments
26e	Smaller of lines 26c and 26c		
26f	Sec 291 amount		
26g	Add lines 26b,26e and 26f		

27a	Soil, water, land
27b	Line 27 multiplied by applicable %
27c	Smaller of lines 24 and 27b
28a	Intangible drilling
28b	Smaller of lines 24 and 28a
29a	Applicable % of payment excluded
29b	Smaller of lines 24 and 29a
30	Total gain all property
31	Add property columns A – D
32	Subtract line 31 from line 30
Part IV	Recapture Amounts Under Sections 179 and 280F(b)(2)
33(a)	Sec 179 expn ded – Sec 179
33(b)	Sec 179 expn ded – Sec 280F(b)
34(a)	Recomputed deprc – Sec 179
34(b)	Recomputed deprc- Sec280F(b)
35(a)	Recapture amount – Sec 179
35(b)	Recapture amount – Sec 280F(b)

Sch (For	K-1 m 1065-B)	Partner's Share of In	come, (Loss) From an Ele Partnership	cting Large 2006
	Corrected 🗆		-	
	Publicly Traded Partn	ership 🗆		
	Line Description		Line Amount	Write-in / Literal /
				Attachments
	Partnership's name, ad	dress, city, state, and	ABC Oil and Gas LP	
	Zip code		28 Oil Rig Rd	
			Anytown, TX 79001	
		r identification number	66-0000006	
	Partner's Identifying r	umber	001-06-0014	
	Partner's Name		Jonathan Walker	
	Street address		1657 E Forks Rd	
	City, state and zip cod	e	Bay Shore, NY 11706	
a	Partner's share of liabilities – nonrecourse		\$602,690	
b	Partner's share of liab			
c	Partner's share of liab			
1		from passive activities	\$668,457	
2	Taxable income (loss)	from other activities	\$275	
3	Qualified dividends			
4 a		from passive activities		
4b	Net capital gain (loss)		\$1,250	
5	Net passive AMT adjustments			
6	Net other AMT adjust	ments		
7	General Credits			
8	Low-income housing	credit		
9	Other			

Sch (For	K-1 rm 1065-B)	Partner's Share of In	come, (Loss) From an Ele Partnership	cting Large 2006
	Corrected 🗆			
	Publicly Traded Partn	ership 🗆		
	Line Description		Line Amount	Write-in / Literal / Attachments
	Partnership's name, ad	dress, city, state, and	ABC Oil and Gas LP	
	Zip code		28 Oil Rig Rd Anytown, TX 79001	
	Partnership's employe	r identification number	66-000006	
	Partner's Identifying r		001-06-0016	
	Partner's Name		Julius Caesar Walker	
	Street address		1657 E Forks Rd	
	City, state and zip code		Bay Shore, NY 11706	
a	Partner's share of liab		\$602,690	
b	Partner's share of liab			
c	Partner's share of liab			
1	Taxable income (loss)	from passive activities	\$668,458	
2	Taxable income (loss)	from other activities	\$275	
3	Qualified dividends			
4 a		from passive activities		
4b	Net capital gain (loss)		\$1,250	
5	Net passive AMT adju			
6	Net other AMT adjust	ments		
7	General Credits			
8	Low-income housing	credit		
9	Other			

TEST SCENARIO 7

FORMS REQUIRED: 1065-B, 4562, 8825, 1065-B SCH K-1 (2), Form 8453-B, DEPENDENCIES

ATTACHMENTS: Itemized Other Deductions Schedule Schedule K-1(Form 1065-B) Miscellaneous Item Statement Qualified Nonrecourse Financing Statement

BINARY ATTACHMENTS: Scanned Form 8453-B (8453 Signature Document)

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm	Electronic Tax Filers, Inc	66-0000007
	1065 Efile Drive	
	Anytown, WV 25001	

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: ERO PractionerPIN: None PIN Entered by – N/A

Signature Option: Binary Attachment 8453 Signature Document

Return Type: 1065-B

Filer:	EIN: 66-0000007 Name: ABC Cement Manufacturing Name Control: ABCC Address: 100 Concrete Ln Anytown, MN 55001
Partner:	Name: John Macbeth Title: President Taxpayer PIN: N/A Phone: 555-555-5555 Email Address: Anymail@email.com Date Signed: 04/06/2006
Preparer:	Name: Jane Jones SSN: 162-10-0001 Phone: 555-555-5555 Email Address: Anymail@email.com Date Prepared: 04/12/2006 Self Employed: No

IRS PAYMENT: N/A

Details for attachments to Form

Attachment 1, Form 1065-B, Page 1, Line 23(Itemized Other Deductions Schedule)

Туре	Amount
Professional Fees	\$558,000
Permits	\$125,000
Insurance	\$325,000
Other	\$544,700

Attachment 2, Schedule K-1 (Form 1065-B), (Miscellaneous Item Statement)

Code Number	Code Name	Amount
A1	General Partners	\$34,770,193
B1	N/A	\$242,500

Attachment 3, Schedule K-1 (Form 1065-B), (Qualified Nonrecourse Financing Statement)

