| Farmers' Cooperative Association Income Tax Return | OMB No. 1545-0051

For calendar year 1997 or tax year beginning....., 1997, ending...., 19

1007

	ernal Revenue Service ► Instructions are separate. See page 16 for Paperwork Reduction Act N					1971	1
A Identify below the cooperative's A						nployer identification number	er
receipts (see page 4 of instructions).			Туре о	Number, street, and room or suite no. (If a P.O. box, see page 4 of Instructions)	C Check if a consolidated return (Attach Form 851)		
			Please	City or town, state, and ZIP code tital return (2) Final return (3) Change of address (4) Amended Return	D Type of cooperative Tax exempt (Section 521) Nonexempt		
Income	1a 2			or salesb Less returns and allowancesc Bal . ▶ c sold (Schedule A, line 9)	1c 2		
	3 4a	Gross prof Patronage Dividends Interest Gross rent Gross roya Capital gai	it. S divi (Scl s alties	Subtract line 2 from line 1c	3 4a 4b 5 6 7 8		
	10 11	Other inco	me	(see page 5 of instructions—attach schedule)	10 11		_ _
instructions for limitations on deductions.)	12 13 14 15	Compensa Salaries ar Repairs an	ition nd v id m	n of officers (Schedule E, line 4)	12 13 14 15		_ _ _
	16 17 18	Rents Taxes and	lice	inses	16 17 18		_ _ _
	19 20 21	Depreciation Less depre	on (a ciati	ntributions (see page 7 of instructions for 10% limitation)	19 21b		_
	22 23 24	Pension, p) . rofit	t-sharing, etc., plans	22 23 24 25		_
		Other dedu	uctio ucti o	pefit programs	26 27a 27b		_ _ _
ons (See		Deductions	s ar	nd adjustments under section 1382 (Schedule H, line 4)	27c 28		_
Deductions	29 30	b S	pec	perating loss deduction (see page 9 of instructions)	29c 30		_
Tax and Payments	b c e	1996 overpa 1997 estim 1997 refu Form 4466 Tax depos Credit from retain cert (redeemed	yme nate nd ited ifica this	redule J, line 9)	31 22h		
Ľ	33	Estimated	tax	penalty (see page 10 of instructions). Check if Form 2220 is attached▶ □	32h 33		_
	34 35 36	Overpaym	ent	e 32h is smaller than the total of lines 31 and 33, enter amount owed If line 32h is larger than the total of lines 31 and 33, enter amount overpaid I line 35 you want: Credited to 1998 estimated tax ► Refunded ►	34 35 36		<u> </u>

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Scl	nedule A Cost of Goods Sold (See page 10 of instructions.)							
1	Inventory at beginning of year		1					
2	Purchases		2					
3	Cost of labor		3					
4	Per-unit retain allocations paid in:							
a	Qualified per-unit retain certificates							
b		Money or other property (except nonqualified per-unit certificates)						
5	·	Nonqualified per-unit retain certificates redeemed this year						
	Additional section 263A costs (attach schedule)							
_	Other costs (attach schedule)		7					
7	Total: Add lines i tillough ob							
8 9	Inventory at end of year							
	Cost of goods sold. Subtract line 8 from line 7. Enter nere and on line 2, page 1							
iou	(i) ☐ Cost as described in Regulations section 1.471-3							
	(ii) U Lower of cost or market as described in Regulations section 1.471-4							
	(iii) ☐ Other (Specify method used and attach explanation) ▶							
b	Check if there was a writedown of subnormal goods as described in R							
	Check if the LIFO inventory method was adopted this tax year for any							
d	If the LIFO inventory method was used for this tax year, enter percentage							
	closing inventory computed under LIFO		10d					
	If property is produced or acquired for resale, do the rules of section 2							
f	Was there any change in determining quantities, cost, or valuations be	tween opening and o	closing inventor	y?.∐ Yes	∐ No			
Scl	If "Yes," attach explanation. nedule C Dividends and Special Deductions	(a) Dividende		(a) Doducti	on.			
3 01	(See page 10 of instructions.)	(a) Dividends received	(b) %	(c) Deducti ((a) × (b))				
1	Dividends from less-than-20%-owned domestic corporations (other							
'	than debt-financed stock)		70					
2	Dividends from 20%-or-more-owned domestic corporations (other							
_	than debt-financed stock)		80					
3	Debt-financed stock of domestic and foreign corporations (section		See					
	246A)		instructions					
4	Dividends on certain preferred stock of less-than-20%-owned public							
	utilities		42					
5	Dividends on certain preferred stock of 20%-or-more-owned public		40					
	utilities		48					
6	Dividends from less-than-20%-owned foreign corporations and		70					
_	certain FSCs		70					
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80					
8	Dividends from wholly owned foreign subsidiaries (section 245(b))		100					
Ü	Dividends from whomy owned foreign substitutings (section 2 fo(b))							
9	Total. Add lines 1 through 8. See page 11 of instructions for limitation							
10	Dividends from certain FSCs subject to the 100% deduction (section							
	245(c)(1))		100					
11	Dividends from affiliated group members subject to the 100%							
	deduction (section 243(a)(3))		100					
12	Dividends from foreign corporations not included on lines 3, 6, 7, 8,							
	or 10							
13	Income from controlled foreign corporations under subpart F (attach							
1/	Form 5471)							
14 15	Foreign dividend gross-up (section 78)							
15	IC-DISC and former DISC dividends not included on lines 1, 2, and/or 3 (section 246(d))							
16	Other dividends							
10 17	Total dividends . Add lines 1 through 16. Enter here and on line 4b,							
• •	page 1							
40			_					
18	Total special deductions. Add lines 9, 10, and 11. Enter here and on	une zyn nage 1	•					

