1972-1978

Statistics of Income

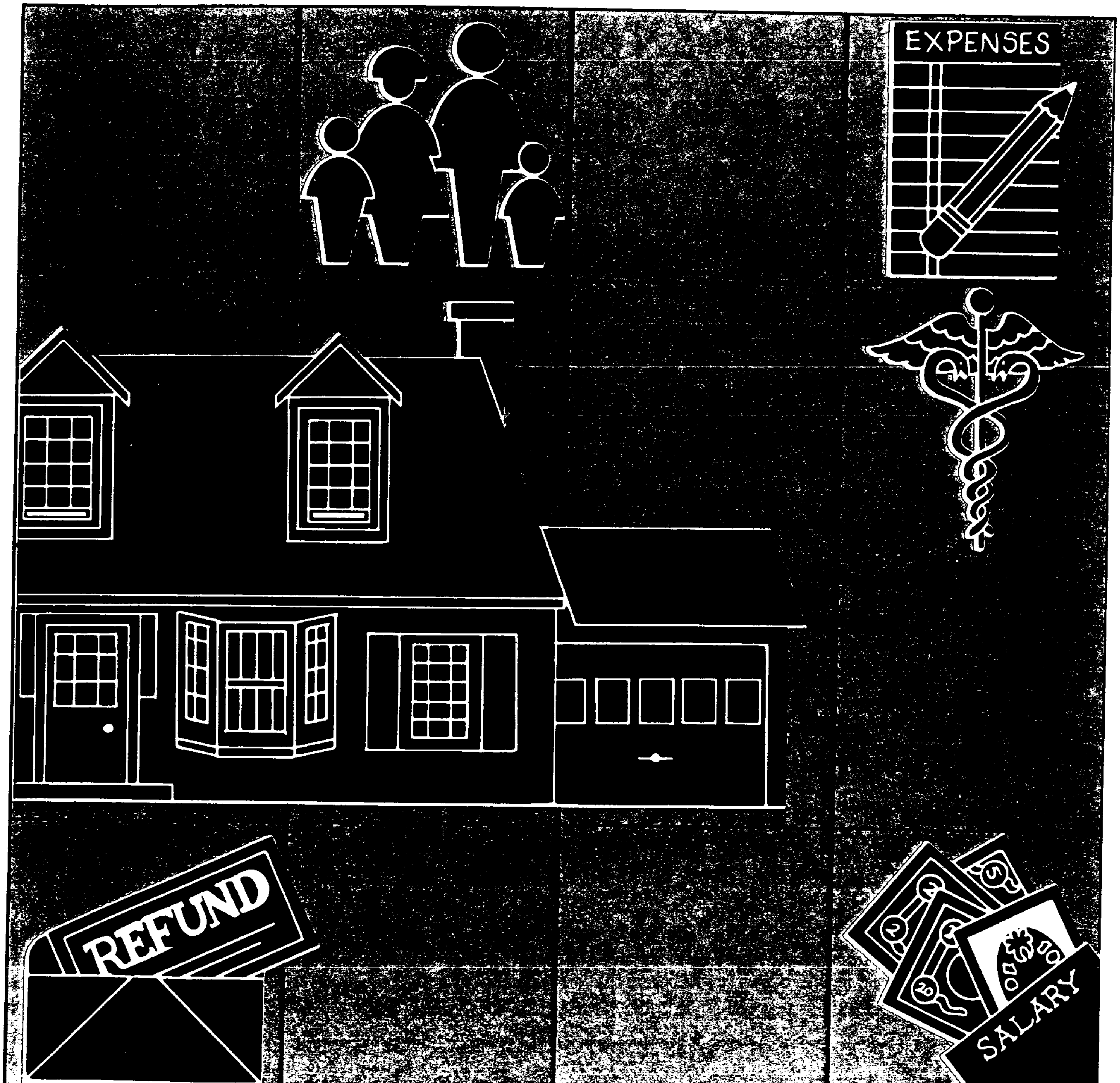
Supplemental Report

International Income and Taxes

Foreign Income and Taxes

Reported on

Individual Income Tax Returns



Department of the Treasury

Internal Revenue Service

Publication 1108 (4-81)

Statistics of Income

Other Publications And Related Information

Published Reports

Individual Income Tax Returns, 1978
ZIP Code Area Data, Individual Income Tax Returns, 1969 (131 pp., $2.75)
Sole Proprietorship Returns, 1977
Partnership Returns, 1977
Corporation Income Tax Returns, 1977 Preliminary (31 pp., $2.00)
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Reports in Preparation

International Income and Taxes, U.S. Corporations and their Controlled Foreign Corporations, 1974-1978
International Income and Taxes, Domestic International Sales Corporation Returns, 1975-1978
Corporation Income Tax Returns, 1976

Tape Files Available

Individual Tax Model File, 1966-1978
State Tax Model File, 1977-1978
Corporation Source Book, 1965-1976
Estate Tax File, 1976
Private Foundation File, 1974
Employee Plans File, 1977
Exempt Organizations File, 1975

Ordering Information

Statistics of Income publications are for sale by the Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402. Public-use magnetic tape files are available on a reimbursable basis from the National Archives Records Service-Machine Readable Archives Division, Washington, D.C. 20408.

1975

Statistics of Income

Supplemental Report

International Income and Taxes

Foreign Income and Taxes

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Individual Income Tax Returns

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Department of the Treasury
Internal Revenue Service

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This report was prepared in the Statistics Division by David P. Paris of the Foreign Statistics Section, Statistics of Income Branch I, under the direction of Daniel F. Skelly. Norman Adler, Staff Assistant to the Chief, Statistics of Income Branch I, gave valuable advice in the planning of the tabulations and in the writing of the text. Major contributors to the publications were Keith Gilmour and Alan Zempel, each of whom gave valuable advice throughout the various phases of this project. Other contributors included Raymond Shadid and James Harte who designed the statistical samples, Roy Peterson who was responsible for coordinating the data processing with the Data Center in Detroit, Victor Rehula and Jeffrey Hartzok who wrote Service Center processing instructions, Sterling Brown who reviewed typeset tables, Dale Gallahan and Robert R. Cripe who typed the text and Ruth Wise who did the copy preparation. Deborah Butler, formerly of the Statistics Division, assisted in numerous phases of the project. Statistical abstracting of the data was done by each of the ten Internal Revenue Service Centers. Majorie Mason, George Rivas and Craig Thrasher of the Data Center designed and conducted the computer processing.

This report presents domestic and foreign income and tax data for U.S. individual taxpayers on the exemption from tax of income earned abroad and on the foreign tax credit. Data on adjusted gross income, U.S. income tax, foreign tax credit, types of foreign earned income and on the tax exempt amount, classified by size of adjusted gross income are presented for individuals with an exemption of income earned abroad. Other significant classifiers include selected country in which the income was earned and type of residence status abroad. Data on income and deductions, U.S. income tax, types of foreign source income and taxes, classified by size of adjusted gross income, are shown for individuals who claimed a foreign tax credit. Other significant classifiers include the limitation method used to compute the credit, geographic area or country to which foreign taxes were paid or accrued and percent of taxable foreign income to total taxable income. In addition, foreign tax credit data are presented for those taxpayers with an exemption from tax of income earned abroad classified by selected country to which foreign taxes were paid or accrued.

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COMMISSIONER OF INTERNAL REVENUE

Washington, DC 20224

April 30, 1981

The Honorable Donald T. Regan
Secretary of the Treasury
Washington, DC 20220

Dear Mr. Secretary:

I am transmitting the Supplemental Report, Statistics of Income—1972-1978, International Income and Taxes, Foreign Income and Taxes Reported on Individual Income Tax Returns. The statistics for each of the years are based on statistical samples of individual income tax returns. For the most part, the data presented are for Tax Year 1975; however, summary statistics are presented for each of the other six years.

This report presents the first comprehensive statistics on the foreign income and taxes of U.S. individuals. For individuals claiming an exemption from tax of income earned abroad in 1975, detailed information is presented on the types of foreign earned income and on the tax-exempt amount. Major classifiers are size of adjusted gross income, selected country in which the income was earned and the taxpayer's residence status abroad as defined by law.

For those taxpayers with a foreign tax credit in 1975, detailed information on the types of domestic and foreign sources of income and taxes are classified by size of adjusted gross income, limitation method used in computing the credit and country to which foreign taxes were paid or accrued. In addition, foreign tax credit data classified by selected country to which foreign taxes were paid are shown for those taxpayers who also claimed the exemption from tax of income earned abroad.

With kind regards,

Sincerely,

Roscoe L Egger Jr

Contents

Guide to Tables

Section 1

Introduction and Summary

The report, which is part of the series on international income and taxes, is a supplement to the annual report Statistics of Income--Individual Income Tax Returns, and presents data on two related subjects: (1) the exemption of income earned abroad under the provisions of section 911 of the Internal Revenue Code and (2) the foreign tax credit claimed against U.S. income tax under section 901 of the Internal Revenue Code. The data for 1975 represent statistical estimates derived from two stratified samples of unaudited individual income tax returns for Income Year 1975. For nearly all taxpayers, the 1975 Income Year corresponded with the calendar year. A small number, however, reported for noncalendar years which ended during 1975 and 1976. Summary data for Income Years 1972-1974 and 1976-1978 are derived from the annual report Statistics of Income--Individual Income Tax Returns samples for those years.

Included in this section of the report is a detailed discussion of U.S. tax law as it related to the foreign income and taxes of U.S. individuals in 1975. A short explanation of the origins of the exemption of foreign earned income and the foreign tax credit is provided. Also included in this section is a summary of the data contained in the tables which are found in Section 3 as well as summary statistics for Income Years 1972-1974 and 1976-1978.

Section 2 contains a detailed description of the statistical samples on which the data for 1975 were based. Also included is a discussion of the limitations of the data contained in this report.

Section 3 presents detailed tables on both subjects. Tables 1-7 contain detailed information on the exemption from tax of income earned abroad as reported on Form 1040, U.S. Individual Income Tax Returns and associated Form 2555, Exemption of Income Earned Abroad. Tables 8-15 present data on the foreign tax credit as reported on Form 1040 and associated Form 1116, Computation of Foreign Tax Credit.

Section 4 contains an explanation of terms unique to this report. The explanations include definitions and limitations of the data, as well as a description of any adjustments made in processing the statistics.

Section 5 contains facsimiles of Forms 1040, 2555 and 1116 filed by taxpayers for Income Year 1975. Also included are the instructions used for completing each form.

EXEMPTION OF INCOME EARNED ABROAD BY INDIVIDUALS

Status of the Law, 1975

U.S. citizens living abroad in 1975 were required to file U.S. income tax returns even if all of their income was "earned income from personal services" performed in a foreign country and was exempt from U.S. tax. The law granting the tax exemption for foreign earned income had many requirements and restrictions. Only earned income was given tax exemption; income defined as not earned was not tax exempt. Income classified as earned must have been for personal services rendered. Common types of earned income were salaries and wages, commissions, bonuses and professional fees. Foreign income that was not tax-exempt typically included such items as dividends, interest and capital gains. Certain other types of income, such as pensions, annuities, rents, royalties and business profits could have fallen into either category.

A limited amount of foreign earned income was exempt from U.S. tax if: (1) the taxpayer was a bona fide resident of a foreign country or countries for an uninterrupted period that included an entire tax year, or (2) the taxpayer was physically present in a foreign country for at least 510 full days (17 months) during any period of 18 consecutive months. The essential difference between the tests was that the residence test required taxpayers to establish a bona fide residence in a foreign country, whereas the physical presence test required that taxpayers be on foreign soil for a certain length of time. The determination of whether the taxpayer was a bona fide resident of a foreign country was made by applying the principles of Code section 871 and associated regulations that related to what constitued residence or nonresidence of an alien in the United States.

U.S. individuals living abroad had to establish that they were bona fide foreign residents. Bona fide foreign residence was dependent on the facts about the taxpayer's intention with regard to the length and nature of stay abroad. The basic criterion for establishment of a bona fide foreign residence was the distinction made between transients and those who truly made their home abroad. There had to be permanence and stability in the employment abroad in order to satisfy the requirements.

Specific evidence of a bona fide residence was sale of a home in the United States and purchase of a home abroad, long-term lease of a home or apartment abroad and termination of financial and social activities in the United States and the engaging in similar activities in the foreign country. For instance, employees who were transferred abroad by their employers satisified the requirements of bona fide residence if they gave up their home in the United States and purchased a home in the foreign country; moved their family and personal belongings abroad; and, in the course of living abroad, joined business, civic, fraternal or religious associations in the foreign country.

However, a taxpayer did not fail to meet the requirements of bona fide foreign residence if there was an intention, indefinite as to time, to return to the United States. Thus, it was possible for a taxpayer's domicile to be in the United States while having a bona fide residence abroad, with the ultimate intention of returning to the United States.

When a taxpayer qualified under the bona fide foreign residence test, up to $20,000 of foreign earned income was tax-exempt for a full year. After a taxpayer was a bona fide resident of a foreign country or countries for an uninterrupted period of 3 consecutive years, the tax-exempt amount was increased to $25,000. Those taxpayers who qualified under the physical presence test were allowed a maximum exemption of $20,000 of foreign earned income no matter how long they remained in the foreign country or countries.

The $20,000 and $25,000 foreign earned income exemptions were for full tax years. Those taxpayers who qualified under either test, but were present abroad for less than a full tax year, were required to prorate their exemption according to the number of days abroad. However, taxpayers could never exempt more income than they earned abroad.

Generally, only U.S. citizens were entitled to exemption of foreign earned income from U.S. taxation. However, under nondiscrimination clauses in income tax conventions with certain foreign countries, citizens of such foreign countries residing in the United States were entitled to exclude foreign earned income under the physical presence test. A nonresident alien was not entitled to the exclusion.

Many U.S. citizens living in foreign countries during Tax Year 1975 were not exempt from U.S. income tax under the bona fide foreign residence or physical presence rules. Generally, the following types of taxpayers did not qualify: (1) civilian U.S. Government employees, (2) members of the U.S. Armed Forces, and (3) residents of Puerto Rico, Guam, the U.S. Virgin Islands, Johnston Island, American Samoa, Panama Canal Zone, Midway and Wake.