Explanation of Qualified Nonrecourse Financing

		me for Electing Large P	*
		, 2006, ending 12/31, 1	2006
Α	Principal business activity	Cement Manufacturer	
B	Principal product or service	Cement	
С	Business code number	327300	
Name a	and Address: ABC Cement Manufacturing 10	0 Concrete Ln Anytown	, MN 55001
D	Employer Identification number	66-0000007	
Е	Date business started	01//19/1998	
F	Total assets	\$17,565,232	
G	Check applicable boxes 1,2,3,4		
Н	Check accounting method 1,2,3	2	
I	Number of Schedule K-1	2	
J	Schedule M-3 Required (attach Schedule		
•	M-3)		
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales	\$41,175,200	
<u>1a</u> 1b	Less returns and allowances	J41,1/J,200	
	Balance	¢ /1 175 300	
<u>1c</u>		\$41,175,200	
2	Cost of goods sold (Sch A, line 8)	\$26,954,578	
3	Gross profit. Subtract line 2 from 1c	\$14,220,622	
4	Net rental real estate income (loss)	\$485,000	
5	Net income(loss) other rental act		
6	Ordinary income (loss) other partner		
7	Net farm profit (loss)		
8	Excess of net short-term gain over net		
	long-term capital loss (SchD, line 14)		
9	Net gain (loss) Form 4797, Part II, line 17		
10	Other income (loss)		
11	Total income (loss) Combine lines 3 -10	\$14,705,622	
12	Salaries and wages	\$2,162,319	
13	Guaranteed payments to partners		
14	Repairs and maintenance	\$1,036,752	
15	Bad debts		
16	Rent		
17	Taxes and licenses	\$1,414,186	
18	Interest		
19a	Depreciation & section 179 expense	\$314,279	
19b	Less depreciation claimed on Sch A	,- ,	
19c	Total depreciation	\$314,279	
20	Depletion	\$148,180	
21	Retirement plans, etc	\$1.0,100	
22	Employee benefit programs	\$786,000	
23	Other deductions	\$1,522,700	Attachment 1
24	Total deductions. Add lines $12 - 23$	\$7,266,236	
2 4 25	Taxable income (loss) from passive loss	Φ1,200,230	
	(Subtract Line 24 from Line 11	\$7,439,386	
26a	Tax check if from Form 4255	\$7,437,300	
<u>20a</u> 26b	Tax check if from Form 8611		
	Other payments check if Form 2439		
27a 27h			
27b	Other payments check if Form 4136		
28	Tax due. Excess line 26 over line 27		
29	Overpayment. Excess line 27 over 26	l	
-	Taxable Income or Loss From Other Activit		
1	Interest	\$37,412	
<u>2a</u>	Total ordinary dividends		ļ
2b	Qualified dividends		

Form 10	65-B Test U.S. Return of Inco	me for Electing Large Pa	artnerships	2006
2c	Nonqualified dividends. Subtract Line 2b			
-	from 2a			
3	Gross royalties			
4	Excess of net short-term capital gain over			
-	net long-term capital loss Schedule D line			
	17			
5	Other income (loss)			
6	Total income (loss) Add lines 1, 2c, 3, 4,			
-	and 5	\$37,412		
7	Interest expenses investments debts	+-)		
8	State and local income taxes			
9	Charitable contributions			
10a	Total misc itemized deductions			
10b	Deductible amount Multiply line 10a by			
	30%			
11	Other deductions			
12	Total deductions. Add lines 7, 8, 9, 10b,			
	and 11			
13	Taxable income (loss) from other			
	activities. Subtract line 12 from line 6	\$37,412		
Schedule	e A Cost of Goods Sold			
1	Inventory at beginning of year	\$3,211,146		
2	Purchases less cost of items	\$22,247,630		
3	Cost of labor	\$4,312,216		
4	Additional section 263A costs			
5	Other costs			
6	Total. Add lines $1-5$	\$29,770,992		
7	Inventory at the end of year	\$2,816,414		
8	Cost of goods sold. Subtract Line 7 from	\$26,954,578		
	6			
9a (i)	Cost in regulations section 1.471-3			
9a (ii)	Lower of cost or market 1.471-4			
9a (iii)	Other			
9b	Check if writedown subnormal goods			
9c	Check if the LIFO was adopted			
9d	Section 263A rules apply			
9e	Change in determining quantities, cost,			
	valuations			
Schedule		-		
1a	Domestic general partnership			
1b	Domestic limited partnership			
1c	Domestic limited liability company	X		
1d	Domestic limited liability partnership			
1e	Foreign partnership			
1f	Other			
2	Any partners in this partnership also	Ν		
	partnerships?			
3	Partnership own interest in another	Ν		
	partnership or foreign entity?			
4	Partnership have foreign partners?	N		
5	Partnership publicly traded partnership?	N		
6	Partnership file Form 8264?	N		
7	Partnership have an interest in or a	Ν		
	signature, or other authority over			
	financial account in foreign country?			
8	Partnership receive distribution from,	Ν		
	granter of, transferor to foreign trust?			

Form 106	Form 1065-B Test U.S. Return of Income for Electing Large Partnerships 2006							
9	Number of For			0	·			
Sche	dule D Capital							
				d Losses Assets Held 1	Year or Less			
	Description	Date	Date Sold	Sales Price	Cost or other	Gain or Loss		
	of Property	acquired	Dute Solu	Sules I liee	basis	(Subtract (e) from		
	(a)	(b)	(c)	(d)	(e)	(d))		
	(u)	(0)	(0)	(4)	(0)	(d)) (f)		
1						(1)		
1								
2	Short-term cap	ital gain insta	llmont color					
2	from Form 625							
2								
3	Short-term cap	<i>(</i>						
4	Net short-term Combine lines							
				and Logran Accode Hal	ld Mone Then 1 Ve			
				and Losses – Assets Hel				
	Description	Date	Date Sold	Sales Price	Cost or other	Gain or Loss		
	of Property	acquired			basis	(Subtract (e) from		
	(a)	(b)	(c)	(d)	(e)	(d))		
_						(f)		
5								
6	Gain from For							
7	Lone-term cap							
	from Form 625							
8	Long-term cap							
9	Net long-term							
	Combine lines	5 - 8 in colun	ın (f)					
	Part II	I – Summary	of Parts I and	III				
10	Net gain (loss)	. Combine lin	es 4 & 9					
11	Excess net sho	rt-term capita	l gain (line 4)					
	over net long-t	erm capital lo	ss (line 9)					
12	Net capital gain	n or (loss). Su	btract line 11					
	from line 10							
	Part IV	- Net Capital	Gain (Loss) fi	rom Passive Loss Limita	tion Activities			
13	Redetermine an	mount line 11	by taking					
	into account or	nly gains and	losses from					
	passive loss lin	nitations activ	rities					
14	Excess of net s	hort-term cap	ital gain over					
	net long-term o	capital loss. En	nter smaller					
	of amount on 1	ine 11 or 13						
15	Redetermine an	mount line 12	by taking					
	into account or	nly gains and	losses from					
	passive loss lin	nitations activ	rities					
16	Net capital gain	n or (loss) fro	m passive					
	loss limitation	activities. If l	ine 12 & 15					
	are both + or b	oth -, enter sn	naller of line					
	12 or 15, other	wise enter 0						
	Part V – Net C	Capital Gain	(Loss) from Ot	ther Activities				
17	Excess of net s							
	net long-term o							
	14 from line 1							
18	Net capital gain		m other					
	activities. Subt							