Form 990-C (1997) Page 3 Compensation of Officers (See instructions for line 12, page 1, on page 6 of instructions.) Schedule E Complete Schedule E only if total receipts (line 1a, plus lines 4a through 10, of page 1) are \$500,000 or more. Percent of association's (c) Percent of (f) Amount of stock owned (a) Name of officer (b) Social security number time devoted compensation to business (d) Common (e) Preferred % % % % % % % % % Total compensation of officers Compensation of officers claimed in Schedule A and elsewhere on return . Subtract line 3 from line 2. Enter the result here and on line 12, page 1. Deductions and Adjustments Under Section 1382 (See page 12 of instructions.) Dividends paid on capital stock (section 521 cooperatives only) Nonpatronage income allocated to patrons (section 521 cooperatives only). 2 Patronage dividends: 3 3a **a** Money. **b** Qualified written notices of allocation . . . 3b c Other property (except nonqualified written notices of allocation) d Money or other property (except written notices of allocation) in redemption of nonqualified 3d 3e 4 Total. Add lines 1 through 3e. Enter here and on line 27c, page 1. 4 Schedule J Tax Computation (See page 13 of instructions.) Check if the cooperative is a member of a controlled group (see sections 1561 and 1563) ▶□ Important: Members of a controlled group, see instructions on page 13. 2a If the box on line 1 is checked, enter the cooperative's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (2) \\$ (1) \$ (3) |\$ **b** Enter the cooperative's share of: \$ (1) additional 5% tax (not more than \$11,750) . . . \$ (2) additional 3% tax (not more than \$100,000) Income tax 4a **4a** Foreign tax credit (attach Form 1118) 4b **b** Other credits (see page 13 of instructions). c General business credit. Enter here and check which forms are attached: 3800 3468 ☐ 5884 ☐ 6478 8830 8826 ☐ 6765 ☐ 8586 8835 4c □ 8844 □ 8845 □ 8846 8820 □ 8847 □ 8861 d Credit for prior year minimum tax (attach Form 8827) . . . 5 Total credits. Add lines 4a through 4d Subtract line 5 from line 3 Recapture taxes. Check if from: Form 4255 Form 8611 (See page 14 of instructions). 7 8

Total tax. Add lines 6 through 8. Enter here and on line 31, page 1

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Sch	nedule L Balance Sheets per Books	Beg	inning (of tax year	End of t	tax year
	Assets	(a)		(b)	(c)	(d)
1	Cash					
2a	Trade notes and accounts receivable					
b	Less allowance for bad debts	()		()	
3	Inventories					
4	U.S. government obligations					
5	Tax-exempt securities (see instructions)					
6	Other investments (attach schedule)					
7	Other current assets (attach schedule)					
8a	Buildings and other depreciable assets					
b	Less accumulated depreciation	()		()	
9a	Depletable assets					
b	Less accumulated depletion	()		()	
10	Land (net of amortization)					
	Intangible assets (amortizable only)					
b	Less accumulated amortization	()		()	
12	Other assets (attach schedule)		-			
13	Total assets					
	Liabilities and Capital					
14	Accounts payable					
15	Mortgages, notes, bonds payable in less than 1 year					
16	Other current liabilities (attach schedule) Mortgages, notes, bonds payable in 1 year or more		-			
17 18	Other liabilities (attach schedule)		-			
19	Capital stock: a Preferred stock					
17	b Common stock					
20	Additional paid-in capital					
21	Patronage dividends allocated in noncash form (other					
	than capital stock and interest-bearing obligations) .					
22	Per-unit retains allocated in noncash form					
23	Retained earnings (Schedule M-2)					
24	Adjustments to shareholders equity (attach					
25	schedule)			()		()
26	Total liabilities and capital					
Sch	redule M-1 Reconciliation of Income (Los instructions.) Note: The cooperation	ative is not	requi	red to complete	Schedules M-1	ee page 14 of and M-2 below
	if the total assets on line 13, colu	ımn (d), of S	sched	dule L are less t	han \$25,000.	
1	Net income (loss) per books	7	Incom	ne recorded on b	ooks this year	
2	Federal income tax			cluded in this tax		
3	Excess of capital losses over capital gains			xempt interest	\$	
4	Income subject to tax not recorded on			•	\$	
	books this year (itemize):					
-	Expenses recorded on books this year not			ctions in this tax ret st book income this		
5	deducted in this return (itemize):			eciation		
а		b	Contril	butions carryover	\$	
b	Depreciation \$ Contributions carryover . \$					
С	Travel and Entertainment . \$	9		ines 7 and 8		
				ne (loss). Line 6 l		
	Add lines 1 through 5	haina al Fann	28, pa	age 1)		1.
	nedule M-2 Analysis of Unappropriated Ret					
1	Balance at beginning of year					
2 3	Other increases (itemize):	 		arty		
J	Other increases (itemize)			decreases (itemiz		
					· · · · ·	
4	Add lines 1 2 and 3	,	Ralan	ce at end of vear I	ing / loss ling 7	