Origins of the Exemption of Foreign Earned Income From U.S. Taxation

The exemption of income earned abroad from U.S. income tax dates from the mid-1920's. At that time legislation was proposed to: (1) aid export sales and (2) eliminate some of the foreign tax credit inequities caused by foreign countries with lower effective tax rates than those imposed by the United States. (See "Foreign Tax Credit on Individual Returns" for further explanation of the foreign tax credit as it relates to effective foreign tax rates). The Congress proposed that certain citizens who worked abroad be allowed to exclude from U.S gross income all of their income earned from outside the United States. This proposal, as enacted, required establishment of a bona fide residence in a foreign country before allowing the exclusion of foreign earned income.

In the early 1950's an alternative exclusion was enacted. This alternative was linked to mere physical presence in a foreign country for 510 full days out of any consecutive 18-month period. In 1953, the Department of Treasury called attention to certain abuses which had developed under the then recently enacted physical presence rule. Both the Treasury and the Congress noted that some individuals with large earnings had seized upon the provisions as an inducement to go abroad to perform services customarily performed at home in order to avoid U.S. taxation. As a result, the amount of tax-exempt foreign earned income allowed under the physical presence rule was limited to $20,000 per taxable year.

The unlimited exemption under the bona fide residence remained in effect until 1962 when these provisions were changed to limit the exemption to $20,000 per year for such income received after 1962. The $20,000 limitation was allowed to increase to $35,000 per year for bona fide foreign residence status after an uninterrupted period of three consecutive years. The $35,000 limit was reduced to $25,000 for taxable years beginning after December 31, 1964.

Summary of the Data on Foreign Earned Income, 1972-1978

Table 1A presents selected summary statistics for 1975 compared to similar data for 1972, 1974 and 1976-1978. The data show a considerable increase in the number of returns of U.S. citizens working abroad and an even larger increase in their foreign earnings. The number of returns filed with an attached Form 2555 increased from approximately 100,000 for 1972 to 170,000 for 1978, while the total income earned abroad by these taxpayers increased from $1.9 billion to $5.8 billion. Caution should be used in comparing the data for these years because of the differences in the size of the statistical samples on which they were based. The data for 1972, 1974 and 1976-1978 were derived from the relatively small number of returns filed with a Form 2555 in the Form 1040 Statistics of Income—Individual Income Tax Returns sample, whereas the data for 1975 were based on an independent and larger sample drawn from the total population of all individual income tax returns filed with a Form 2555 attached. (See Section 2 "Description of the Sample and Limitations of the Data" for further explanation of the sample returns on which the data on foreign earned income were based.) In addition, data for 1977 and 1978 are not directly comparable with data for earlier years because of changes in the law. An explanation of these changes is summarized for each year in the applicable Statistics of Income—Individual Income Tax Returns report.

Wages and salaries were a significant portion of all foreign earned income in 1975. In total, they accounted for over 80 percent of foreign earned income. In every adjusted gross income class shown in Table 1, salaries and wages accounted for a significant proportion of the foreign earned income.

Chart 1A reveals that almost 80 percent of total foreign earned income in 1975 was attributable to those taxpayers who were bona fide foreign residents in contrast to 20 percent which was earned by taxpayers exempting income under the physical presence rules. Over one-half of the foreign income was earned by individuals who resided in any one of only nine countries. Chart 1B shows that the two most significant countries in 1975 were Canada and the United Kingdom. U.S. taxpayers in each of these two countries accounted for 10 percent of the total foreign earned income reported on Forms 2555.

FOREIGN TAX CREDIT ON INDIVIDUAL INCOME TAX RETURNS

Status of the Law, 1975

U.S. taxpayers (defined to include both U.S. citizens and aliens resident in the United States) who paid or accrued foreign taxes on their foreign source income were eligible to use those taxes either as an itemized deduction under the provision of Code section 164 or as a tax credit, provided that the foreign source income was subject to U.S. taxation. The foreign tax credit was allowed against income tax reduced by the personal exemption credit, but before subtracting any other credits. However, the credit could not be applied against any of the "other taxes" reported on Form 1040, such as the additional tax for tax preferences (the so-called "minimum tax") which were part of total tax liability.

The choice of taking the deduction or claiming the credit was up to the taxpayer. In the majority of cases it was advantageous to claim the foreign taxes as a credit since, after computing the credit limitation, the allowable foreign tax credit resulted in a dollar-for-dollar reduction of U.S. tax liability. The foreign tax credit had the effect of lowering the combined total of U.S. and foreign taxes, thereby lessening the effects of double taxation.

Table 1A.--Number of Returns, Income Earned Abroad, and Tax-Exempt Amount by Size of Adjusted Gross Income: 1972, 1974, and 1975-1978

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	1972			1974		
	Number of returns	Income earned abroad		Number of returns	Income earned abroad	
		Total	Tax-exempt amount		Total	Tax-exempt amount
	(1)	(2)	(3)	(4)	(5)	(6)
Total	101,832	1,867,936	1,381,696	125,808	2,678,488	1,818,357
No adjusted gross income	25,799	215,379	214,857	26,269	269,355	268,458
$1 under $5,000	42,044	601,471	567,447	52,952	732,115	703,599
$5,000 under $10,000	12,471	283,354	221,968	*7,593	*160,627	*135,905
$10,000 under $20,000	*8,892	*220,823	*152,905	18,099	467,129	276,724
$20,000 under $30,000	6,970	222,909	106,818	7,865	312,015	176,436
$30,000 under $50,000	3,363	172,712	69,300	8,356	371,603	159,271
$50,000 under $100,000	1,777	106,926	38,256	3,992	283,816	80,568
$100,000 under $200,000	427	33,184	8,079	540	53,271	14,258
$200,000 under $500,000	83	10,664	1,926	121	21,336	2,712
$500,000 or more	6	514	140	21	7,221	426

Size of adjusted gross income	1975			1976		
	Number of returns	Income earned abroad		Number of returns	Income earned abroad	
		Total	Tax-exempt amount		Total	Tax-exempt amount
	(7)	(8)	(9)	(10)	(11)	(12)
Total	140,195	3,027,045	1,995,202	140,438	3,471,858	2,131,420
No adjusted gross income	34,761	389,870	387,182	21,932	260,209	259,482
$1 under $5,000	41,155	551,971	530,351	43,278	611,908	606,667
$5,000 under $10,000	15,789	277,484	225,947	17,466	315,243	276,643
$10,000 under $20,000	21,443	547,350	353,655	21,810	554,682	353,616
$20,000 under $30,000	11,218	387,976	198,938	17,795	598,260	289,658
$30,000 under $50,000	10,468	484,132	195,035	9,957	500,347	190,586
$50,000 under $100,000	4,891	325,936	93,733	6,686	430,149	122,604
$100,000 under $200,000	386	43,145	8,371	1,303	151,574	26,667
$200,000 under $500,000	77	15,897	1,814	180	33,868	4,792
$500,000 or more	7	3,282	175	31	15,618	706

Size of adjusted gross income	1977			1978				
	Number of returns	Income earned abroad		Number of returns	Income earned abroad			Deduction for excess foreign living expenses
		Total	Tax-exempt amount		Total	Tax-exempt amount	Amount excluded	
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
Total	123,045	3,068,234	1,486,426	169,951	5,772,795	1,955,180	98,100	269,000
No adjusted gross income								
$1 under $5,000	63,160	789,463	628,730	76,042	1,241,004	967,314	43,795	-
$5,000 under $10,000								
$10,000 under $20,000	18,768	427,052	261,978	26,392	761,145	395,982	-	24,994
$20,000 under $30,000	16,714	490,095	240,812	21,435	714,762	235,316	16,223	6,673
$30,000 under $50,000	15,659	650,200	204,227	22,093	1,040,476	185,024	20,020	79,208
$50,000 under $100,000	7,154	504,896	121,206	19,220	1,403,379	144,075	18,585	114,756
$100,000 under $200,000	1,357	154,695	24,777	4,257	498,278	23,550	400	40,210
$200,000 under $500,000	210	43,573	4,291	464	96,414	3,420	78	2,984
$500,000 or more	23	8,259	405	48	17,338	500	-	174

*Estimate should be used with caution because of the small number of sample returns on which it was based.

NOTE: The information for each of the years 1972, 1974, and 1976-1978 appears in the *Statistics of Income--Individual Income Tax Returns* reports for that year. The information for 1975 appears in table 1 of Section 3.

Data for 1977 and 1978 are not comparable with data for earlier years because of changes in the law summarized for each year in the applicable *Statistics of Income--Individual Income Tax Returns* report.

Detail may not add to totals because of rounding.

Chart 1A

Income earned abroad for personal services, by type of residence status abroad, 1975

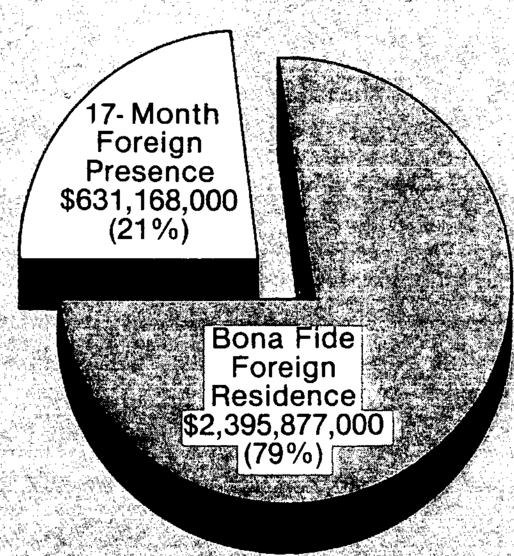
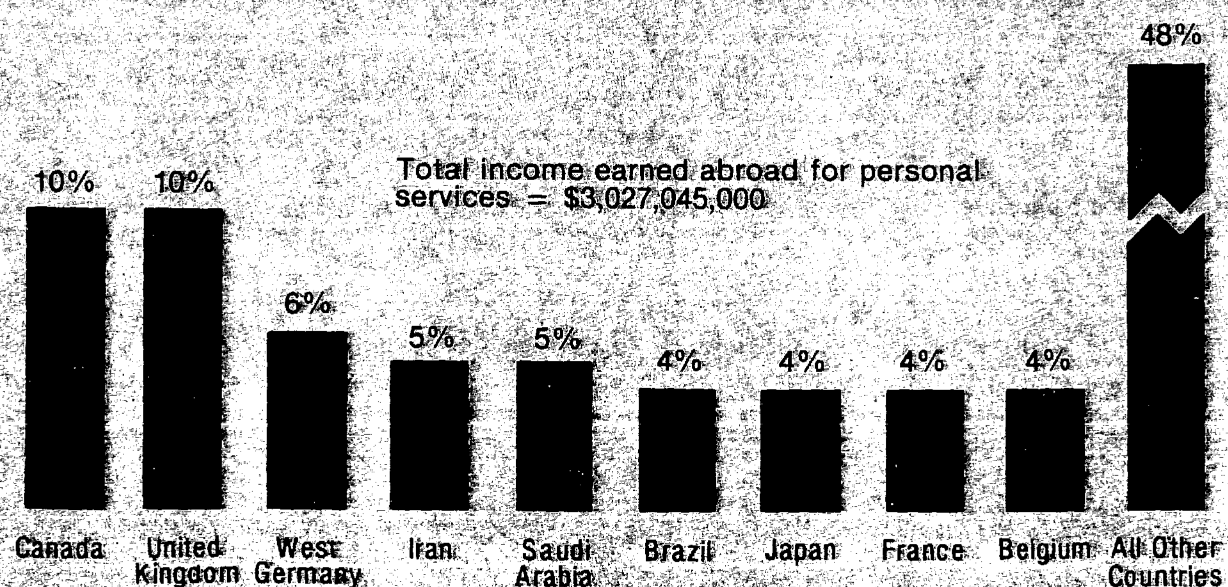


Chart 1B

Percent distribution of income earned abroad for personal services, by selected country, 1975



The foreign tax credit reported in this study could be claimed for income, war profits and excess profits taxes paid or accrued for Tax Year 1975 and for the carryover of allowable prior years' foreign taxes which were in excess of the statutory credit limition for the years involved. Thus, foreign tax credit claimed for 1975 was not necessarily the full amount of tax payable to the foreign countries for that year. Taxpayers claiming the benefit of the foreign tax credit were limited on the amount they could claim for a given year. The limiting was accomplished by requiring taxpayers to compute, using one of two limitation methods, the actual amount of credit to be claimed. These methods of computation were the per-country limitation method and the overall limitation method. Under the per-country method, the credit was computed separately for the foreign taxes paid to each country or U.S. possession. The credit for taxes paid to each country was limited to the percentage of total U.S. tax that taxable income from each particular country bore to total taxable income from all sources, domestic and foreign. Under the overall method, the amount of credit was based on the total amount of taxes paid to all foreign countries and U.S. possessions. The credit could not exceed the percentage of total U.S. tax that taxable income from sources outside the United States bore to total taxable income from all sources.

The election of the overall method was advantageous to a taxpayer who paid taxes in several foreign countries at tax rates higher than and lower than their U.S. effective tax rate. By choosing the overall method the higher and lower rates were averaged and the total allowable tax credit for all foreign taxes was increased. The foreign tax credit computed under the overall method was less likely to exceed the allowable credit than if the taxpayer had used the per-country method. By choosing the per-country method, in countries with tax rates higher than applicable U.S. tax rates, foreign taxes would have exceeded the computed limitation.

Choice of the per-country method was advantageous for taxpayers with income or profits from some foreign countries and losses in others. Under these circumstances, the chances that foreign taxes would exceed the allowable credit were less than they might have been under the overall method where losses were included in computing the credit.

The per-country limitation method applied unless the taxpayer specifically elected the overall limitation method for the taxable year to which the election applied. The election could be made without consent of the Internal Revenue Service at any time before the expiration of the 3-year refund claim period for the taxable year involved. Once elected, the overall limitation was irrevocable without the consent of the Service. If revocation of the overall limitation method was consented to after the 3-year period, the overall method could not be elected again without the consent of the Service.