Sch	Schedule K Partners' Share of Income, Credits, Deductions, ect.							
<u>(a</u>) Distributive share items (b) Tota	l amount						
1a	Taxable income(loss) from passive limitation activities (Part I line 25)	\$7,439,386						
1b(1)	Taxable income (loss) from trade or business activities	\$3,477,193						
1b(2)	Taxable income (loss) from rental real estate activities	\$242,500						
1b(3)	Taxable income (loss) from other rental activities							
1c	Total amount line 1a allocated to general partners. Combine lines 1b(1) – 1b(3)	\$3,719,693						
1d	Taxable income (loss) from passive loss limitation activities allocated to limited part. Subtract line 1c from 1a	\$3,719,693						
2	Taxable income (loss) from other activities (Part II, line 13)	\$37,412						
3	Qualified dividends from other activities (Part II, line 2b)							
4a	Net capital gain (loss) from passive loss limitation activities (SchD, ln 16)							
4b	Net capital gain (loss) from other activities (Schedule D, line 18)							
5	Net passive alternative minimum tax							
6	Net other alternative minimum tax adj							
7	Guaranteed payments							
8	Income discharge of indebtedness							
9	Tax-exempt interest income							
10	General credits							
11	Low-income housing credit							
12	Rehabilitation credit from real estate activities							
13	Credit for producing fuel from nonconventional source							
13a	Net earnings (loss) self employment							
13b	Gross nonfarm income							
14a	Name of foreign country or U.S. possession							
14b	Gross income from all sources							
14c	Gross income sourced at partnership level							
14d(1)	Foreign gross income at partnership level – Passive							
14d(2)	Foreign gross income at partnership level - Listed categories							
14d(3)	Foreign gross income at partnership level - General limitation							
14e(1)	Deduction allocated and apportioned at partner level - Interest expense							
14e(2)	Deduction allocated and apportioned at partner level -Other							
14f(1)	Deductions allocated and apportioned at partnership level to foreign source income – Passive							
14f(2)	Deductions allocated and apportioned at partnership level to foreign source income - Listed categories							

14f(3)	Deductio	ns allocated and a	apportioned at			
		ip level to foreigr				
		General limitation				
14g	Total for	eign taxes Paid	Accrued			
14h	Reductio	n in taxes availab	le for credit			
15	Other iter	ms and amounts r	equired to be			
	reported	separately to parti	ners			
Ar	alysis of Net	Income (Loss)			•	
1	Net income	e (loss). Column (b), add lines 1c			
	-4, 7, and	8. From result, su	ubtract lines	\$7,476,798		
	15g(1) and	(2)				
	(i)	(ii)	(iii)	(iv) Partnership	(v) Exempt	(vi) Nominee
	Corporate	Individual	Individual		organization	Other
		(active)	(passive)			
2a	Analysis	\$3,738,399				
	by					
	General					
2 h	1	partners 62 729 200				
2b	by	Analysis \$3,738,3				
	Limited					
	partners					

Form 45	562 Depreciation and Am	ortization	2006	
Name: A	ABC Cement Manufacturing			
Business	or Activity: Cement Manufacturing			
EIN: 66	-0000007			
	Line Description	Line Amount		Write-in / Literal / Attachments
Part I	Election to Expense Certain Property Under	r Section 179		
1	Maximum amount	105,000		
2	Total cost of section 179 prop	\$80,500		
3	Threshold cost of section 179 prop	420,000		
4	Reduction in limitation	_		
5	Dollar limitation for TY	\$105,000		
6(a)	Description of Property	Dump Truck	K	
6(b)	Cost	\$80,500		
6(c)	Elected cost	\$80,500		
7	Listed property			
8	Total elected cost of sec 179 prop	\$80,500		
9	Tentative deduction	\$80,500		
10	Carryover of disallowed deduction			
11	Business income limitation	\$105,000		
12	Section 179 expense deduction	\$80,500		
13	Carryover of disallowed deduction			
Part II	Special Depreciation Allowance and Other	Depreciation		
14	Special depreciation allowed			
15	Property subject to sec 168(f)(1) election			
16	Other depreciation			
Part III	MACRS Depreciation - Section A	i		
17	MACRS deductions	\$28	0,063	Dependency
18	Sec 168(i)(4) election			

