

U.S. Income Tax Return for Cooperative Associations

For calendar year 2009 or tax year beginning _____, 2009, ending _____, 20_____

2009

See separate instructions.

A Check if: 1 Consolidated return (attach Form 851) [] 2 Schedule M-3 (Form 1120) attached [] 3 Form 1120 filed in previous tax year [] B Employer identification number C Check if: (1) Farmers' tax exempt cooperative [] (2) Nonexempt cooperative [] D Check if: (1) [] Initial return (2) [] Final return (3) [] Name change (4) [] Address change (5) [] Amended return

Income section table with columns for line numbers (1a-10) and descriptions (Gross receipts or sales, Cost of goods sold, Gross profit, Dividends, Interest, Gross rents and royalties, Capital gain net income, Net gain or loss, Other income, Total income).

Deductions section table with columns for line numbers (11-26) and descriptions (Compensation of officers, Salaries and wages, Bad debts, Rents, Taxes and licenses, Interest, Charitable contributions, Depreciation, Advertising, Pension, Employee benefit programs, Domestic production activities deduction, Other deductions, Total deductions, Taxable income before section 1382, Less: a Deductions and adjustments under section 1382, b Net operating loss deduction, c Special deductions).

Tax, Refundable Credits, and Payments section table with columns for line numbers (27-33) and descriptions (Taxable income, Total tax, 2008 overpayment credited to 2009, 2009 estimated tax payments, 2009 refund applied for on Form 4466, Tax deposited with Form 7004, Credits: (1) Form 2439, (2) Form 4136, Refundable credits from Form 3800, line 19c, and Form 8827, line 8c, Section 1383 adjustment, Estimated tax penalty, Amount owed, Overpayment, Enter amount of line 32 you want: Credited to 2010 estimated tax, Refunded).

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.

Signature Here section with fields for Signature of officer, Date, Title, and a box for 'May the IRS discuss this return with the preparer shown below (see instructions)? Yes No'.

Paid Preparer's Use Only section with fields for Preparer's signature, Date, Check if self-employed, Preparer's SSN or PTIN, Firm's name (or yours if self-employed), address, and ZIP code, EIN, and Phone no.

Schedule A Cost of Goods Sold (see 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	4a		
b	Money or other property (except nonqualified per-unit certificates)	4b		
5	Nonqualified per-unit retain certificates redeemed this year	5		
6a	Additional section 263A costs (attach schedule)	6a		
b	Other costs (attach schedule)	6b		
7	Total. Add lines 1 through 6b	7		
8	Inventory at end of year	8		
9	Cost of goods sold. Subtract line 8 from line 7. Enter here and on line 2, page 1	9		
10a	Check all methods used for valuing closing inventory:			
	(i) <input type="checkbox"/> Cost as described in Regulations section 1.471-3			
	(ii) <input type="checkbox"/> Lower of cost or market as described in Regulations section 1.471-4			
	(iii) <input type="checkbox"/> Other (Specify method used and attach explanation) ▶			
b	Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c)			<input type="checkbox"/>
c	Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)			<input type="checkbox"/>
d	If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO	10d		
e	If property is produced or acquired for resale, do the rules of section 263A apply to the cooperative?			<input type="checkbox"/> Yes <input type="checkbox"/> No
f	Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation.			<input type="checkbox"/> Yes <input type="checkbox"/> No

Schedule C Dividends and Special Deductions (see instructions)

	(a) Dividends received	(b) %	(c) Deduction (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 Dividends on debt-financed stock of domestic and foreign corporations		See 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 utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8. See instructions for limitation			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		See instructions	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on line 4, page 1 ▶			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on line 26c, page 1 ▶			

Schedule E Compensation of Officers (See instructions for line 11, page 1.)

Complete Schedule E only if total receipts (line 1a, plus lines 4 through 9, of page 1) are \$500,000 or more.

(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of association's stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	Total compensation of officers				2
3	Compensation of officers claimed on Schedule A and elsewhere on return				3
4	Subtract line 3 from line 2. Enter the result here and on line 11, page 1				4

Schedule G Allocation of Patronage and Nonpatronage Income and Deductions. Before completing, see Question 14 of Schedule K.