Those taxpayers claiming the benefit of the foreign tax credit were also limited in other ways on the amount of their creditable foreign taxes. Eligible taxes paid or accrued on foreign mineral income and on foreign oil and gas extraction income had to be reduced first, before computation of the credit. Taxes paid or accrued to a foreign country on mineral income derived in the country had to be reduced if a deduction for percentage depletion was allowed for any part of the mineral income. Under this provision foreign income taxes paid or accrued to a foreign country or U.S. possession on foreign mineral income were required to be reduced to the extent that the foreign taxes exceeded the amount of U.S. tax on such income. The amount of the reduction had to be made on a country-by-country basis, regardless of the limitation method used to compute the credit. Foreign oil and gas extraction income taxes were also required to be reduced. The amount of this reduction for taxable years ending in 1975 was the amount of the oil and gas extraction income times 110 percent of the applicable U.S. tax rate on that income.

Furthermore, tax payments to a foreign country were not allowed as a credit if such taxes were refundable by the foreign country. Also, no credits were allowed for amounts representing interest or penalties due foreign countries.

Amounts of foreign income taxes which exceeded the allowable credit in the computation year were permitted to be carried back or carried over for inclusion in the foreign tax credit computation for the 2 prior years and 5 succeeding years. The excess taxes applied, first, to the earliest of the 7 applicable years, then forward to the next. Carryback or carryover was allowed provided the limitation method used during the carryback or carryover year was the same as that used during the computation year.

In computing the foreign tax credit for foreign taxes paid or accrued with respect to: (1) certain interest income as defined in Code section 904; (2) dividends received from a Domestic International Sales Corporation (DISC) or from a former DISC; and (3) foreign oil-related income, separate computations of the foreign tax credit from all other income were required. The separate limitation for taxes on certain interest income had to be applied on a per-country basis. The limitation for taxes on DISC dividends was applied to the aggregate of such dividends. The separate limitation for taxes on foreign oil-related income was first effective for taxable years ending after December 31, 1974, and was applied on either a per-country or overall limitation basis.

"Taxable income from foreign sources" was gross income less allocable deductions determined under the provisions of the Internal Revenue Code and applicable tax treaties between the United States and particular foreign countries. This taxable income was the base on which U.S. taxes on foreign earnings were determined. It could differ from the net income actually received from overseas computed under foreign tax law which was used as the basis for foreign taxation.

In computing taxable income from sources within a particular foreign country or U.S. possession, expenses, losses or other costs, which were directly allocable to the foreign income, were deductible from gross income. Other expenses which were not directly related to specific foreign source income items were deductible from gross income on a percentage basis. The numerator of the fraction was the gross income from sources within the particular foreign country and the denominator was the taxpayer's gross income from all sources, domestic and foreign. For purposes of computing the credit under either limitation method the deduction for personal and dependency exemptions was not allowed into the computation of foreign taxable income or total U.S. taxable income. Also, in computing total foreign taxable income and total U.S. taxable income, taxpayers could not take into account any foreign income exempt from U.S. tax as reported on Form 2555, Exemption of Income Earned Abroad. However, the amount of taxes paid or accrued on this tax exempt income were allowed in the foreign tax credit computation.

The foreign tax credit was not allowed to: (1) U.S. citizens entitled to an exemption from U.S. tax on income from sources within U.S. possessions, (2) U.S. citizens who were inhabitants of the U.S. Virgin Islands, and (3) citizens of U.S. possessions (except Puerto Rico) who were not otherwise U.S. citizens or residents. In addition, nonresident aliens (other than bona fide residents of Puerto Rico) were not allowed a foreign tax credit except for income taxes paid to a foreign country on foreign source income that was "effectively connected" with a trade or business in the United States. However, because these taxpayers were required to file Form 1040NR, data relating to them are not included in the report since these forms were not used for the statistics. (See the discussion under "Sources of the data" in Section 2 for a further explanation of the returns contained in the statistical sample). Furthermore, the foreign tax credit benefits were denied to taxpayers unless they itemized their deductions.

Foreign income taxes imposed directly on an individual were not the only taxes eligible for a credit by the taxpayer. Subject to the same conditions mentioned above, individuals who were partners in a partnership or beneficiaries of an estate or trust were allowed a credit for their proportionate share of foreign taxes paid by a partnership or an estate or trust.

Origins of the Foreign Tax Credit

The Revenue Acts of 1913, 1916, and 1917 allowed foreign income taxes paid only as a deduction from gross income. During World War I, the income tax rates imposed by foreign countries increased sharply, causing the Congress to consider the alternative of allowing foreign income taxes as a credit against U.S. income tax. Foreign tax credit provisions were included for the first time in U.S. tax law by the Revenue Act of 1918. The new provisions were designed to provide U.S. individuals with relief from double taxation arising out of the imposition of income taxes by the foreign country from which income was received and by the United States as the country of nationality of the taxpayer. Through enactment of the credit, the United States retained its right to tax the foreign source income while recognizing the right of a foreign country to tax the same income.

The original foreign tax credit provisions, as enacted, contained no limitations on the amount of credit; however, in 1921, the overall limitation method of computing the credit was adopted. The overall method was the only computational method used by taxpayers until the introduction of the per-country method in 1932. For 1932-1954, individuals taking the foreign tax credit were required to use whichever was the more restrictive of the two limitation methods in terms of the allowable credit. In 1954, the overall limitation was eliminated, but it was again reinstated on an elective basis for taxable years beginning after December 31, 1960. The carryback and carryover provisions were added into the computation of the foreign tax credit for any taxable year beginning after December 31, 1957 by the Technical Amendments Act of 1958. However, there could be no carryback to any taxable year beginning before January 1, 1958.

Summary of the Data on Foreign Tax Credit, 1972-1978

Table 1B compares the number of returns and foreign tax credit claimed by size of adjusted gross income for 1972-1978. It shows a considerable increase in foreign tax credit claimed over the 7-year period. The number of returns increased from approximately 202,000 for 1972 to approximately 278,000 for 1978, while the amount of foreign tax credit claimed increased from $221 million to $901 million. (In comparing 1975 with the other years shown, note should be taken of the differences in the statistical sample used for the 1975 data. See the discussion under "Sources of the data" in Section 2).

Charts 1C and 1D present, for 1975, the percent distribution by selected country, of taxable income from foreign sources and foreign taxes paid or accrued, respectively. Chart 1C reveals that more than two-thirds of the taxable income from foreign source was attributable to twelve foreign countries. Chart 1D shows that more than two-thirds of the foreign taxes paid or accrued was attributable to eleven foreign countries. Canada, with 18 percent of each total, accounted for more taxable income from foreign sources and more foreign taxes paid or accrued than any other foreign country. The United Kingdom was the source of 9 percent of the total foreign taxable income and 10 percent of the total foreign taxes paid or accrued. Therefore, two countries, Canada and the United Kingdom, accounted for more than one-fourth of both the total taxable income from foreign sources and the total foreign taxes paid or accrued.

Table 1B.--Number of Returns With Foreign Tax Credit and Foreign Tax Credit Claimed by Size of Adjusted Gross Income, 1972-1978

[All figures are estimates based on samples--money amounts are in thousands of dollars]

Size of adjusted gross income	1972		1973		1974		1975	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
All returns, total	202,440	221,387	223,127	255,286	233,191	291,730	231,078	345,928
$1 under $5,000	6,879	909	11,898	1,391	11,231	1,458	7,253	1,031
$5,000 under $10,000	21,695	8,515	21,738	8,115	32,888	10,056	20,516	4,439
$10,000 under $20,000	43,373	14,843	63,122	27,200	50,043	24,874	44,446	36,997
$20,000 under $30,000	41,391	29,897	35,490	33,229	45,020	40,205	38,851	42,649
$30,000 under $50,000	40,227	29,911	42,018	50,086	36,311	61,321	59,969	91,885
$50,000 under $100,000	31,748	35,910	32,183	47,873	37,843	78,212	39,598	87,241
$100,000 under $200,000	12,078	22,893	11,918	27,789	14,213	33,816	14,768	31,594
$200,000 under $500,000	4,045	12,507	3,901	16,873	4,609	22,312	4,588	18,446
$500,000 or more	1,004	66,002	859	42,730	1,033	19,476	1,089	31,645
Total taxable returns	189,557	193,327	204,023	225,006	214,136	248,267	212,694	290,154
Total nontaxable returns	12,883	28,059	19,104	30,280	19,055	43,463	18,384	55,774

Size of adjusted gross income	1976		1977		1978	
	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(9)	(10)	(11)	(12)	(13)	(14)
All returns, total	255,749	427,627	240,874	451,033	278,267	901,030
$1 under $5,000	*1,467	*12	16,463	8,196	8,327	8,533
$5,000 under $10,000	24,033	4,863				
$10,000 under $20,000	57,754	24,058	57,149	43,603	58,554	79,925
$20,000 under $30,000	51,599	59,908	38,376	48,363	51,047	65,173
$30,000 under $50,000	50,168	85,420	58,357	102,103	65,082	161,598
$50,000 under $100,000	47,348	118,640	46,179	119,078	64,255	302,491
$100,000 under $200,000	16,671	67,872	17,088	69,247	21,803	170,924
$200,000 under $500,000	5,410	26,183	5,783	33,820	7,398	62,144
$500,000 or more	1,299	40,673	1,479	26,621	1,801	50,242
Total taxable returns	233,887	356,614	227,800	388,944	241,638	721,943
Total nontaxable returns	21,862	71,013	13,074	62,089	36,629	179,087

*Estimate should be used with caution because of the small number of sample returns on which it was based.

NOTE: The information for each of 1972-1974 and 1976-1978 appears in *Statistics of Income--Individual Income Tax Returns* publication for that year.

Detail may not add to totals because of rounding.

Chart 1C
Percent distribution of taxable income from foreign sources, by selected country, 1975

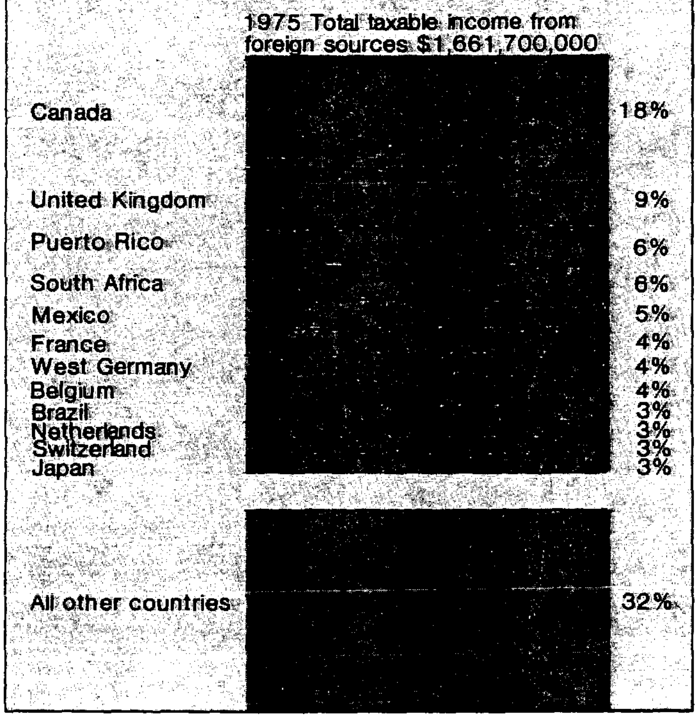
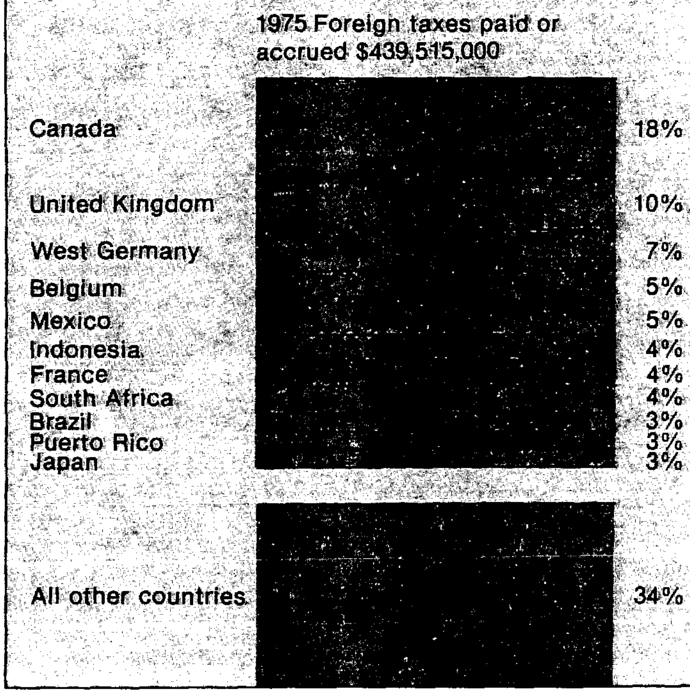


Chart 1D
Percent distribution of foreign taxes paid or accrued, by selected country, 1975



Section 2

Description of the Sample and Limitations of the Data, 1975

The 1975 statistics in this report were estimated from two stratified probability samples of unaudited individual income tax returns processed during 1976. One of these samples was that used in the preparation of the annual publication, Statistics of Income--Individual Income Tax Returns. The basic SOI sample of 206,368 returns was selected from a population of 82,304,790 returns filed at the 10 Internal Revenue Service Centers. From this basic SOI sample 7,127 returns had a foreign tax credit claimed on the Form 1040, of which 383 returns were accompanied by a supporting Form 2555, Exemption of Income Earned Abroad.

The second sample used for this report was selected from the population of Form 1040 returns with an attached Form 2555. There were a total of 7,161 such returns systematically drawn from a population of 140,174 returns filed at the Philadelphia Service Center.

Both the Form 2555 sample and the basic Statistics of Income sample contained segments which were selected from the population of returns with a foreign tax credit supported by a Form 2555. Since the segment from the Form 2555 sample contained 3693 returns, sampled at rates considerably greater than those used to select the 383 returns of this type in the basic SOI sample, the Form 2555 segment was used to estimate this population for the foreign tax credit tables of this report. The population of returns with a foreign tax credit but no supporting Form 2555, the remainder of the population for these tables, was represented by 6,744 returns from the basic Statistics of Income sample. The overall sample obtained from these two sources totaled 10,437 returns.