Section	B – Assets Placed in S	Service Duri	ng 2006 Tax '	Year Using t	he General	Der	oreciation S	System	
	(a)Classification	(b)Mont	(c) Basis	(d)Recover			(f)Meth	(g)Deprc	Write-in
	of property	h & Year	for deprec	period	Conve on		od	deduct	/ Literal / Attach- ments
10	2								
<u>19a</u>	3-year property		¢130.000	F	113/		1 00DD	634.000	
19b	5-year property		\$120,000	5 yrs	HY		200DB	\$24,000	
19c	7-year property		\$256,500	7 yrs	HY		200DB	\$36,654	
19d	10-year property								
19e	15-year property								
19f	20-year property						C/T		
19g	25-year property					-	S/L		
19h	Residential rental				MM		S/L		
10:	property Nonresidential real								
19i	property			39 yrs	MM	ſ	S/L		
Section	C – Assets Placed in S	Sorvico Duri	ng 2006 Tax '	 Voor Using t	ha Altarna	tivo	Donrociati	on System	
20a	Class life		ing 2000 1 ax	i cai Usilig t	ne / MUUI IIA	LIVE.	Depreciati	on System	
20a 20b	12-year					c	/L		
200 20c	40-year				MM		/L /L		
Part IV						5	L		
21	Listed property					T			
22	Total				\$340,717	-			
23	Assets for CY				\$340,717	-			
24a	Listed Property A – Depreciation and Evidence?	Other Info	rmation			Ì			
24b	Evidence written?	11							
25	Special depreciation	allowance							
26(a)	Type of property								
26(b)	Date in service	0 /							
26(c)	Business investment	%							
26(d)	Cost or other basis								
26(e)	Basis for depreciatio	n							
26(f)	Recovery period								
$\frac{26(g)}{26(h)}$	Method/Convention	an							
26(h)	Depreciation deducti Election Sec 179 cos								
26(i) 27(a)		ot							
$\frac{27(a)}{27(b)}$	Type of property Date in service								
27(b) 27(c)	Business investment	0/2							
27(c) 27(d)	Cost or other basis	/0							
27(u) 27(e)	Basis for depreciatio	n				-			
$\frac{27(e)}{27(f)}$	Recovery period	11				-			
27(I) 27(g)	Method/Convention					-			
$\frac{27(g)}{27(h)}$	Depreciation deducti	on							
27(i) 27(i)	Election Sec 179 cos					-			
27(1)	Add column (h), line					-			
28	Add column (i), line					-			
	B – Information on U		95			I			
30(a)	Total bus/invest mile								
<u>30(a)</u> 31(a)	Total commuting mi					-			
$\frac{31(a)}{32(a)}$	Tot other personal m					-			
$\frac{32(a)}{33(a)}$	Total miles driven								
JJ(a)	i otar mines di iven					<u> </u>			

34	Vehicle available for	or personal use?						
35	Vehicle used $> 5\%$?						
36	Another vehicle ava	ail for personal use	e?					
Section	C – Questions for E	mployers Who P	rovide V	⁷ ehicl	es for Use	by Their Em	ployees	
37	Maint written policy	y prohibits commu	u?					
38	Maint written policy	y prohibits pers us	se					
39	Vehicles treated as	personal use?						
40	Provide > 5 vehicle	?						
41	Qualified auto demo	onstration use?						
Part VI	Amortization							
	(a)Depreciation of costs	(b) Date amort begins	(c) An amou		(d)Cod e section	(e)Amort period or percent	(f)Amort for this Yr	Write-in / Literal / Attachments
42								
43	Amort of costs before 2006 TY							

			eal Estate Income and Expenses or rtnership or an S Corporation	2006	
Name: A	BC Cement Manufacturin	g			
EIN: 66-0	000007				
	Line Description		Line Amount / Information	Write-i	n / Literal / Attachments
1A	Kind & location of ea	ch property	Warehouse 200 Metamorphic Rd Anytown, MN 55001		
2A	Gross rents		\$615,000		
3A	Advertising		\$24,000		
4 A	Auto and travel				
5A	Cleaning and mainten	ance			
6A	Commissions				
7A	Insurance		\$26,500		
8A	Legal and other profe	ssional fees			
9A	Interest		\$42,312		
10A	Repairs				
11A	Taxes		\$10,750		
12A	Utilities				
13A	Wages and salaries				
14A	Depreciation		\$26,438		
15A	Other				
16A	Total expense for each	n property	\$130,000		
17	Total gross rents		\$615,000		
18	Total expenses		(\$130,000)		
19	Net gain (loss) F4797	1			
20a	Net income (loss) from	n rental real			
20h(1)	Name				
20b(1) 20b(2)	EIN				
21	Net rental real estate i	ncome (loss)	\$485,000		

		come, (Loss) From an Elec	cting Large	2006	
(Form 1065-B)		Partnership			
	Corrected \Box				
	Publicly Traded Partn	ership 🗆			
	Line Description		Line Amount	Write-in / L	iteral / Attachments
	Partnership's name, ad	ldress, city, state, and	ABC Cement		
	Zip code		Manufacturing		
			100Concrete Ln		
			Anytown, MN 55001		
		r identification number	66-000007		
	Partner's Identifying r	number	001-06-0017		
	Partner's Name		John Macbeth		
	Street address		1168 Beech St		
	City, state and zip cod		Central Islip, NY 11722		
a	Partner's share of liab	ilities – nonrecourse			
b	Partner's share of liab	ilities – qualified	\$3,000,000		
c	Partner's share of liab	ilities – other			
1	Taxable income (loss)	from passive activities	\$3,719,693		
2	Taxable income (loss)	from other activities	\$18,706		
3	Qualified dividends				
4a	Net capital gain (loss)	from passive activities			
4b	Net capital gain (loss)				
5	Net passive AMT adju	istments			
6	Net other AMT adjust	ments			
7	General Credits				
8	Low-income housing	credit			
9	Other		\$35,353,410	Dependency	

Sch K (Form	-1 1065-B)	Partner's Share of I	Income, (Loss) From an Elect Partnership	ting Large 2006
(Corrected \Box			
	Publicly Traded Partners	ship □		
	Line Description	•	Line Amount	Write-in / Literal / Attachments
	Partnership's name, addr code	ress, city, state, and Zip	ABC Cement Manufacturing 100Concrete Ln Anytown, MN 55001	
	Partnership's employer i	dentification number	66-000007	
	Partner's Identifying nur	mber	001-06-0018	
	Partner's Name		John Capulet	
	Street address		1175 Beech St	
	City, state and zip code		Central Islip, NY 11722	
a	Partner's share of liabili	ties – nonrecourse		
b	Partner's share of liabili	ties – qualified	\$3,000,000	
c	Partner's share of liabili	ties – other		
1	Taxable income (loss) fr	om passive activities	\$3,719,693	
2	Taxable income (loss) fr	com other activities	\$18,706	
3	Qualified dividends			
4a	Net capital gain (loss) fr	om passive activities		
4b	Net capital gain (loss) fr	om other activities		
5	Net passive AMT adjust			
6	Net other AMT adjustm	ents		
7	General Credits			
8	Low-income housing cro	edit		
9	Other			

