

Part III Figuring the Penalty

	(a)	(b)	(c)	(d)
19 Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see page 3 of the instructions). <i>(Form 990-PF and Form 990-T filers: Use 5th month instead of 3rd month.)</i>				
20 Number of days from due date of installment on line 9 to the date shown on line 19				
21 Number of days on line 20 after 4/15/97 and before 4/1/98				
22 Underpayment on line 17 × $\frac{\text{Number of days on line 21}}{365} \times 9\%$	\$	\$	\$	\$
23 Number of days on line 20 after 3/31/98 and before 7/1/98				
24 Underpayment on line 17 × $\frac{\text{Number of days on line 23}}{365} \times *%$	\$	\$	\$	\$
25 Number of days on line 20 after 6/30/98 and before 10/1/98.				
26 Underpayment on line 17 × $\frac{\text{Number of days on line 25}}{365} \times *%$	\$	\$	\$	\$
27 Number of days on line 20 after 9/30/98 and before 1/1/99				
28 Underpayment on line 17 × $\frac{\text{Number of days on line 27}}{365} \times *%$	\$	\$	\$	\$
29 Number of days on line 20 after 12/31/98 and before 2/16/99				
30 Underpayment on line 17 × $\frac{\text{Number of days on line 29}}{365} \times *%$	\$	\$	\$	\$
31 Add lines 22, 24, 26, 28, and 30	\$	\$	\$	\$
32 Penalty. Add columns (a) through (d), of line 31. Enter the total here and on Form 1120, line 33; Form 1120-A, line 29; or the comparable line for other income tax returns				32 \$

*For underpayments paid after March 31, 1998, see **Lines 24, 26, 28, and 30** on page 3 of the instructions.

Schedule A Annualized Income Installment Method and/or the Adjusted Seasonal Installment Method Under Section 6655(e)
(see pages 3 and 4 of the instructions)

Form 1120S filers: For lines 2, 14, 15, and 16, below, "taxable income" refers to excess net passive income or the amount on which tax is imposed under section 1374(a) (or the corresponding provisions of prior law), whichever applies.

Part I—Annualized Income Installment Method		(a)	(b)	(c)	(d)
		First _____ months	First _____ months	First _____ months	First _____ months
1	Annualization periods (see page 3 of the instructions).	1			
2	Enter taxable income for each annualization period.	2			
3	Annualization amounts (see page 3 of the instructions).	3			
4	Annualized taxable income. Multiply line 2 by line 3.	4			
5	Figure the tax on the amount in each column on line 4 using the instructions for Form 1120, Schedule J, line 3 (or the comparable line of the tax return).	5			
6	Enter other taxes for each payment period (see page 3 of the instructions).	6			
7	Total tax. Add lines 5 and 6.	7			
8	For each period, enter the same type of credits as allowed on Form 2220, lines 4 and 5c (see page 3 of the instructions).	8			
9	Total tax after credits. Subtract line 8 from line 7. If zero or less, enter -0-.	9			
10	Applicable percentage.	10	25%	50%	75%
11	Multiply line 9 by line 10.	11			
12	Add the amounts in all preceding columns of line 41 (see page 3 of the instructions).	12			
13	Annualized income installments. Subtract line 12 from line 11. If zero or less, enter -0-.	13			

Part II—Adjusted Seasonal Installment Method (Caution: Use this method only if the base period percentage for any 6 consecutive months is at least 70%. See pages 3 and 4 of the instructions for more information.)

		(a)	(b)	(c)	(d)
		First 3 months	First 5 months	First 8 months	First 11 months
14	Enter taxable income for the following periods:				
a	Tax year beginning in 1994	14a			
b	Tax year beginning in 1995	14b			
c	Tax year beginning in 1996	14c			
15	Enter taxable income for each period for the tax year beginning in 1997.	15			
			First 4 months	First 6 months	First 9 months
16	Enter taxable income for the following periods:				Entire year
a	Tax year beginning in 1994	16a			
b	Tax year beginning in 1995	16b			
c	Tax year beginning in 1996	16c			
17	Divide the amount in each column on line 14a by the amount in column (d) on line 16a.	17			
18	Divide the amount in each column on line 14b by the amount in column (d) on line 16b.	18			
19	Divide the amount in each column on line 14c by the amount in column (d) on line 16c.	19			

		(a)	(b)	(c)	(d)
		First 4 months	First 6 months	First 9 months	Entire year
20	Add lines 17 through 19.				
21	Divide line 20 by 3.				
22	Divide line 15 by line 21.				
23	Figure the tax on the amount on line 22 using the instructions for Form 1120, Schedule J, line 3 (or the comparable line of the return).				
24	Divide the amount in columns (a) through (c) on line 16a by the amount in column (d) on line 16a.				
25	Divide the amount in columns (a) through (c) on line 16b by the amount in column (d) on line 16b.				
26	Divide the amount in columns (a) through (c) on line 16c by the amount in column (d) on line 16c.				
27	Add lines 24 through 26.				
28	Divide line 27 by 3.				
29	Multiply the amount in columns (a) through (c) of line 23 by columns (a) through (c) of line 28. In column (d), enter the amount from line 23, column (d).				
30	Enter other taxes for each payment period (see page 4 of the instructions).				
31	Total tax. Add lines 29 and 30.				
32	For each period, enter the same type of credits as allowed on Form 2220, lines 4 and 5c (see page 4 of the instructions).				
33	Total tax after credits. Subtract line 32 from line 31. If zero or less, enter -0-.				
34	Add the amounts in all preceding columns of line 41 (see page 4 of the instructions).				
35	Adjusted seasonal installments. Subtract line 34 from line 33. If zero or less, enter -0-.				

Part III—Required Installments

		1st installment	2nd installment	3rd installment	4th installment
36	If only one of the above parts is completed, enter the amount in each column from line 13 or line 35. If both parts are completed, enter the smaller of the amounts in each column from line 13 or line 35.				
37	Enter 25% of line 8 on page 1 of Form 2220 in each column. <i>(Note: "Large corporations" see the instructions for line 10, on page 2, for the amounts to enter.)</i>				
38	Enter the amount from line 40 of the preceding column.				
39	Add lines 37 and 38.				
40	If line 39 is more than line 36, subtract line 36 from line 39. Otherwise, enter -0-.				
41	Required installments. Enter the smaller of line 36 or line 39 here and on page 1 of Form 2220, line 10.				