The number of returns and the amount of foreign tax credit claimed, as shown in this report, of 231,078 and $345,928,000, respectively, differ from the 233,510 and $381,985,000 shown in Statistics of Income-1975, Individual Income Tax Returns. Several possibilities were explored as to why there was such a large numerical difference in the amount of foreign tax credit from these two sources.

An examination of nonsampling errors was conducted. The research done suggested that nonsampling differences were not a significant factor. The manual instructions for abstracting information from returns with a foreign tax credit were identical for both samples. Furthermore, included among the checks in the study was a detailed comparison during the computer processing stage between those returns that were in both the basic Statistics of Income sample and the Form 2555 sample. No discrepancies were noted for the approximately 100 returns in this group, even though they were independently edited for the two samples.

Sampling errors were calculated for the two estimates of foreign tax credit. These are shown in Table 2A. As noted in the table, the sampling error on the $36.1 million difference between the two samples appears to be excessive. In fact, because of the sizable standard error associated with the difference, approximately $22.1 million, it is not at all unlikely that a discrepancy could occur as large as that observed.

Table 2A.--Returns With Foreign Tax Credit: Selected Comparisons Between Alternative Estimates, 1975

[Numbers in thousands--amounts in millions]

Item	Estimates and sampling error associated with--		Difference col. 2 minus col. 1
	This report	Statistics of Income--Individual Income Tax Returns, 1975	
	(1)	(2)	(3)
Total number of returns..	231.1	233.5	2.4
Foreign tax credit:			
Amount................	345.9	382.0	36.1
Sampling error........	11.6	25.1	22.1

Sample Criteria and Selection

The 1975 population of Forms 1040 with Form 2555 attached was stratified by computer into sample strata based on size of adjusted gross income or deficit and size of foreign earned income. Table 2B shows the sample strata and the number of returns in the population and sample for each of the strata.

For the basic Statistics of Income sample of Forms 1040 and 1040A used as part of the total sample for the foreign tax credit statistics, returns filed during 1976 were computer-stratified into sample strata based on State groupings and on combinations of several tax return variables. The basic sample returns were also systematically selected. From these returns, only the ones which had a foreign tax credit were used in producing the estimates in this report. For a more complete description of the basic sample, see Statistics of Income, 1975--Individual Income Tax Returns.

All returns processed during 1976 were subject to sampling except tentative and amended returns for Income Year 1975. Tentative returns were not subjected to sampling because the revised returns may have been sampled later on, while amended returns were excluded because the original returns had already been subjected to sampling and it was impossible to associate the original with the amended return at the time of sampling.

Table 2B.--Number of Form 1040 Returns With a Form 2555 Attached for the Exemption of Income Earned Abroad by Individuals, Population and Sample, 1975

Description of the sample strata			Number or returns	
			Population	Sample
Total			140,174	7,161
Adjusted gross income	and	Foreign earned income		
Under $100,000		Under $50,000	128,713	3,713
Under $100,000		$50,000 under $70,000	7,555	1,237
Under $100,000		$70,000 under $100,000	3,222	1,527
$100,000 and over	and/or	$100,000 and over	684	684

Method of Estimation

For the basic Statistics of Income sample, a separate set of rates (by sample strata) for each of five groups of States was prescribed for the selection of the sample, the rates varying from less than .05 percent to 100 percent. For the sample used for Forms 1040 with a Form 2555 attached, one set of rates was prescribed for selection of the total sample, the rates varying from 3 percent to 100 percent. For both samples, the adequency of the sample selection was reviewed, by sample stratum, by applying the prescribed rates to the number of returns filed. When the actual number of sample returns differed considerably from the expected number, a followup was conducted.

Sampling weights for both samples were obtained by dividing the number of returns filed per sample stratum by the number of sample returns actually received for the stratum. All sampling weights were then converted to "integer weighting factors" which were applied to each sample return. For example, if a weight of 44.24 was computed for a stratum, 24 percent of the sample returns in the stratum were systematically given a weighting factor of 45, and 76 percent a weight of 44.

The estimates in the basic tables are intended to represent the total returns with tax-exempt foreign earned income and foreign tax credit for Income Year 1975. While the overwhelming majority of returns processed in 1976 were for Calendar Year 1975, a few of them were for noncalendar years ended during 1975 and 1976 and some were delinquent returns for recent prior years. Returns for recent prior years were used for the 1975 statistics in place of 1975 returns processed for revenue purposes after December 31, 1976.

Sampling Variability

The particular sample used here for statistical purposes is one of a large number of all the possible samples of the same size that could be selected using the same sample design. Estimates derived from the different samples would differ from each other. The deviation of a sample estimate from the average of all possible samples is called the sampling variability. The standard deviation of an estimate is a measure of the variation among the estimates from the possible samples and thus is a measure of the precision with which an estimate from a particular sample approximates the average result of all possible samples.

The coefficient of variation is the standard deviation of the estimate expressed as a percent of the estimate. For this report, coefficients of variation were computed using the sum-of-squares method for selected frequency and amount estimates and appear in Tables 1 and 11 of Section 3 of this report. The upper-limit coefficients of variation shown in Tables 2C and 2D were computed using a formula based on the sum-of-squares method. These coefficients, applicable to frequencies only, are meant as a general guide to be used when computed coefficients of variation are not shown. Table 2C is to be used for the tables in this report on Exemption of Income Earned Abroad by Individuals and Table 2D for tables on Foreign Tax Credit on Individual Returns.

The sample estimate and an estimate of its standard deviation permits the construction of "interval estimates" with prescribed confidence that the interval includes the average result of all possible samples. For example, in Table 1, Column 2 shows total adjusted gross income, X, of $398.9 million for returns with adjusted gross income of $30,000 under $50,000, and column (a) shows a corresponding coefficient of variation, CV(X), of 3.8 percent for this amount. The standard deviation of the estimate, SD(X), is needed to construct the interval estimate and this is the product of the estimate, X, and its CV(X) as follows:

$$SD(X) = X \cdot CV(X)$$

$$= (\$398.9 \text{ million}) \times (0.038)$$

$$= \$15.2 \text{ million.}$$

This SD(X) value is then subtracted from and added to the estimate, X, to construct the 68 percent confidence interval estimate. The interval estimate is computed using the formula:

$$X - SD(X) \leq Y \leq X + SD(X)$$

with Y as the average result from all possible samples.

Based on these data, the interval estimate is from $383.7 million ($398.9 - $15.2) to $414.1 million ($398.9 + $15.2). A conclusion that the average estimate of adjusted gross income lies within a range computed in this manner would be correct for approximately two-thirds (68 percent) of all possible similarly selected samples. Finally, to obtain an interval estimate with 95 percent confidence, the SD(X) value is multiplied by two. The resulting interval for these data would be from $368.5 million to $429.3 million.

Table 2C.--Upper Limit Coefficients of Variation (In Percent) for the Estimated Number of Returns for the Exemption of Income Earned Abroad by Individuals, 1975

Estimated number of returns	Returns with adjusted gross income (deficit): Under $100,000	Returns with adjusted gross income (deficit): $100,000 and over
Under 300	([1])	No sampling variability since all returns of this stratum are in sample
300	33.5	
400	29.0	
500	25.9	
600	23.7	
800	20.5	
1,000	18.3	
1,500	15.0	
2,000	13.0	
3,000	10.6	
5,000	8.2	
7,000	6.9	
9,000	6.1	
10,000	5.8	
16,000	4.6	
20,000	4.1	
30,000	3.4	
50,000	2.6	
100,000	1.8	
140,000	1.6	

[1] Excessive sampling variability for the estimated number of returns.

Table 2D.--Upper Limit Coefficients of Variation (In Percent) for the Estimated Number of Returns for the Foreign Tax Credit on Individual Income Tax Returns, 1975

Estimated number of returns	Returns with adjusted gross income (deficit)						
	Under $10,000	$10,000 under $20,000	$20,000 under $50,000	$50,000 under $100,000	$100,000 under $200,000	$200,000 under $500,000	$500,000 and over
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
25	([1])	([1])	([1])	([1])	([1])	34.6	No sampling variability since all returns of this stratum are in sample
50	([1])	([1])	([1])	([1])	([1])	24.5	
75	([1])	([1])	([1])	([1])	34.6	20.0	
100	([1])	([1])	([1])	([1])	30.0	17.3	
150	([1])	([1])	([1])	([1])	24.5	14.1	
300	([1])	([1])	([1])	37.8	17.3	10.0	
500	([1])	([1])	([1])	29.3	13.4	7.7	
700	([1])	([1])	([1])	24.8	11.3	6.5	
900	([1])	([1])	([1])	21.8	10.0	5.8	
1,100	([1])	([1])	([1])	19.8	9.0	5.2	
1,500	([1])	([1])	([1])	16.9	7.7	4.5	
2,000	([1])	([1])	([1])	14.6	6.7	3.9	
3,000	([1])	([1])	([1])	12.0	5.5	3.2	
5,000	([1])	([1])	36.0	9.3	4.2	2.4	
7,000	([1])	33.8	30.5	7.8	3.6	2.1	
10,000	([1])	28.2	25.5	6.6	3.0	([2])	
15,000	37.0	23.1	20.8	5.3	2.4	([2])	
20,000	32.0	20.0	18.0	4.6	([2])	([2])	
30,000	26.1	16.3	14.7	3.8	([2])	([2])	
50,000	20.2	12.6	11.4	([2])	([2])	([2])	
70,000	17.1	([2])	9.6	([2])	([2])	([2])	
90,000	15.1	([2])	8.5	([2])	([2])	([2])	
120,000	13.1	([2])	([2])	([2])	([2])	([2])	
160,000	11.3	([2])	([2])	([2])	([2])	([2])	
200,000	10.1	([2])	([2])	([2])	([2])	([2])	
240,000	9.2	([2])	([2])	([2])	([2])	([2])	

[1] Excessive sampling variability for the estimated number of returns.
[2] Not applicable since the estimated number of returns is greater than population estimates.

Frequencies or amounts with excessive sampling variability are indicated in this report by a single asterisk (*) to the left of the data item(s).

A dash in place of a frequency or amount indicates that: (1) if returns were sampled at a rate of 100 percent, no returns had the particular characteristic; or (2) if returns were sampled at a rate of less than 100 percent, either no returns in the population had the characteristic or the characteristic was so rare that it did not appear on any sample returns.

Other Data Limitations

Various techniques were used to control and improve the quality of the data during the processing stages. During statistical editing, editors were instructed to correct tax return errors whenever possible through reference to other entries on the return or accompanying schedules and to adjust data to achieve consistency in statistical definitions. The quality of the editing was controlled by means of a continuous subsampling verification system. In transcribing and tabulating the information from the returns in the samples, additional checks were imposed to improve the quality of the resulting estimates. Transcription of the data was subjected to 100 percent verification.

Prior to tabulation numerous computer tests were applied to each return record to assure that proper balance and relationship among return items were maintained. Lastly, prior to publication all statistics and tables were reviewed for accuracy and reasonableness in light of provisions of the tax laws, taxpayer reporting variations and limitations, economic conditions, comparatiblity with other statistical series and statistical techniques used in data processing.

EXEMPTION OF INCOME EARNED ABROAD

Basic Tables

FOREIGN TAX CREDIT

Basic Tables

ALL RETURNS

Table 1.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Size of Adjusted Gross Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Exemptions: Number	Exemptions: Amount	Taxable income: Number of returns	Taxable income: Amount	U.S. income tax before credits	Foreign tax credit claimed: Number of returns	Foreign tax credit claimed: Amount	Coefficient of variation for amount (Percent)[1]: Adjusted gross income less deficit	Coefficient of variation for amount (Percent)[1]: Foreign tax credit claimed
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(a)	(b)
All returns, total	**140,195**	**1,588,381**	**407,737**	**305,752**	**68,962**	**1,157,593**	**331,417**	**33,139**	**168,449**	**1.46**	**1.76**
No adjusted gross income	34,761	—4,110	75,828	56,871	—	—	—	—	—	36.46	[2]
$1 under $5,000	41,155	69,546	109,158	81,855	6,968	7,636	1,290	833	230	3.49	23.08
$5,000 under $10,000	15,789	113,833	49,486	37,107	13,830	47,294	7,768	2,882	1,680	4.41	12.89
$10,000 under $20,000	21,443	314,273	71,583	53,661	21,119	205,405	39,339	9,559	14,893	3.69	6.69
$20,000 under $30,000	11,218	272,067	40,754	30,566	11,218	207,862	46,595	7,107	23,522	5.00	6.63
$30,000 under $50,000	10,468	398,854	39,497	29,621	**15,357	332,788	93,159	8,078	53,575	3.80	3.51
$50,000 under $100,000	4,891	317,034	19,571	14,677	**	273,669	100,278	4,243	57,907	4.30	3.11
$100,000 under $200,000	386	52,043	1,527	1,145	386	45,881	20,965	364	10,827	[3]	[3]
$200,000 under $500,000	77	21,365	309	232	77	18,842	9,845	66	4,702	[3]	[3]
$500,000 or more	7	33,475	24	18	7	18,215	12,178	7	1,113	[3]	[3]
Taxable returns, total	**58,249**	**1,351,169**	**188,332**	**141,220**	**58,178**	**1,028,126**	**296,204**	**25,324**	**134,666**	**1.75**	**2.04**
Under $10,000	16,042	101,045	38,814	29,103	16,006	45,743	7,445	1,734	776	4.54	17.15
$10,000 under $20,000	18,094	265,199	59,012	44,238	18,059	176,579	33,820	6,644	9,758	4.08	8.28
$20,000 or more	24,113	984,925	90,506	67,879	24,113	805,803	254,939	16,946	124,132	2.32	2.14
Nontaxable returns, total	**81,946**	**237,212**	**219,405**	**164,533**	**10,784**	**129,467**	**35,213**	**7,815**	**33,784**	**3.50**	**4.49**
Under $10,000	75,663	78,224	195,658	146,730	**10,784	9,188	1,612	1,981	1,134	4.54	15.83
$10,000 under $20,000	3,349	49,074	12,571	9,423	**	28,825	5,519	2,915	5,136	10.05	11.81
$20,000 or more	2,934	109,914	11,176	8,379	**	91,454	28,082	2,919	27,514	5.44	5.04