FORMS REQUIRED: 1065-B, 8308, 1065-B SCH K-1 (101)

ATTACHMENTS: Itemized Other Deductions Schedule

BINARY ATTACHMENTS: None

HEADER INFO:

Tax Period: Calendar Year 2006

Preparer Firm Electronic Tax Filers, Inc 66-000008 **1065 Efile Drive** Anytown, WV 25001

MultipleSoftwarePackagesUsed: Yes or No

Originator: EFIN: Self-select Type: ERO **PractionerPIN: EFIN: Self-select** PIN: Self-select **PIN Entered by – ERO**

Signature Option: PIN Number

Return Type: 1065-B

Filer:	EIN: 66-000008
	Name: Black Coal Industries LLC
	Name Control: BLAC
	Address: 100 Main St
	Anytown, WV 25001

- **Partner:** Name: Bubba Christmas **Title: Chief Executive Officer** Taxpayer PIN: N/A Phone: 555-555-5555 Email Address: Anymail@email.com Date Signed: 03/15/2006
- **Preparer:** Name: John Dark SSN: 663-00-0001 **Phone:** Email Address: Anymail@email.com Date Prepared: 04/01/2006 Self Employed: No

IRS PAYMENT:

N/A

Details for attachments to Form

Attachment 1 Form 1065-B, Page 1, Line 23 (Itemized Other Deductions Schedule)

Туре	Amount
Engineering	\$2,168,140
Permits	\$1,400,000
Legal and Accounting	\$1,600,320
Consulting	\$385,914

		me for Electing Large Pa	artnerships 2006
Calenc	lar Year 2006 or tax year beginning 01/	01, 2006, ending 12/3	1, 2006
Α	Principal business activity	Mining	
В	Principal product or service	Coal	
С	Business code number	212110	
Name	and Address: Black Coal Industries LLC 1	00 Main St Anytown, W	/V 25001
D	Employer Identification number	66-000008	
Е	Date business started	08/03/1998	
F	Total assets	\$20,440,320	
G	Check applicable boxes 1,2,3,4		
Н	Check accounting method 1,2,3	2	
Ι	Number of Schedule K-1	101	
J	Schedule M-3 Required (attach Schedule M-3)		
	Line Description	Line Amount	Write-in / Literal / Attachment
1a	Gross receipts or sales	\$101,256,342	
1a 1b	Less returns and allowances	\$101,2 <i>3</i> 0, 3 42	
10 1c	Balance	\$101,256,342	
2	Cost of goods sold (Sch A, line 8)	\$58,332,511	
3	Gross profit. Subtract line 2 from 1c	\$42,923,831	
4	Net rental real estate income (loss)	ψτ <i>μ</i> , <i>743</i> ,031	
5	Net income(loss) other rental act		
6	Ordinary income (loss) other partner		
7	Net farm profit (loss)		
8	Excess of net short-term gain over net		
0	long-term capital loss (SchD, line 14)		
9	Net gain (loss) Form 4797, Part II, line 17		
10	Other income (loss)		
11	Total income (loss) Combine lines 3 -10	\$42,923,831	
12	Salaries and wages	\$12,487,136	
13	Guaranteed payments to partners	\$12,107,100	
10	Repairs and maintenance	\$2,612,540	
15	Bad debts	\$2,012,510	
16	Rent	\$1,720,000	
17	Taxes and licenses	\$4,106,315	
18	Interest	\$ 1,100,015	
10 19a	Depreciation & section 179 expense		
19b	Less depreciation claimed on Sch A		
19c	Total depreciation		
20	Depletion	\$3,750,225	
20	Retirement plans, etc	ψυ,100,220	
21	Employee benefit programs	\$1,218,412	
23	Other deductions	\$5,554,374	Attachment 1
23	Total deductions. Add lines $12 - 23$	\$31,449,002	
25	Taxable income (loss) from passive loss		
• -	(Subtract Line 24 from Line 11	\$11,474,829	
26a	Tax check if from Form 4255		
26b	Tax check if from Form 8611		
27a	Other payments check if Form 2439		
27b	Other payments check if Form 4136		
28	Tax due. Excess line 26 over line 27		
29	Overpayment. Excess line 27 over 26		
	Taxable Income or Loss From Other Acti		
1	Interest	\$357,610	
2a	Total ordinary dividends		
2b	Qualified dividends		