	(a) Patronage	(b) Nonpatronage
1 Gross receipts or sales	1	
2 Cost of goods sold	2	
3 Gross profit. Subtract line 2 from line 1	3	
4 Other income	4	
5 Total income. Combine lines 3 and 4	5	
6a Domestic production activities deduction (attach Form 8903)	6a	
b Other deductions	6b	
c Total deductions (add lines 6a and 6b)	6c	
7 Taxable income before section 1382, NOL, and special deductions. Subtract line 6c from line 5	7	
8 Deductions and adjustments under section 1382 from Schedule H, line 5 (see instructions)	8	
9a Net operating loss deduction (attach schedule)	9a	
b Special deductions (see instructions)	9b	
10 Taxable income. Subtract the total of lines 8, 9a, and 9b from line 7	10	
11 Combined taxable income. Combine columns (a) and (b) of line 10 (see instructions)	11	
12 Unused patronage loss (see instructions)	12	
13 Unused nonpatronage loss (see instructions)	13	

Schedule H Deductions and Adjustments Under Section 1382 (see instructions)

1 Dividends paid on capital stock (section 521 cooperatives only)	1	
2 Nonpatronage income allocated to patrons (section 521 cooperatives only)	2	
3 Patronage dividends:		
a Money	3a	
b Qualified written notices of allocation	3b	
c Other property (except nonqualified written notices of allocation)	3c	
d Money or other property (except written notices of allocation) in redemption of nonqualified written notices of allocation	3d	
4 Domestic production activities deduction allocated to patrons	4	()
5 Total. Combine lines 1 through 4. Enter here and on line 26a, page 1, and Schedule G, line 8	5	

Schedule J Tax Computation (see instructions)

Table with 9 rows for tax computation. Columns include line numbers, descriptions, and input fields. Includes sub-rows 5a-5d for credits.

Schedule K Other Information (see instructions)

Table with 8 columns for other information. Columns include line numbers, descriptions, and Yes/No checkboxes. Includes sub-rows for accounting methods and foreign ownership.

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash				
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	Other current assets (attach schedule)				
5	Investments (see instructions)				
6	Loans to shareholders				
7	Mortgage and real estate loans				
8a	Buildings and other depreciable assets				
b	Less accumulated depreciation	()		()	
9a	Depletable assets				
b	Less accumulated depletion	()		()	
10	Land (net of amortization)				
11a	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)				
17	Loans from shareholders				
18	Mortgages, notes, bonds payable in 1 year or more				
19	Other liabilities (attach schedule)				
20	Capital stock: a Preferred stock				
	b Common stock				
21	Additional paid-in capital				
22	Patronage dividends allocated in noncash form				
23	Per-unit retains allocated in noncash form				
24	Retained earnings—Appropriated (attach schedule)				
25	Retained earnings—Unappropriated				
26	Adjustments to shareholders' equity (attach schedule)				
27	Less cost of treasury stock		()		()
28	Total liabilities and capital				

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return			
Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more—see instructions			
1	Net income (loss) per books		7 Income recorded on books this year not included in this tax return (itemize):
2	Federal income tax per books		Tax-exempt interest \$ _____
3	Excess of capital losses over capital gains		
4	Income subject to tax not recorded on books this year (itemize): _____		
5	Expenses recorded on books this year not deducted in this return (itemize):		8 Deductions in this tax return not charged against book income this year (itemize):
a	Depreciation . . . \$ _____		a Depreciation \$ _____
b	Charitable contributions \$ _____		b Charitable contributions \$ _____
c	Travel and entertainment \$ _____		
6	Add lines 1 through 5		9 Add lines 7 and 8
			10 Income (line 25, page 1)—line 6 less line 9

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)			
1	Balance at beginning of year		5 Distributions: a Cash
2	Net income (loss) per books		b Stock
3	Other increases (itemize): _____		c Property
			6 Other decreases (itemize): _____
			7 Add lines 5 and 6
4	Add lines 1, 2, and 3		8 Balance at end of year (line 4 less line 7)