Size of adjusted gross income	Income and taxes from all sources—Continued: Other credits	Total U.S. income tax: Number of returns	Total U.S. income tax: Amount	Income earned abroad for personal services—attributable to current year: Total	Salaries and wages: Number of returns	Salaries and wages: Amount	Pensions and annuities	Business income less loss: Number of returns	Business income less loss: Amount	Coefficient of variation for amount of total foreign earned income attributable to current year (Percent)[1]
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(c)
All returns, total	**7,477**	**58,249**	**155,491**	**3,027,045**	**137,093**	**2,541,445**	**4,048**	**2,310**	**30,742**	**0.86**
No adjusted gross income	—	—	—	389,870	33,888	369,258	*1,159	626	4,681	3.18
$1 under $5,000	364	4,987	696	551,971	40,010	515,458	894	732	3,847	2.93
$5,000 under $10,000	961	11,055	5,126	277,484	15,370	248,475	*762	314	4,792	5.20
$10,000 under $20,000	1,894	18,094	22,552	547,350	21,234	476,887	*843	105	*1,654	4.15
$20,000 under $30,000	1,379	9,948	21,694	387,976	11,068	311,707	*71	198	4,484	5.19
$30,000 under $50,000	1,468	9,267	38,115	484,132	10,342	354,795	*130	160	3,331	3.02
$50,000 under $100,000	865	4,462	41,506	325,936	4,757	223,201	*94	154	5,511	2.57
$100,000 under $200,000	392	361	9,746	43,145	355	29,265	94	14	1,472	[3]
$200,000 under $500,000	152	**75	4,991	15,897	65	11,159	1	**7	**970	[3]
$500,000 or more	1	**	11,065	3,282	4	1,240	—	**	**	[3]
Taxable returns, total	**6,047**	**58,249**	**155,491**	**1,757,488**	**57,488**	**1,400,378**	**1,682**	**742**	**15,265**	**1.72**
Under $10,000	847	16,042	5,822	233,172	15,729	211,767	*509	244	*2,595	5.39
$10,000 under $20,000	1,510	18,094	22,552	431,199	17,990	381,995	*843	70	*133	4.65
$20,000 or more	3,690	24,113	127,117	1,093,117	23,769	806,617	331	428	12,537	2.18
Nontaxable returns, total	**1,430**	**—**	**—**	**1,269,557**	**79,605**	**1,141,067**	**2,366**	**1,568**	**15,477**	**1.72**
Under $10,000	478	—	—	986,153	73,539	921,425	2,306	1,428	10,724	1.87
$10,000 under $20,000	384	—	—	116,151	3,244	94,893	—	35	*1,521	10.16
$20,000 or more	568	—	—	167,252	2,822	124,750	*60	105	3,232	5.31

Footnotes at end of table.

ALL RETURNS

Table 1.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Income earned abroad for personal services-attributable to current year—Continued									Coefficient of variation for amount of total tax-exempt income (Percent)[1]
	Partnership income less loss	Other income less loss	Tax-exempt amount					Taxable amount		
			Total	By U.S. citizens meeting—						
				Bona fide foreign residence test		17-month foreign presence test				
				Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(d)
All returns, total	**14,129**	**436,674**	**1,995,202**	**103,657**	**1,546,725**	**36,538**	**448,477**	**58,807**	**1,031,841**	**0.80**
No adjusted gross income	*263	14,508	387,182	28,470	317,702	6,291	69,481	339	2,688	3.19
$1 under $5,000	*2,028	29,744	530,351	30,490	401,523	10,665	128,828	8,492	21,620	2.90
$5,000 under $10,000	*329	23,125	225,947	9,430	148,789	6,359	77,158	8,606	51,537	5.06
$10,000 under $20,000	*1,344	66,620	353,655	13,643	254,005	7,800	99,650	16,210	193,694	4.05
$20,000 under $30,000	*340	71,372	198,938	7,933	153,362	3,285	45,576	10,281	189,037	5.25
$30,000 under $50,000	*1,629	124,247	195,035	8,697	172,673	1,771	22,362	9,737	289,097	3.41
$50,000 under $100,000	3,055	94,076	93,733	4,536	88,523	355	5,210	4,681	232,203	3.14
$100,000 under $200,000	2,354	9,960	8,371	378	8,240	8	131	379	34,775	(3)
$200,000 under $500,000	2,177	1,615	1,814	73	1,734	4	80	**82	14,083	(3)
$500,000 or more	610	1,408	175	7	175	—	—	**	3,107	(3)
Taxable returns, total	**8,466**	**331,693**	**914,074**	**38,798**	**675,977**	**19,451**	**238,097**	**42,294**	**843,413**	**1.96**
Under $10,000	*345	17,957	197,562	8,993	118,482	7,049	79,080	6,754	35,610	5.21
$10,000 under $20,000	—	48,227	282,414	10,825	190,966	7,269	91,448	13,208	148,785	4.53
$20,000 or more	8,122	265,509	434,098	18,980	366,529	5,133	67,569	22,332	659,018	2.69
Nontaxable returns, total	**5,663**	**104,981**	**1,081,128**	**64,859**	**870,748**	**17,087**	**210,380**	**16,513**	**188,429**	**1.66**
Under $10,000	*2,276	49,420	945,919	59,397	749,531	16,266	196,387	10,683	40,235	1.82
$10,000 under $20,000	*1,344	18,393	71,242	2,818	63,039	531	8,203	3,002	44,910	10.14
$20,000 or more	2,043	37,168	63,968	2,644	58,178	290	5,790	2,828	103,285	6.52

*Estimate should be used with caution because of the small number of sample returns on which it was based.

**Identifies (a) size classes for which data were deleted because of the small number of sample returns on which they were based and (b) combined frequencies or amounts that include the data deleted from another size class.

[1] See Sampling Variability section of text for interpretation and limitation of these coefficient of variation estimates.

[2] Estimate is not shown separately because of the small number of sample returns on which it was based.

[3] Returns in these cells are not subject to sampling variability.

NOTE: Detail may not add to total because of rounding.

ALL RETURNS

Table 2.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Income and taxes from all sources: Taxable income	Income and taxes from all sources: U.S. income tax before credits	Income and taxes from all sources: Foreign tax credit claimed	Income and taxes from all sources: Total U.S. income tax	Income earned abroad for personal services—attributable to current year: Total	Income earned abroad for personal services—attributable to current year: Salaries and wages	Income earned abroad for personal services—attributable to current year: Total tax-exempt amount	Income earned abroad for personal services—attributable to current year: Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All geographic areas	**140,195**	**1,588,381**	**1,157,593**	**331,417**	**168,449**	**155,491**	**3,027,045**	**2,541,445**	**1,995,202**	**1,031,841**
Canada	**18,722**	**102,098**	**63,982**	**18,039**	**11,671**	**6,008**	**316,239**	**299,271**	**261,349**	**54,890**
Latin America, total	**18,335**	**220,235**	**167,998**	**48,479**	**28,248**	**19,208**	**419,022**	**346,264**	**270,759**	**148,263**
Mexico	3,065	41,238	31,792	9,205	5,373	3,553	81,070	71,219	50,885	30,184
Central America, total	2,283	14,070	9,469	2,471	1,037	1,391	38,329	32,551	30,557	7,772
Costa Rica	527	1,884	*596	*130	*13	*113	7,173	5,792	6,170	*1,003
Guatemala	471	3,452	2,376	705	*171	526	7,814	6,989	6,397	*1,417
Honduras	417	1,516	*914	*211	*8	*195	5,454	4,566	4,901	*553
Panama (excluding Canal Zone)	405	4,138	3,218	840	*567	*259	9,804	7,321	6,981	2,823
Caribbean countries, total	1,635	13,765	8,889	2,171	1,068	1,028	30,420	26,392	22,586	7,834
Dominican Republic	347	*2,098	*1,592	*313	*51	*250	6,876	5,991	5,417	*1,459
Haiti	348	*1,238	*657	*141	—	*137	4,629	*3,598	4,274	*355
Jamaica	330	4,788	3,382	982	580	375	5,663	4,678	3,271	2,392
Trinidad and Tobago	401	4,241	2,607	628	437	172	10,828	9,749	7,440	3,388
South America, total	11,352	151,161	117,848	34,631	20,770	13,235	269,204	216,102	166,731	102,473
Argentina	415	4,068	3,221	966	*369	584	7,629	6,479	4,731	2,899
Bolivia	314	*2,144	*1,669	*448	*264	*179	4,745	4,408	3,820	*926
Brazil	4,325	6,6913	54,225	15,836	10,995	4,594	113,754	85,086	64,989	48,765
Chile	430	2,618	*2,108	*513	*280	*227	8,364	6,681	6,501	*1,863
Colombia	1,181	9,792	6,807	2,080	746	1,293	20,041	16,032	15,071	4,970
Ecuador	647	5,402	4,003	983	698	253	13,396	11,074	10,167	3,229
Peru	1,498	14,593	9,195	2,289	1,536	691	28,134	23,733	18,737	9,396
Venezuela	2,277	43,328	35,388	11,176	5,813	5,156	68,735	58,546	39,380	29,355
Other Western Hemisphere, total	**2,507**	**16,556**	**10,578**	**3,077**	**628**	**2,306**	**47,360**	**44,393**	**37,306**	**10,054**
The Bahamas	1,192	6,785	4,086	961	*1	916	21,748	21,078	17,917	3,831
Bermuda	164	2,402	1,844	796	*3	713	3,270	3,010	2,184	*1,085
Netherlands Antilles	415	4,151	3,072	814	537	268	9,246	7,881	5,842	3,404
Other British West Indies	520	2,327	*956	*362	*33	*321	9,687	9,147	8,642	*1,046
Europe, total	**43,626**	**688,058**	**512,314**	**155,633**	**74,252**	**78,436**	**1,051,550**	**844,838**	**609,213**	**442,335**
Common Market countries, total	33,195	567,731	423,571	130,041	62,088	65,621	825,732	661,415	463,531	362,200
Belgium	2,385	79,413	66,720	21,098	14,107	6,770	106,042	74,958	44,292	61,750
Denmark	268	2,242	1,525	474	405	*59	3,930	3,076	2,554	*1,375
France (including Andorra)	3,800	82,941	65,047	20,768	10,272	10,194	112,943	78,267	56,586	56,357
Ireland	416	4,182	2,783	675	*180	466	7,421	6,482	4,989	2,432
Italy (including San Marino)	2,428	25,275	18,437	5,093	1,737	3,263	53,936	41,855	35,871	18,066
Luxembourg	292	4,337	3,628	999	684	305	8,035	6,020	4,795	3,240
Netherlands	1,387	28,865	22,222	6,456	4,354	1,964	47,094	37,050	23,936	23,158
United Kingdom	11,838	234,091	165,998	53,391	17,860	34,608	306,976	264,123	170,500	136,476
West Germany	10,381	106,384	77,211	21,087	12,491	7,991	179,354	149,583	120,008	59,345
Other West European countries, total	10,195	114,643	84,323	24,395	12,140	11,664	220,150	179,042	142,782	77,368
Austria	761	9,795	7,307	2,023	1,224	763	17,625	13,682	10,241	7,384
Greece	1,176	7,206	4,539	1,216	267	910	17,815	15,338	13,308	4,507
Norway	977	10,286	7,254	1,703	915	671	19,088	16,697	12,446	6,641
Portugal	149	3,045	2,369	712	*279	426	5,245	3,045	2,689	2,556
Spain	2,136	16,493	10,655	2,796	1,387	1,272	42,725	35,447	29,591	13,134
Sweden	581	5,986	4,700	1,481	1,192	271	12,349	9,438	7,825	4,525
Switzerland	3,199	51,221	41,197	13,033	6,629	6,217	83,293	65,271	50,296	32,996
Turkey	628	5,355	3,381	678	*49	611	9,797	9,335	7,344	2,453
East European countries	236	5,683	4,420	1,198	*24	1,150	5,668	4,381	2,900	2,768
Africa, total	**10,307**	**87,374**	**62,101**	**16,392**	**9,359**	**6,278**	**198,870**	**167,151**	**139,945**	**58,925**
North Africa, total	2,221	31,540	24,703	6,830	4,799	1,706	66,070	54,621	40,279	25,790
Algeria	521	4,845	3,203	648	*171	452	13,450	12,261	9,996	3,455
Egypt	464	5,841	4,746	1,520	875	396	12,233	10,301	7,359	4,873
Libya	945	19,261	15,612	4,306	3,685	575	35,005	27,641	18,582	16,422
East Africa, total	1,870	6,956	4,163	974	*277	669	27,047	22,850	22,366	4,681
Ethiopia	499	1,049	*606	*201	*37	*162	4,126	3,349	3,509	*617
Kenya	883	3,729	2,404	550	*239	291	14,130	11,004	10,828	3,302
West and Central African countries, total	4,110	33,078	21,735	5,539	3,045	2,198	73,461	61,789	54,087	19,374
Ghana	346	*2,133	*1,181	*215	*167	*25	6,632	5,173	4,989	*1,644
Liberia	462	3,163	1,438	323	*174	*130	8,059	6,438	6,501	*1,558
Nigeria	1,098	18,415	13,799	3,768	2,150	1,488	28,788	23,787	17,011	11,777
Zaire	918	3,751	1,508	314	*133	159	12,645	11,766	11,310	*1,335
Southern Africa, total	2,106	15,800	11,499	3,048	1,239	1,704	32,293	27,892	23,213	9,080
South Africa (including South-West Africa)	1,098	12,977	10,012	2,745	1,232	1,423	22,817	19,738	14,093	8,724
Zambia	451	1,678	*852	*168	*7	*149	3,678	3,094	3,466	*212

Footnote at end of table.