Form	1065-B Test U.S. Return of Income f	or Electing Large Part	nerships	2006
2c	Nonqualified dividends. Subtract Line 2b		•	
	from 2a			
3	Gross royalties	\$1,569,721		
4	Excess of net short-term capital gain over			
	net long-term capital loss Schedule D line			
	17			
5	Other income (loss)			
6	Total income (loss) Add lines 1, 2c, 3, 4,			
	and 5	\$37,412		
7	Interest expenses investments debts			
8	State and local income taxes			
9	Charitable contributions			
10a	Total misc itemized deductions			
10b	Deductible amount Multiply line 10a by			
	30%			
11	Other deductions			
12	Total deductions. Add lines 7, 8, 9, 10b, and 11			
13	Taxable income (loss) from other			
	activities. Subtract line 12 from line 6	\$1,569,721		
Sched		,		
1	Inventory at beginning of year	\$5,650,225		
2	Purchases less cost of items	\$57,478,827		
3	Cost of labor	\$1,425,622		
4	Additional section 263A costs			
5	Other costs			
6	Total. Add lines $1-5$	\$64,554,674		
7	Inventory at the end of year	\$6,222,163		
8	Cost of goods sold. Subtract Line 7 from	\$58,332,511		
	6			
9a (i)	Cost in regulations section 1.471-3			
9a (ii)	Lower of cost or market 1.471-4	X		
9a	Other			
(iii)				
9b	Check if writedown subnormal goods			
9c	Check if the LIFO was adopted			
9d	Section 263A rules apply	No		
9e	Change in determining quantities, cost,	No		
~ -	valuations			
Sched				
<u>1a</u>	Domestic general partnership			
1b	Domestic limited partnership	v		
1c	Domestic limited liability company	X		
1d	Domestic limited liability partnership			
<u>1e</u>	Foreign partnership	<u> </u>		
1f	Other	N		
2	Any partners in this partnership also partnerships?	N		
3	Partnership own interest in another partnership or foreign entity?	Ν		
4	Partnership have foreign partners?	N		
5	Partnership publicly traded partnership?	N		
6	Partnership file Form 8264?	N		
7	Partnership have an interest in or a	N		
	signature, or other authority over			
	financial account in foreign country?			

Form	n 1065-B Test	U.S. 1	Return of Inco	me for Electing La	rge Partnerships	2006
8	Partnership re			N	- <u>8</u>	
	granter of, tran					
9	Number of Fo	rms 8865 atta	ched	0		
	Schedule D Cap	ital Gains an	d Losses			
	Part	I – Short-Terr	n Capital Gain		ts Held 1Year or Less	
	Description	Date	Date Sold	Sales Price	Cost or other	Gain or Loss
	of Property	acquired			basis	(Subtract (e)
	(a)	(b)	(c)	(d)	(e)	from (d))
_						(f)
1						
2	Short-term car	vital gain insta	llment sales			
2	from Form 62					
3	Short-term cap					
4	Net short-term					
	Combine lines					
	Part	II – Long-Te	rm Capital Ga	ains and Losses – A	ssets Held More Than	1 Year
	Description	Date	Date Sold	Sales Price	Cost or other	Gain or Loss
	of Property	acquired			basis	(Subtract (e)
	(a)	(b)	(c)	(d)	(e)	from (d))
-						(f)
5						
6	Gain from For	m 4797 Part I				
7	Lone-term cap					
•	from Form 62					
8	Long-term cap	vital (loss) For	rm 8824			
9	Net long-term					
	Combine lines					
			ary of Parts I	and II		
10	Net gain (loss)					
11	Excess net sho					
12	over net long-					
12	from line 10	in of (1088). St	ibitact fille 11			
		· IV- Net Can	ital Gain (Los	s) from Passive Los	s Limitation Activities	
13	Redetermine a			5) 11 0111 1 4551VC 1208	S Emiliation Activities	
	into account o					
	passive loss lin					
14	Excess of net					
	net long-term	capital loss. È				
	of amount on					
15	Redetermine a					
	into account o					
1(passive loss lin					
16	Net capital gai					
	loss limitation are both + or b					
	12 or 15, other					
	12 01 13, 0010			1	L	

	Part V – Net Capital Gain (Loss) from	Other Activities	
17	Excess of net short-term capital gain over		
	net long-term capital loss. Subtract line		
	14 from line 11		
18	Net capital gain or (loss) from other		
	activities. Subtract line 16 from line 12		
S	Schedule K Partners' Share of Income, Cr		
		o) Total amount	
1a	Taxable income(loss) from passive limitation activities (Part I line 25)	\$11,474,829	
1b(1)	Taxable income (loss) from trade or business activities		
1b(2)	Taxable income (loss) from rental real estate activities		
1b(3)	Taxable income (loss) from other rental activities		
1c	Total amount line 1a allocated to		
	general partners. Combine lines 1b(1) -		
	1b(3)	A 1 1 - 1 A	
1d	Taxable income (loss) from passive loss	\$11,474,829	
	limitation activities allocated to limited part. Subtract line 1c from 1a		
2	Taxable income (loss) from other	\$1,569,721	
	activities (Part II, line 13)	÷)=)	
3	Qualified dividends from other		
_	activities (Part II, line 2b)		
4 a	Net capital gain (loss) from passive loss limitation activities (SchD, ln 16)		
4b	Net capital gain (loss) from other		
	activities (Schedule D, line 18)		
5	Net passive alternative minimum tax		
6	Net other alternative minimum tax adj		
7	Guaranteed payments		
8	Income discharge of indebtedness		
9	Tax-exempt interest income		
10	General credits		
11	Low-income housing credit		
12	Rehabilitation credit from real estate activities		
13	Credit for producing fuel from nonconventional source		
13a	Net earnings (loss) self employment		
13a 14b	Gross nonfarm income		
15a	Name of foreign country or U.S.		
104	possession		
15b	Gross income from all sources		
15c	Gross income sourced at partnership level		
15d(1)	Foreign gross income at partnership		
154(2)	level - Passive		
15d(2)	level - Listed categories		
15d(3)	Foreign gross income at partnership level - General limitation		
15e(1)	Deduction allocated and apportioned at partner level - Interest expense		
15e(2)	Deduction allocated and apportioned at		
136(2)	partner level -Other		

15f(1)		is allocated and a				
		p level to foreigr	source			
	income - I					
15f(2)		is allocated and a				
		p level to foreigr	source			
		Listed categories				
15f(3)		is allocated and a				
		p level to foreigr				
		General limitatio				
15g		ign taxes Paid □				
15h		in taxes availab				
16		ns and amounts r				
		eparately to parti				
1		et Income (Loss				
1			b), add lines 1c –			
		From result, sub	tract lines 15g(1)	\$13,044,550		
	and (2)					
	(i)	(ii)	(iii)	(iv) Partnership	(v) Exempt	(vi) Nominee
	Corporate	Individual	Individual		organization	Other
		(active)	(passive)			
2a	Analysis					
	by General					
	partners					
2b	Analysis		\$13,044,550			
20	by		Ψ1 3, 0 17 ,330			
	Limited					
	partners					