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Other Information. (See page 15 of instructions.) Note: Items 1 through 10b apply to section 521 Schedule N cooperatives only; the remaining items are applicable to all filers. Yes No Yes No Has the cooperative engaged in any activities not ☐ Method 1—Did the cooperative use the operations previously reported to the IRS? (If "Yes," attach a detailed description of these activities.) of members for those months that correspond to the months that make up its tax year? Have any changes not previously reported to the IRS been ☐ Method 2—Did the cooperative use the tax years of made in the cooperative's organizing or governing documents? (If "Yes," attach a copy of the changes.) members that end within its tax year? Number of shares of capital stock (other than nonvoting ☐ Method other than 1 or 2 above preferred) owned by-Explain Producers b Current and Active producers 11 Amount of business done for the U.S. Government or its Nonproducersd Inactive producers agencies. \$ May persons other than producers acquire voting stock or 12 Were patronage dividends allocated based on a written otherwise become members? obligation in existence before the cooperative received for Were nonmembers charged the same as members for sale agricultural products from patrons and/or before it furnished supplies, equipment, and services to patrons? Were patronage dividends paid to all patrons, both If "Yes," attach an explanation of the obligation and whether it is in the cooperative's organizing document(s) or bylaws. member and nonmember, on the same basis?. . . . Value of agricultural products marketed or handled for: 13 At any time during the 1997 calendar year, did the cooperative have an interest in or a signature or other Members—(1) Actually produced by such members authority over a financial account in a foreign country (such as a bank, securities, or other financial account)? If "Yes," the cooperative may have to file Form TD F 90-22.1. (2) Not actually produced by such members but marketed by them through this cooperative \$ If "Yes," write the name of the foreign country ► During the tax year, did the corporation receive a distribution **b** Nonmembers—(1) Actually produced by such nonmembers from, or was it the grantor of, or transferor to, a foreign trust? (2) Not actually produced by such nonmembers but mar-If "Yes," see page 15 of the instructions for other forms the keted by them through this cooperative \$_____ corporation may have to file. Nonproducers—(purchased from nonproducers for 15 Tax-exempt interest received or accrued during the tax marketing by this cooperative) year , , , , , ▶ \$ **16** Method of accounting: **a** \square Cash **b** \square Accrual Value of supplies and equipment purchased for or sold 8 c ☐ Other (specify) ►.... a Members who were producers . \$ 17 Is the cooperative a subsidiary in an affiliated group or a Nonmembers who were producers \$ parent-subsidiary controlled group? Nonproducers \$ If you checked "Yes" to 17, enter name and employer Does the cooperative allocate income from business done identification number of the parent corporation for the U.S. or its agencies to all patrons? (If "Yes," attach a statement explaining how patronage dividends are 18 At the end of the tax year, did any individual, partnership. allocated (as between producer patrons and purchaser corporation, estate or trust, own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules Federated cooperatives only: of attribution, see section 267(c).) If yes, complete a and a Are all of this cooperative's member cooperatives exempt under section 521? Attach a schedule showing name and identifying number. (Do not include any information already If "No," do the nonexempt member cooperatives have the entered in 17 above.) same annual accounting period as this cooperative's? If "No," check the box that identifies the method that the **b** Enter percentage owned ▶ cooperative used, or will use, to provide a common or comparable unit of time for analyzing and evaluating its 19 If the cooperative has an NOL for the tax year and is operations and those of its members. (Note: The methods electing to forgo the carryback period, check here ▶ □ listed do not apply to the filing of returns or the manner in which operating results are reported by a federated cooperative and its members.) 20 Enter the available NOL carryover from prior tax years (Do not reduce by any deduction on line 29a.) ▶ \$..... Located at ► Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. Sign Here Signature of officer Date Title Date Check if self-Preparer's social security number Preparer's Paid employed signature Preparer's Firm's name (or

Use Only

yours if self-employed)

and address

EIN ▶

ZIP code ►