ALL RETURNS

Table 2.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Number of returns	Income and taxes from all sources					Income earned abroad for personal services—attributable to current year			
		Adjusted gross income less deficit	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Total U.S. income tax	Total	Salaries and wages	Total tax-exempt amount	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Asia, total	**37,066**	**425,206**	**308,083**	**81,675**	**41,055**	**38,706**	**844,479**	**699,207**	**550,703**	**293,776**
Middle East, total	14,923	171,900	119,837	29,701	12,998	15,939	365,793	317,252	241,969	123,824
Bahrain	232	3,462	2,700	731	*333	390	6,516	4,967	4,157	*2,359
Iran	6,143	76,443	52,378	12,905	5,187	7,395	164,367	138,601	107,833	56,534
Israel	2,508	5,574	2,611	656	*203	410	16,805	16,071	15,021	*1,784
Kuwait	207	2,590	1,708	400	*13	*372	5,384	4,489	3,095	*2,289
Lebanon	468	6,076	4,690	1,342	344	937	12,191	9,570	7,212	4,979
Saudia Arabia	4,952	68,176	49,326	12,205	6,810	5,121	138,222	123,701	89,468	48,754
United Arab Emirates	648	7,052	4,499	1,064	*85	950	18,251	16,738	12,380	5,871
Southern and Southeastern Asia, total	13,334	141,282	102,703	26,562	14,709	11,189	279,917	227,908	184,956	94,961
India	649	1,857	*1,177	*342	*253	*81	8,169	6,772	6,997	*1,172
Indonesia	2,921	37,093	28,725	7,492	5,090	2,269	76,427	62,006	46,476	29,950
Malaysia	781	10,168	7,560	2,067	1,397	596	22,318	16,665	13,791	8,527
Pakistan	317	2,266	*1,073	*226	*85	*122	4,352	4,070	3,376	*977
Philippines	2,133	24,094	17,698	4,458	2,080	2,279	38,809	30,282	25,313	13,496
Singapore	2,978	40,728	29,862	7,969	4,695	3,107	78,244	61,511	49,395	28,850
South Vietnam	1,449	6,893	2,940	555	—	525	15,464	14,762	13,835	*1,629
Thailand	1,491	14,072	10,024	2,525	859	1,588	25,338	22,545	17,799	7,539
Eastern Asia, total	8,809	112,025	85,542	25,411	13,348	11,577	198,769	154,046	123,778	74,992
China, Republic of (Taiwan)	1,126	11,683	8,362	2,027	1,029	945	24,394	19,912	17,419	6,975
Hong Kong	1,671	24,213	19,156	5,520	2,992	2,431	50,525	37,742	30,653	19,872
Japan (including Okinawa and Ryukyu Islands)	5,100	67,283	52,594	16,571	9,028	7,260	110,624	85,529	65,458	45,167
South Korea, Republic of	878	8,124	4,849	1,172	299	821	12,279	10,011	9,710	2,568
Oceania, total	**8,837**	**44,228**	**29,525**	**7,479**	**3,219**	**3,951**	**139,513**	**130,553**	**116,573**	**22,940**
Australia	5,412	27,352	18,754	5,113	2,857	2,148	87,795	81,034	70,014	17,781
New Zealand	671	3,738	*2,505	*639	*153	*476	7,060	6,014	6,370	*690
Country not stated	**795**	**4,626**	**3,013**	**643**	***18**	**597**	**10,012**	**9,769**	**9,353**	**659**

*Data should be used with caution because of the small number of sample returns on which it was based.

NOTE: Detail may not add to total because of rounding.

ALL RETURNS

Table 3.—Number of Returns for Selected Items, by Selected Country in Which Income was Earned

[All figures are estimates based on samples]

Selected country	Number of returns: Total	Taxable income from all sources	Foreign tax credit claimed	Total U.S. income tax	Salaries and wages attributable to current year	Taxable foreign earned income
	(1)	(2)	(3)	(4)	(5)	(6)
All geographic areas	**140,195**	**68,962**	**33,139**	**58,249**	**137,093**	**58,807**
Canada	**18,722**	**5,425**	**2,818**	**3,982**	**18,324**	**4,328**
Latin America, total	**18,335**	**8,995**	**5,716**	**7,231**	**17,684**	**7,961**
Mexico	3,065	1,716	1,079	1,319	2,989	1,511
Central America, total	2,283	648	252	468	2,174	547
Guatemala	471	87	*44	87	467	*53
Panama (excluding Canal Zone)	405	196	*127	*121	370	162
South America, total	11,352	5,831	4,073	4,758	10,955	5,311
Brazil	4,325	2,343	1,802	1,822	4,109	2,068
Chile	430	*116	*77	*116	430	*153
Colombia	1,181	450	311	408	1,142	416
Peru	1,498	664	422	476	1,395	665
Venezuela	2,277	1,551	1,157	1,311	2,238	1,445
Other Western Hemisphere	**2,507**	**876**	**149**	**787**	**2,471**	**705**
Europe, total	**43,626**	**25,247**	**12,118**	**22,024**	**42,373**	**20,333**
Common Market countries, total	33,195	20,334	10,282	17,663	32,225	16,293
Belgium	2,385	2,142	1,755	1,683	2,382	2,107
France (including Andorra)	3,800	2,512	1,527	2,161	3,523	2,170
Italy (including San Marino)	2,428	1,037	453	997	2,275	1,073
Luxembourg	292	156	116	107	292	156
Netherlands	1,387	1,144	682	991	1,318	1,006
United Kingdom	11,838	7,462	3,998	6,775	11,735	6,539
West Germany	10,381	5,544	1,631	4,651	10,087	3,112
Other West European countries, total	10,195	4,712	1,800	4,194	9,912	3,839
Austria	761	413	149	367	758	310
Greece	1,176	550	77	478	1,174	308
Norway	977	561	176	487	942	387
Spain	2,136	784	345	635	1,988	779
Sweden	581	198	93	187	578	197
Switzerland	3,199	1,361	826	1,201	3,111	1,117
Africa, total	**10,307**	**4,570**	**2,308**	**3,652**	**10,200**	**3,993**
North Africa, total	2,221	1,526	967	1,223	2,218	1,391
Algeria	521	348	*143	311	521	314
Libya	945	736	631	560	945	807
East Africa, total	1,870	480	*120	403	1,867	412
Kenya	883	259	*116	217	883	226
West and Central African countries, total	4,110	1,849	799	1,523	4,075	1,545
Ghana	346	*208	*104	*173	346	*173
Liberia	462	255	*115	*185	462	*220
Nigeria	1,098	710	425	602	1,098	648
Zaire	918	397	*48	287	918	*155
Southern Africa, total	2,106	715	422	503	2,037	645
South Africa (including South-West Africa)	1,098	540	352	328	1,098	505
Asia, total	**37,066**	**20,955**	**9,030**	**17,911**	**36,549**	**19,698**
Middle East, total	14,923	9,396	3,620	8,088	14,808	9,850
Bahrain	232	197	*82	198	232	*93
Iran	6,143	4,122	1,083	3,708	6,140	4,721
Lebanon	468	225	74	184	433	191
Saudi Arabia	4,952	3,804	2,280	3,056	4,950	3,943
United Arab Emirates	648	405	*54	370	642	511
Southern and Southeastern Asia, total	13,334	6,922	3,162	5,964	13,045	6,481
Indonesia	2,921	1,742	1,212	1,383	2,887	1,852
Malaysia	781	403	257	355	781	438
Philippines	2,133	1,126	490	954	2,022	881
Singapore	2,978	1,834	996	1,646	2,937	1,940
South Vietnam	1,449	552	—	518	1,415	*276
Thailand	1,491	657	162	573	1,491	589
Eastern Asia, total	8,809	4,637	2,248	3,859	8,696	3,367
China, Republic of (Taiwan)	1,126	639	225	597	1,092	434
Hong Kong	1,671	969	668	732	1,634	1,011
Japan (including Okinawa and Ryukyu Islands)	5,100	2,535	1,324	2,113	5,058	1,774
South Korea, Republic of	878	460	31	383	878	114
Oceania, total	**8,837**	**2,547**	**966**	**2,315**	**8,697**	**1,685**
Australia	5,412	1,552	600	1,423	5,377	998
New Zealand	671	*222	*48	*222	601	*48
Country not stated	**795**	**347**	***34**	**347**	**795**	***104**

*Estimate should be used with caution because of the small number of sample returns on which it was based.

ALL RETURNS

Table 4.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Size of Adjusted Gross Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Income and taxes from all sources: Taxable income	Income and taxes from all sources: U.S. income tax before credits	Income and taxes from all sources: Foreign tax credit claimed	Income and taxes from all sources: Total U.S. income tax	Income earned abroad for personal services-attributable to current year: Total	Income earned abroad: Salaries and wages	Tax-exempt amount: Total	Tax-exempt amount: By U.S. citizens meeting—Bona fide foreign residence test	Tax-exempt amount: By U.S. citizens meeting—17-month foreign presence test	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
All geographic areas, total	**140,195**	**1,588,381**	**1,157,593**	**331,417**	**168,449**	**155,491**	**3,027,045**	**2,541,445**	**1,995,202**	**1,546,725**	**448,477**	**1,031,841**
No adjusted gross income	34,761	—4,110	—	—	—	—	389,870	369,258	387,182	317,702	69,481	2,688
$1 under $5,000	41,155	69,546	7,636	1,290	230	696	551,971	515,458	530,351	401,523	128,828	21,620
$5,000 under $10,000	15,789	113,833	47,294	7,768	1,680	5,126	277,484	248,475	225,947	148,789	77,158	51,537
$10,000 under $20,000	21,443	314,273	205,405	39,339	14,893	22,552	547,350	476,887	353,655	254,005	99,650	193,694
$20,000 under $30,000	11,218	272,067	207,862	46,595	23,522	21,694	387,976	311,707	198,938	153,362	45,576	189,037
$30,000 under $50,000	10,468	398,854	332,788	93,159	53,575	38,115	484,132	354,795	195,035	172,673	22,362	289,097
$50,000 under $100,000	4,891	317,034	273,669	100,278	57,907	41,506	325,936	223,201	93,733	88,523	5,210	232,203
$100,000 under $200,000	386	52,043	45,881	20,965	10,827	9,746	43,145	29,265	8,371	8,240	*131	34,775
$200,000 under $500,000	77	21,365	18,842	9,845	4,702	4,991	15,897	11,159	1,814	1,734	*80	14,083
$500,000 or more	7	33,475	18,215	12,178	1,113	11,065	3,282	1,240	175	175	—	3,107
Taxable returns, total	**58,249**	**1,351,169**	**1,028,126**	**296,204**	**134,666**	**155,491**	**1,757,488**	**1,400,378**	**914,074**	**675,977**	**238,097**	**843,413**
Under $10,000	16,042	101,045	45,743	7,445	776	5,822	233,172	211,767	197,562	118,482	79,080	35,610
$10,000 under $20,000	18,094	265,199	176,579	33,820	9,758	22,552	431,199	381,995	282,414	190,966	91,448	148,785
$20,000 or more	24,113	984,925	805,803	254,939	124,132	127,117	1,093,117	806,617	434,098	366,529	67,569	659,018
Nontaxable returns, total	**81,946**	**237,212**	**129,467**	**35,213**	**33,784**	**—**	**1,269,557**	**1,141,067**	**1,081,128**	**870,748**	**210,380**	**188,429**
Under $10,000	75,663	78,224	9,188	1,612	1,134	—	986,153	921,425	945,919	749,531	196,387	40,235
$10,000 under $20,000	3,349	49,074	28,825	5,519	5,136	—	116,151	94,893	71,242	63,039	8,203	44,910
$20,000 or more	2,934	109,914	91,454	28,082	27,514	—	167,252	124,750	63,968	58,178	5,790	103,285
Canada, total	**18,722**	**102,098**	**63,982**	**18,039**	**11,671**	**6,008**	**316,239**	**299,271**	**261,349**	**248,763**	**12,586**	**54,890**
No adjusted gross income	7,082	*—371	—	—	—	—	87,603	84,937	87,131	84,021	*3,110	*472
$1 under $5,000	7,113	12,802	1,506	223	*90	96	103,954	99,017	100,392	95,611	4,781	3,562
$5,000 under $10,000	1,706	11,871	5,350	840	266	508	26,278	24,765	21,662	20,439	*1,223	4,616
$10,000 under $20,000	1,510	22,201	13,506	2,548	1,160	1,264	37,616	37,269	26,202	23,590	*2,613	11,414
$20,000 under $30,000	472	11,387	8,744	2,029	1,440	552	17,494	16,118	9,345	8,797	*549	8,149
$30,000 under $50,000	567	21,658	15,841	4,398	2,478	1,861	21,929	20,154	10,582	10,373	*209	11,347
$50,000 under $100,000	235	15,238	12,279	4,644	3,272	1,341	14,764	12,699	5,123	5,023	*101	9,641
$100,000 under $200,000	30	4,168	3,718	1,720	1,377	339	3,614	2,787	711	711	—	2,903
$200,000 or more	7	3,144	3,037	1,637	1,589	47	*2,988	*1,525	200	*200	—	2,788
Taxable returns, total	**3,982**	**72,214**	**50,158**	**13,675**	**7,387**	**6,008**	**87,256**	**81,733**	**54,739**	**50,468**	**4,271**	**32,517**
Under $10,000	1,700	9,630	4,589	738	*78	604	16,617	16,181	15,216	14,080	*1,136	*1,400
$10,000 under $20,000	1,162	17,298	10,830	2,051	680	1,264	24,729	24,428	18,262	15,649	*2,613	6,467
$20,000 or more	1,120	45,286	34,740	10,885	6,630	4,140	45,910	41,124	21,260	20,739	*521	24,649
Nontaxable returns, total	**14,740**	**29,884**	**13,823**	**4,365**	**4,284**	**—**	**228,984**	**217,538**	**206,610**	**198,295**	**8,315**	**22,373**
Under $10,000	14,201	14,673	2,267	325	278	—	201,218	192,539	193,968	185,991	7,978	7,249
$10,000 under $20,000	348	4,903	*2,676	496	*480	—	12,887	12,841	7,940	7,940	—	4,946
$20,000 or more	191	10,309	8,880	3,543	3,526	—	14,879	12,159	4,702	4,364	*337	10,177
Latin America, total	**18,335**	**220,235**	**167,998**	**48,479**	**28,248**	**19,208**	**419,022**	**346,264**	**270,759**	**240,823**	**29,936**	**148,263**
No adjusted gross income	4,689	—611	—	—	—	—	49,248	45,273	48,814	44,482	4,332	*434
$1 under $5,000	5,203	8,244	946	260	*48	68	66,620	59,998	65,006	58,850	6,156	1,614
$5,000 under $10,000	1,523	11,124	4,393	728	197	458	28,811	26,552	23,687	18,148	5,539	5,124
$10,000 under $20,000	2,685	38,470	25,826	5,062	2,852	1,998	77,008	60,407	49,267	42,085	7,182	27,741
$20,000 under $30,000	1,980	48,148	37,199	8,454	5,259	2,946	71,549	55,739	37,632	32,365	5,267	33,917
$30,000 under $50,000	1,415	53,623	45,289	12,795	8,139	4,506	70,256	54,033	29,148	27,943	*1,205	41,108
$50,000 under $100,000	763	49,470	43,448	16,120	9,859	6,080	46,858	36,819	15,344	15,088	*256	31,514
$100,000 under $200,000	68	9,018	8,308	3,723	1,434	2,277	6,337	5,641	1,641	1,641	—	4,697
$200,000 or more	9	2,748	2,589	1,338	461	875	2,336	1,803	220	220	—	2,116
Taxable returns, total	**7,231**	**181,734**	**145,230**	**42,330**	**22,463**	**19,208**	**242,985**	**193,762**	**124,498**	**107,916**	**16,582**	**118,487**
Under $10,000	1,557	9,758	4,476	720	113	526	22,532	20,648	19,630	15,322	4,308	2,901
$10,000 under $20,000	2,017	29,297	20,465	4,060	1,917	1,998	52,431	42,969	33,446	26,964	6,482	18,985
$20,000 or more	3,657	142,678	120,289	37,550	20,432	16,684	168,023	130,145	71,422	65,630	5,793	96,601
Nontaxable returns, total	**11,104**	**38,501**	**22,767**	**6,149**	**5,786**	**—**	**176,037**	**152,501**	**146,260**	**132,906**	**13,354**	**29,777**
Under $10,000	9,858	8,999	863	269	*131	—	122,147	111,175	117,877	106,158	11,719	4,270
$10,000 under $20,000	668	9,172	5,361	1,002	935	—	24,577	17,437	15,821	15,121	*700	8,756
$20,000 or more	578	20,329	16,544	4,878	4,719	—	29,313	23,889	12,563	11,627	*935	16,750
Brazil, total	4,325	66,913	54,225	15,836	10,995	4,594	113,754	85,086	64,989	57,953	7,036	48,765
No adjusted gross income	1,043	*—69	—	—	—	—	9,745	8,815	9,745	8,817	*928	—
$1 under $5,000	1,042	1,267	*77	*11	—	*5	14,124	12,766	13,741	11,887	*1,854	*384
$5,000 under $10,000	*278	*2,030	*962	*161	*56	*95	*4,102	*3,722	*3,619	*3,619	—	*483
$10,000 under $20,000	558	8,700	6,576	1,367	930	401	18,221	12,786	10,968	9,570	*1,398	7,253
$20,000 under $30,000	494	11,675	9,146	2,015	1,471	453	17,471	11,145	9,137	7,224	*1,914	8,334
$30,000 under $50,000	602	22,117	18,750	5,267	3,428	1,776	29,299	20,855	11,695	10,856	*839	17,604
$50,000 under $100,000	289	18,445	16,248	5,880	4,388	1,456	18,403	13,194	5,667	5,564	*103	12,736
$100,000 under $500,000	19	2,748	2,467	1,135	723	408	2,389	1,802	416	416	—	1,973
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**1,822**	**52,322**	**43,487**	**12,810**	**8,053**	**4,594**	**70,155**	**50,598**	**31,236**	**27,163**	**4,073**	**38,919**
Under $10,000	311	1,930	822	132	*19	100	3,409	*3,156	3,154	*2,635	*519	*255
$10,000 under $20,000	383	5,886	4,581	972	*549	401	11,933	10,155	7,036	*5,638	*1,398	4,897
$20,000 or more	1,128	44,506	38,084	11,705	7,485	4,092	54,813	37,287	21,046	18,890	2,156	33,767
Nontaxable returns, total	**2,503**	**14,591**	**10,738**	**3,027**	**2,942**	**—**	**43,599**	**34,488**	**33,753**	**30,790**	***2,963**	**9,846**
Under $10,000	2,052	1,297	*217	*39	*37	—	24,563	22,148	23,951	21,688	*2,263	*612
$10,000 under $20,000	*175	*2,814	*1,995	*395	*381	—	*6,288	*2,631	*3,932	*3,932	—	*2,355
$20,000 or more	276	10,479	8,526	2,593	2,524	—	12,749	9,710	5,870	5,170	*700	6,879