Form 8308	Report of a Sale or Exchange of Certain Partnership2006Interests	
Name of Partnership:	Black Coal Industries	
Telephone number:	(555)555-5555	
Employer identification number:	66-000008	
Number, street, and room or suite	: 100 Main St	
City or Town, State and Zip Code	Anytown, WV 25001	
Part I Transferor Information		
Name	Bronco Juno	
Identifying number	001-06-0019	
Number and street	300 Main St	
City or Town, State and Zip Code	Anytown, WV 25001	
Part II Transferee Information	1	
Name	Bubba Christmas	
Identifying number	001-06-0020	
Number and street	200 Main St	
City or Town, State and Zip Code	Anytown, WV 25001	
Part III Date of Sale or Exchange of Partnership Interest		

Sch	K-1	Partner's Share of In	come, (Loss) From an Ele	cting Large 2006
(For	rm 1065-B)		Partnership	
	Corrected \Box			
	Publicly Traded Partn	ership 🗆		
	Line Description		Line Amount	Write-in / Literal / Attachments
	Partnership's name, ad	ldress, city, state, and	Black Coal Industries,	
	Zip code		LLC	
			100 Main St	
			Anytown, WV 25001	
		r identification number	66-000008	
	Partner's Identifying r	number	001-06-2001	
	Partner's Name		Taxpayer B1	
	Street address		1001 Main St	
	City, state and zip cod	e	Anytown, WV 25001	
Α	Partner's share of liab	ilities – nonrecourse	\$52,635	
B	Partner's share of liab	ilities – qualified		
С	Partner's share of liab	ilities – other		
1	Taxable income (loss)	from passive activities	\$114,748	
2	Taxable income (loss)	from other activities	\$15,697	
3	Qualified dividends			
4 a	Net capital gain (loss)	from passive activities		
4b	Net capital gain (loss)			
5	Net passive AMT adju			
6	Net other AMT adjust	ments		
7	General Credits			
8	Low-income housing	credit		
9	Other			

Sch	K-1	Partner's Share of In	come, (Loss) From an Ele	cting Large 2006
(For	m 1065-B)		Partnership	
	Corrected \Box			
	Publicly Traded Partne	ership 🗆		
	Line Description		Line Amount	Write-in / Literal / Attachments
	Partnership's name, ad	dress, city, state, and	Black Coal Industries,	
	Zip code		LLC	
			100 Main St	
			Anytown, WV 25001	
		r identification number	66-000008	
	Partner's Identifying r	umber	001-06-0020	
	Partner's Name		Bubba Christmas	
	Street address		200 Main St	
	City, state and zip cod		Anytown, WV 25001	
Α	Partner's share of liab		\$26,318	
B	Partner's share of liab	ilities – qualified		
С	Partner's share of liab			
1	Taxable income (loss)	from passive activities	\$57,374	
2	Taxable income (loss)	from other activities	\$7,849	
3	Qualified dividends			
4 a	Net capital gain (loss)	from passive activities		
4b	Net capital gain (loss) from other activities			
5	Net passive AMT adjustments			
6	Net other AMT adjust	ments		
7	General Credits			
8	Low-income housing	credit		
9	Other			

Sch [K-1 m 1065-B)	Partner's Share of In	come, (Loss) From an Elec Partnership	cting Large 2006
	Corrected \Box			
	Publicly Traded Partne	ership 🗆		
	Line Description		Line Amount	Write-in / Literal / Attachments
	Partnership's name, address, city, state, and Zip code		Black Coal Industries, LLC 100 Main St Anytown, WV 25001	
	Partnership's employe	r identification number	66-000008	
	Partner's Identifying r	umber	001-06-0019	
	Partner's Name		Bronco Juno	
	Street address		300 Main St	
_	City, state and zip cod		Anytown, WV 25001	
Α	Partner's share of liab			
B	Partner's share of liab			
С	Partner's share of liab			
1		from passive activities	\$57,374	
2	Taxable income (loss)	from other activities	\$7,848	
3	Qualified dividends			
4 a	Net capital gain (loss) from passive activities			
4b	Net capital gain (loss) from other activities			
5	Net passive AMT adjustments			
6	Net other AMT adjustments			
7	General Credits			
8	Low-income housing	credit		
9	Other			

FORMS REQUIRED: 7004

HEADER INFO:

Tax Period:	11/01/2005 – 10/31/2006		
Preparer Firm	Electronic Tax Filers, Inc. 11-0000011 100 Efile Drive Anytown, TX 78621		
PIN Entered by	N/A		
Return Type:	7004		
Filer:	EIN: 11-0000030 Name: RamcFile, Inc. Name Control: RAMC Address: 100 Main Street Downtown, MD 20601		
Officer:	Name: Roger Rabbit Title: Chief Executive Officer Taxpayer PIN: N/A Phone: 703-555-1212 Email Address: DateSigned: 01/25/06		
Tax Year:	200610		
Binary Attachment Count: 0			

Form 7004 Test #1 (Code 25 = Form 1120S)		Application for Automatic 6-Month Extension of Time to File Certain Business Income Tax, Information, and Other Returns		TY 2005	
Name	e: Ramc	File, Inc			
		tification number: 11-0000030			
		et, and room: 101 Main Street			
City c		State, Zip code: Downtown, M			
	Line D	escription	Line Amount / Information		Write-in / Literal
1	Code for	or type of return for 6-mos ext		25	
2	Org do checkbo	es not have office in US		_	
3	Qualify checkb	under Sec 1.6081-5 ox			
4a	Calendar yr or other year beginning and ending		November 1, 2005 October 31, 2006		
4b	Short TY < 12 months check reason				
5	Corp and com parent of consolidated grp			_	
6	Tentative total tax			1,000	
7	Total pa	ayments and credits		1,000	
8	Balance line 6	e due. Subtract line 7 from		0	