Footnote at end of table.

ALL RETURNS

Table 4.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Income and taxes from all sources: Taxable income	Income and taxes from all sources: U.S. income tax before credits	Income and taxes from all sources: Foreign tax credit claimed	Income and taxes from all sources: Total U.S. income tax	Income earned abroad for personal services-attributable to current year: Total	Salaries and wages	Tax-exempt amount: Total	By U.S. citizens meeting—: Bona fide foreign residence test	By U.S. citizens meeting—: 17-month foreign presence test	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Mexico, total	3,065	41,238	31,792	9,205	5,373	3,553	81,070	71,219	50,885	47,862	*3,023	30,184
No adjusted gross income	725	*—121	—	—	—	—	7,316	6,620	7,316	6,873	*443	—
$1 under $5,000	693	1,257	*133	*139	—	*13	9,158	8,700	9,145	9,145	—	*13
$5,000 under $10,000	*276	*1,997	*739	*131	*44	*72	*7,786	*7,403	*6,267	*5,587	*680	*1,520
$10,000 under $20,000	588	8,511	6,186	1,275	724	505	18,174	15,417	11,434	10,067	*1,367	6,740
$20,000 under $30,000	336	7,886	5,675	1,279	947	*291	12,995	11,554	7,212	6,679	*533	5,783
$30,000 under $50,000	298	11,436	9,832	2,802	1,592	1,184	14,366	11,794	6,138	6,138	—	8,227
$50,000 under $100,000	141	8,550	7,685	2,817	1,768	1,026	9,737	8,221	3,218	3,218	—	6,519
$100,000 under $200,000	5	768	652	294	97	197	634	605	81	81	—	554
$200,000 under $500,000	3	954	888	468	201	267	904	904	75	75	—	829
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**1,319**	**34,225**	**27,860**	**8,056**	**4,377**	**3,553**	**49,924**	**42,035**	**25,867**	**23,287**	***2,580**	**24,057**
Under $10,000	*173	*1,117	*648	*110	*16	*85	*3,462	*3,358	*3,049	*2,369	*680	*414
$10,000 under $20,000	449	6,781	5,112	1,076	*540	505	13,056	10,569	8,050	6,683	*1,367	5,006
$20,000 or more	697	26,326	22,100	6,869	3,821	2,964	33,406	28,107	14,768	14,235	*533	18,638
Nontaxable returns, total	**1,746**	**7,013**	**3,931**	**1,150**	**996**	**—**	**31,145**	**29,184**	**25,018**	**24,575**	***443**	**6,127**
Under $10,000	1,521	2,015	*225	*160	*29	—	20,798	19,364	19,679	19,236	*443	*1,118
$10,000 under $20,000	*139	*1,730	*1,074	*199	*184	—	*5,118	*4,848	*3,384	*3,384	—	*1,734
$20,000 or more	86	3,267	2,633	791	783	—	5,230	4,972	1,955	1,955	—	3,275
Europe, total	**43,626**	**688,058**	**512,314**	**155,633**	**74,252**	**78,436**	**1,051,550**	**844,838**	**609,213**	**472,193**	**137,020**	**442,335**
No adjusted gross income	9,221	—711	—	—	—	—	98,826	93,556	98,127	80,821	17,306	*699
$1 under $5,000	10,190	16,475	1,607	249	*13	166	122,872	114,271	119,495	93,235	26,260	3,377
$5,000 under $10,000	4,800	34,691	13,682	2,226	247	1,654	76,016	66,656	62,419	40,945	21,474	13,597
$10,000 under $20,000	7,532	112,007	74,002	14,127	5,030	8,378	189,260	167,543	119,312	81,277	38,035	69,948
$20,000 under $30,000	4,426	107,982	81,450	18,075	8,478	9,079	150,264	118,744	73,742	55,306	18,436	76,521
$30,000 under $50,000	4,575	174,878	145,175	40,548	23,286	16,601	212,993	152,600	84,018	71,710	12,308	128,975
$50,000 under $100,000	2,630	172,440	146,923	53,742	29,014	24,261	168,217	110,951	46,723	43,642	3,081	121,493
$100,000 under $200,000	203	27,071	23,366	10,519	5,632	4,772	23,346	14,609	4,254	4,174	*80	19,092
$200,000 under $500,000	44	11,497	9,632	4,932	2,222	2,640	8,372	5,160	998	958	*40	7,374
$500,000 or more	5	31,728	16,475	11,215	330	10,885	1,384	748	125	125	—	1,259
Taxable returns, total	**22,024**	**608,219**	**464,776**	**142,304**	**61,422**	**78,436**	**714,174**	**547,337**	**335,338**	**245,340**	**89,998**	**378,835**
Under $10,000	4,862	31,684	13,957	2,273	144	1,820	63,291	55,956	53,116	30,112	23,004	10,175
$10,000 under $20,000	6,377	94,088	63,350	12,006	3,075	8,378	149,851	135,179	95,626	60,729	34,897	54,225
$20,000 or more	10,785	482,446	387,468	128,024	58,203	68,238	501,032	356,202	186,596	154,499	32,097	314,435
Nontaxable returns, total	**21,602**	**79,839**	**47,538**	**13,330**	**12,830**	**—**	**337,376**	**297,501**	**273,875**	**226,853**	**47,022**	**63,501**
Under $10,000	19,349	18,770	1,331	202	*115	—	234,424	218,527	226,925	184,889	42,036	7,498
$10,000 under $20,000	1,155	17,919	10,652	2,121	1,955	—	39,409	32,364	23,686	20,548	*3,138	15,723
$20,000 or more	1,098	43,150	35,555	11,007	10,759	—	63,543	46,610	23,264	21,416	*1,848	40,279
France (including Andorra), total	3,800	82,941	65,047	20,768	10,272	10,194	112,943	78,267	56,586	48,104	8,482	56,357
No adjusted gross income	736	*—199	—	—	—	—	9,307	8,377	9,098	8,234	*864	*209
$1 under $5,000	588	893	*49	*7	(1)*	*1	6,300	5,681	6,154	4,583	*1,571	*147
$5,000 under $10,000	*278	*1,881	*351	*53	*12	*24	*6,263	*4,418	*5,408	*4,820	*588	*855
$10,000 under $20,000	693	9,747	6,887	1,338	*508	791	15,415	13,020	10,379	8,270	*2,110	5,035
$20,000 under $30,000	453	11,126	8,123	1,850	724	1,031	13,669	9,226	6,866	5,537	*1,329	6,804
$30,000 under $50,000	565	21,507	17,192	4,776	2,512	2,222	25,202	16,119	9,916	8,369	*1,546	15,287
$50,000 under $100,000	432	28,719	24,503	9,029	5,049	3,891	29,545	17,353	7,572	7,098	*474	21,973
$100,000 under $200,000	43	5,791	5,003	2,248	946	1,291	4,859	2,749	910	910	—	3,949
$200,000 or more	12	3,475	2,939	1,466	519	944	2,383	1,323	283	283	—	2,100
Taxable returns, total	**2,161**	**75,689**	**60,538**	**19,399**	**8,933**	**10,194**	**83,341**	**53,497**	**33,340**	**27,293**	**6,046**	**50,001**
Under $10,000	*141	*833	*273	*42	*11	*25	*1,790	*963	*1,572	*984	*588	*218
$10,000 under $20,000	588	8,154	5,524	1,016	*191	791	11,305	9,485	7,859	5,750	*2,110	3,445
$20,000 or more	1,432	66,702	54,740	18,341	8,731	9,379	70,247	43,048	23,908	20,559	3,349	46,338
Nontaxable returns, total	**1,639**	**7,252**	**4,509**	**1,369**	**1,339**	**—**	**29,602**	**24,770**	**23,246**	**20,811**	***2,435**	**6,356**
Under $10,000	1,461	1,743	*127	*18	*2	—	20,080	17,513	19,088	16,653	*2,435	*992
$10,000 under $20,000	*105	*1,592	*1,363	*323	*318	—	*4,110	*3,535	*2,520	*2,520	—	*1,590
$20,000 or more	73	3,916	3,019	1,029	1,019	—	5,412	3,722	1,638	1,638	—	3,774
Switzerland, total	3,199	51,221	41,197	13,033	6,629	6,217	83,293	65,271	50,296	45,663	4,633	32,996
No adjusted gross income	1,110	—	—	—	—	—	16,729	15,914	16,729	16,309	*420	—
$1 under $5,000	727	808	*9	*1	*1	—	11,238	10,948	11,005	10,081	*925	*233
$5,000 under $10,000	*139	*940	*431	*73	—	*68	*1,842	*1,616	*1,608	*1,127	*481	*234
$10,000 under $20,000	*243	*3,446	*2,491	*489	*164	*295	*5,355	*4,657	*4,004	*2,368	*1,636	*1,350
$20,000 under $30,000	209	4,788	3,858	842	*569	*260	7,371	4,602	3,710	3,710	—	3,661
$30,000 under $50,000	431	17,316	14,402	4,062	1,771	2,248	17,578	13,261	6,775	5,603	*1,172	10,803
$50,000 under $100,000	309	19,335	16,139	5,760	3,134	2,582	18,892	11,934	5,758	5,758	—	13,135
$100,000 under $200,000	27	3,550	2,902	1,323	858	461	3,081	1,749	589	589	—	2,492
$200,000 under $500,000	4	1,038	965	482	132	304	1,207	589	119	119	—	1,088
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**1,201**	**45,911**	**37,672**	**12,007**	**5,615**	**6,217**	**46,726**	**31,151**	**18,571**	**16,269**	***2,302**	**28,154**
Under $10,000	*104	*736	*431	*73	—	*68	*769	*542	*733	*252	*481	*36
$10,000 under $20,000	*209	*3,002	*2,116	*419	*97	*295	*3,967	*3,270	*3,018	*2,368	*650	*949
$20,000 or more	888	42,173	35,125	11,514	5,518	5,855	41,991	27,339	14,821	13,649	*1,172	27,170
Nontaxable returns, total	**1,998**	**5,310**	**3,525**	**1,026**	**1,014**	**—**	**36,567**	**34,120**	**31,725**	**29,394**	***2,331**	**4,842**
Under $10,000	1,872	1,012	*9	*1	*1	—	29,041	27,936	28,609	27,264	*1,345	*432
$10,000 under $20,000	*34	*443	*376	*70	*68	—	*1,388	*1,388	986	—	*986	*401
$20,000 or more	92	3,854	3,140	955	945	—	6,138	4,797	2,130	2,130	—	4,009

Footnote at end of table.