FORMS REQUIRED: 7004

ATTACHMENTS: ConsolidatedGroupMembersSch

HEADER INFO:

Tax Period:	11/01/2006 - 10/31/2007	
Preparer Firm	Electronic Tax Filers, Inc. 100 Efile Drive Anytown, TX 78621	11-0000011

PIN Entered by N/A

Return Type: 7004

Filer: EIN: 11-0000031 Name: ModeNTech, Inc Name Control: MODE Address: 301 New Street Newtown, ND 58204

Tax Year: 200710

Binary Attachment Count: 0

IRS PAYMENT:

RTN: 012345672 ACCT #: 1234000000 TYPE OF ACCOUNT: Checking AMOUNT OF PAYMENT: 4,400 REQUESTED PAYMENT DATE: January 15, 2008 TAXPAYER DAYTIME PHONE NUMBER: 512-555-1111

Details for Form 7004

Attachment 1, Form 7004, Line 5, (ConsolidatedGroupMembersSch):

- a. Name: Hottest Communications Address: 100 Mail Avenue, Uptown, OH 45324 EIN: 11-0000043
- b. Name: High-Tech Solutions
 Address: 200 Main Street, Anytown, NC 27905
 EIN: APPLIED FOR

Form 7004 Test #2 (Code 12 = Form 1120)		Application for Automati Time to File Certain B Information, and	TY 2006	
		NTech, Inc		
		tification number: 11-0000031		
		et, and room: 301 New Street		
City c		State, Zip code: Newtown, ND		
	Line D	escription	Line Amount / Information	Write-in / Literal
1	Code for	or type of return for 6-mos ext	12	
2	Org doo	es not have office in US		
3	Qualify checkb	under Sec 1.6081-5 ox		
4a	Calendar yr or other year beginning and ending		November 1, 2006 October 31, 2007	
4b	Short T	Y < 12 months check reason		
5	Corp and com parent of consolidated grp		Checkbox checked	Attachment 1
6	Tentative total tax		5,000	
7	Total payments and credits		600	
8	Balanco line 6	e due. Subtract line 7 from	4,400	

FORMS REQUIRED: 7004

HEADER INFO:

Tax Period: 08/01/2006–07/31/2007

Return Type: 7004

Filer: EIN: 11-0000033 Name: FOREIGNCO Group Name Control: FORE Address: 2 Rue Street Paris City, France

Tax Year: 200707

Binary Attachment Count: 0

IRS PAYMENT: None

1	1-	00)()	0	0	33	
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Test #3 Time to		Application for Automati Time to File Certain B Information, and	usiness Income Tax,	TY 2006
		GNCO Group		
	,	tification number: 11-0000033		
		et, and room: 2 Rue Street		
City c		State, Zip code: Paris City, Fra		
	Line Description		Line Amount / Information	Write-in / Literal
1	Code for	or type of return for 6-mos ext	15	
2	Org does not have office in US checkbox			
3	Qualify under Sec 1.6081-5 checkbox		Checkbox checked	
4a	a Calendar yr or other year beginning and ending		August 1, 2006 July 31, 2007	
4b	Short TY < 12 months check reason			
5	Corp and com parent of consolidated			
	grp			
6	Tentative total tax		10,000	
7	Total payments and credits		9,000	
8			1,000	

FORMS REQUIRED: 7004

HEADER INFO:

Tax Period: 08/01/2006-07/31/2007

Return Type: 7004

Filer: EIN: 11-0000049 Name: Flower Store One Name Control: FLOW Address: 3 Bulb Street Somewhere, TX 78621

Tax Year: 200707

Binary Attachment Count: 0

IRS PAYMENT: None

Form 7004 Test #4 (Code 09 = Form 1065)		Application for Automati Time to File Certain B Information, and	TY 2006	
-		r Store One		
	,	tification number: 11-0000049		
		et, and room: 3 Bulb Street		
City c		State, Zip code: Somewhere, T	X 78621	
	Line D	escription	Line Amount / Information	Write-in / Literal
1	Code for	or type of return for 6-mos ext	09	
2	Org does not have office in US checkbox			
3	Qualify under Sec 1.6081-5 checkbox			
4a	Calendar yr or other year beginning and ending		August 1, 2006 July 31, 2007	
4b	Short TY < 12 months check reason			
5	Corp and com parent of consolidated grp			
6	Tentative total tax		10,000	
7	Total payments and credits		9,000	
8	Balance due. Subtract line 7 from line 6		1,000	

FORMS REQUIRED: 7004

HEADER INFO:

Tax Period: 08/01/2006– 07/31/2007

Return Type: 7004

Filer: EIN: 11-0000050 Name: RedesignComp, Inc Name Control: REDE Address: 55 Any Street Anytown, MI 49261

Tax Year: 200707

Binary Attachment Count: 0

IRS PAYMENT: None

Test #5 of Time to File Certain			atic 6-Month Extension Business Income Tax, d Other Returns	TY 2006
Тахр	ayer identif	ication number: 11-0000050		
		and room: 55 Any Street	10001	
City of		ite, Zip code: Anytown, MI		
	Line Des	cription	Line Amount / Information	Write-in / Literal
1	Code for	type of return for 6-mos ext	34	
2	Org does not have office in US checkbox		·	
3	Qualify under Sec 1.6081-5 checkbox			
4a	Calendar yr or other year beginning and ending		August 1, 2006 July 31, 2007	
4b	Short TY < 12 months check reason			
5	Corp and com parent of consolidated grp			
6	Tentative total tax		10,000	
7	Total pay	ments and credits	9,000	
8			1,000	