ALL RETURNS

Table 4.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and size of adjusted gross income	Number of returns	Income and taxes from all sources					Income earned abroad for personal services-attributable to current year					
		Adjusted gross income less deficit	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Total U.S. income tax	Total	Salaries and wages	Tax-exempt amount: Total	Tax-exempt amount: By U.S. citizens meeting— Bona fide foreign residence test	Tax-exempt amount: By U.S. citizens meeting— 17-month foreign presence test	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
United Kingdom, total	11,838	234,091	165,998	53,391	17,860	34,608	306,976	264,123	170,500	130,788	39,712	136,476
No adjusted gross income	2,199	*—117	—	—	—	—	18,650	17,390	18,372	14,798	3,574	*279
$1 under $5,000	2,242	3,333	*157	*29	—	*15	26,969	26,226	26,190	19,678	6,512	*779
$5,000 under $10,000	1,220	8,452	3,365	559	*49	423	21,090	19,633	16,603	12,405	*4,199	4,486
$10,000 under $20,000	2,200	34,406	22,821	4,386	1,806	2,396	63,430	58,191	38,836	26,415	12,420	24,594
$20,000 under $30,000	1,775	43,706	32,438	7,255	3,490	3,577	60,496	49,520	30,146	22,298	7,848	30,349
$30,000 under $50,000	1,385	51,960	41,555	11,188	6,431	4,589	66,113	53,000	26,310	22,533	3,777	39,803
$50,000 under $100,000	744	50,511	41,269	15,125	4,507	10,433	41,573	32,912	12,562	11,223	1,339	29,012
$100,000 under $200,000	55	7,258	5,919	2,646	849	1,720	5,392	4,378	1,067	1,044	23	4,325
$200,000 or more	18	34,582	18,474	12,203	728	11,456	3,264	2,873	414	394	20	2,850
Taxable returns, total	**6,775**	**215,730**	**156,232**	**50,932**	**15,538**	**34,608**	**235,847**	**199,362**	**112,854**	**83,094**	**29,760**	**122,993**
Under $10,000	1,179	7,435	3,192	538	*23	439	18,499	17,341	14,712	9,620	5,092	3,787
$10,000 under $20,000	1,921	30,159	21,102	4,078	1,517	2,396	55,006	50,476	33,427	21,727	11,700	21,579
$20,000 or more	3,675	178,135	131,939	46,316	13,999	31,773	162,342	131,545	64,714	51,747	12,967	97,627
Nontaxable returns, total	**5,063**	**18,361**	**9,766**	**2,459**	**2,322**	**—**	**71,129**	**64,762**	**57,646**	**47,694**	**9,952**	**13,483**
Under $10,000	4,482	4,233	*331	*49	*27	—	48,210	45,908	46,453	37,261	9,192	1,757
$10,000 under $20,000	*279	*4,247	*1,719	*308	*289	—	*8,424	7,715	*5,409	*4,689	*720	*3,015
$20,000 or more	302	9,882	7,716	2,101	2,006	—	14,496	11,138	5,785	5,745	*40	8,712
West Germany, total	10,381	106,384	77,211	21,087	12,491	7,991	179,354	149,583	120,008	77,685	42,324	59,345
No adjusted gross income	2,748	*—258	—	—	—	—	30,638	29,606	30,563	22,459	8,104	*74
$1 under $5,000	2,641	5,057	660	98	*11	65	28,238	27,457	27,517	16,510	11,006	721
$5,000 under $10,000	1,498	11,359	4,885	771	*44	618	17,327	15,232	14,559	6,896	7,663	2,768
$10,000 under $20,000	2,019	29,730	19,772	3,722	1,005	2,460	39,734	34,527	24,689	14,835	9,854	15,045
$20,000 under $30,000	489	11,782	9,047	1,960	*386	1,530	9,361	6,861	4,377	*1,809	2,569	4,984
$30,000 under $50,000	657	24,672	21,596	6,232	4,159	1,941	29,476	19,494	12,466	9,937	2,529	17,010
$50,000 under $100,000	295	18,757	16,357	5,935	4,919	987	20,254	13,870	5,115	4,553	*562	15,139
$100,000 under $200,000	29	3,985	3,636	1,662	1,277	373	3,585	2,110	624	587	*37	2,961
$200,000 under $500,000	5	1,300	1,259	707	690	16	741	426	99	99	—	643
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**4651**	**87,727**	**65,903**	**17,732**	**9,280**	**7,991**	**96,159**	**75,338**	**50,077**	**27,097**	**22,979**	**46,083**
Under $10,000	1,702	11,401	5,113	803	*14	683	14,875	13,258	13,093	4,645	8,448	1,782
$10,000 under $20,000	1,637	23,643	15,760	2,898	*282	2,460	27,410	25,194	17,738	8,755	8,983	9,672
$20,000 or more	1,312	52,684	45,030	14,031	8,983	4,848	53,874	36,887	19,245	13,697	5,548	34,629
Nontaxable returns, total	**5,730**	**18,657**	**11,309**	**3,355**	**3,211**	**—**	**83,194**	**74,244**	**69,932**	**50,588**	**19,344**	**13,262**
Under $10,000	5,185	4,757	433	67	*41	—	61,327	59,036	59,546	41,221	18,325	1,781
$10,000 under $20,000	382	6,087	4,012	824	*723	—	12,324	9,334	6,951	*6,080	*871	*5,373
$20,000 or more	163	7,812	6,864	2,465	2,447	—	9,543	5,874	3,435	3,287	*148	6,108
Africa, total	**10,307**	**87,374**	**62,101**	**16,392**	**9,359**	**6,278**	**198,870**	**167,151**	**139,945**	**109,010**	**30,935**	**58,924**
No adjusted gross income	2,085	*—59	—	—	—	—	20,407	18,352	20,407	17,371	*3,036	—
$1 under $5,000	4,275	6,404	609	90	*25	44	52,556	48,406	50,774	38,060	12,714	1,783
$5,000 under $10,000	1,115	8,350	3,259	528	*158	298	23,173	20,231	18,581	13,572	5,008	4,593
$10,000 under $20,000	1,216	17,104	11,354	2,146	872	1,174	27,654	23,703	18,476	14,141	4,334	9,178
$20,000 under $30,000	779	18,209	14,364	3,292	1,983	1,170	30,457	24,922	16,218	11,414	*4,804	14,239
$30,000 under $50,000	674	26,347	22,578	6,340	3,697	2,469	31,083	23,208	11,887	10,889	*998	19,196
$50,000 under $100,000	154	9,602	8,653	3,171	2,273	880	12,091	7,358	3,425	3,385	*40	8,665
$100,000 under $500,000	9	1,416	1,283	824	351	243	1,448	970	178	178	—	1,270
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**3,652**	**70,597**	**53,848**	**14,286**	**7,312**	**6,278**	**106,028**	**84,815**	**59,960**	**45,790**	**14,170**	**46,068**
Under $10,000	1,216	7,254	3,128	503	*93	342	21,786	18,753	18,446	12,966	5,480	3,341
$10,000 under $20,000	1,038	14,888	9,824	1,867	601	1,174	21,623	18,436	14,803	11,149	3,654	6,820
$20,000 or more	1,398	48,455	40,896	11,916	6,618	4,762	62,619	47,625	26,711	21,674	5,037	35,907
Nontaxable returns, total	**6,655**	**16,777**	**8,253**	**2,106**	**2,047**	**—**	**92,842**	**82,336**	**79,985**	**63,221**	**16,764**	**12,857**
Under $10,000	6,259	7,442	741	116	*90	—	74,350	68,235	71,315	56,037	15,279	3,034
$10,000 under $20,000	*178	*2,216	*1,530	*279	*271	—	*6,031	*5,267	*3,673	*2,993	*680	*2,359
$20,000 or more	218	7,119	5,982	1,711	1,687	—	12,461	8,834	4,997	4,192	*806	7,464
Asia, total	**37,066**	**425,206**	**308,083**	**81,675**	**41,055**	**38,706**	**844,479**	**699,207**	**550,703**	**373,510**	**177,192**	**293,776**
No adjusted gross income	7,173	—2,142	—	—	—	—	75,564	70,126	74,917	54,320	20,598	*646
$1 under $5,000	9,997	19,015	2,032	320	*55	187	146,015	135,455	135,751	79,785	55,967	10,264
$5,000 under $10,000	5,534	39,669	16,838	2,807	757	1,680	110,229	97,702	88,152	49,942	38,210	22,077
$10,000 under $20,000	7,203	105,990	69,396	13,341	4,422	8,406	181,561	156,386	117,722	78,357	39,365	63,838
$20,000 under $30,000	3,235	78,555	60,271	13,457	6,124	6,949	111,613	90,488	58,435	43,166	15,268	53,178
$30,000 under $50,000	2,858	107,951	91,631	25,624	14,310	10,930	132,731	92,994	53,379	47,214	6,165	79,353
$50,000 under $100,000	987	62,989	55,993	20,367	12,364	7,849	75,841	48,821	20,640	19,078	1,562	55,201
$100,000 under $200,000	64	8,971	8,034	3,673	1,810	1,834	7,633	4,846	1,356	1,338	*18	6,277
$200,000 under $500,000	15	4,209	3,888	2,086	1,213	870	3,293	2,390	351	311	*40	2,942
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**17,911**	**362,027**	**273,750**	**73,075**	**32,802**	**38,706**	**533,698**	**427,341**	**294,929**	**198,522**	**96,407**	**238,768**
Under $10,000	5,252	33,853	15,241	2,492	346	1,867	95,593	87,271	78,613	39,736	38,877	16,981
$10,000 under $20,000	6,306	92,859	61,754	11,905	3,049	8,406	151,278	131,683	99,628	63,645	35,983	51,649
$20,000 or more	6,353	235,315	196,754	58,679	29,407	28,433	286,827	208,387	116,688	95,141	21,547	170,138
Nontaxable returns, total	**19,155**	**63,179**	**34,333**	**8,600**	**8,253**	**—**	**310,781**	**271,866**	**255,774**	**174,988**	**80,785**	**55,008**
Under $10,000	17,452	22,688	3,628	635	466	—	236,215	216,011	220,208	144,311	75,898	16,006
$10,000 under $20,000	897	13,130	7,642	1,436	1,372	—	30,283	24,703	18,094	14,712	*3,381	12,189
$20,000 or more	806	27,360	23,063	6,528	6,415	—	44,284	31,152	17,472	15,965	*1,506	26,812

Footnote at end of table.

ALL RETURNS

Table 4.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Income and taxes from all sources: Taxable income	Income and taxes from all sources: U.S. income tax before credits	Income and taxes from all sources: Foreign tax credit claimed	Income and taxes from all sources: Total U.S. income tax	Income earned abroad for personal services-attributable to current year: Total	Income earned abroad: Salaries and wages	Income earned abroad: Tax-exempt amount: Total	Tax-exempt amount: By U.S. citizens meeting—Bona fide foreign residence test	Tax-exempt amount: By U.S. citizens meeting—17-month foreign presence test	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Iran, total	6,143	76,443	52,378	12,905	5,187	7,395	164,367	138,601	107,833	51,607	56,226	56,534
No adjusted gross income	658	*—14	—	—	—	—	9,878	9,049	9,730	6,483	*3,246	*149
$1 under $5,000	1,638	3,679	475	86	—	56	33,029	30,843	29,253	10,196	19,057	3,776
$5,000 under $10,000	973	7,161	2,730	453	*66	333	23,795	20,820	18,186	6,851	11,335	5,610
$10,000 under $20,000	1,672	25,079	16,316	3,090	724	2,242	48,357	41,546	29,607	14,648	14,959	18,750
$20,000 under $30,000	601	13,996	9,890	2,082	*213	1,809	18,252	15,901	9,662	4,460	5,202	8,590
$30,000 under $50,000	458	17,220	14,402	4,012	1,951	2,023	19,731	13,135	8,392	6,222	*2,170	11,339
$50,000 under $100,000	139	8,771	8,054	2,952	2,038	898	10,636	6,984	2,913	2,657	*256	7,723
$100,000 under $200,000	4	553	512	229	194	34	688	323	90	90	—	598
$200,000 under $500,000	—	—	—	—	—	—	—	—	—	—	—	—
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**3,708**	**66,296**	**47,069**	**11,531**	**3,863**	**7,395**	**110,369**	**91,378**	**64,538**	**28,614**	**35,924**	**45,831**
Under $10,000	1,115	6,906	2,881	472	*27	389	25,625	23,426	19,954	*5,621	14,333	5,671
$10,000 under $20,000	1,457	21,723	13,920	2,636	285	2,242	39,811	34,520	24,929	10,910	14,019	14,882
$20,000 or more	1,136	37,666	30,268	8,422	3,551	4,764	44,932	33,431	19,654	12,083	7,571	25,278
Nontaxable returns, total	**2,435**	**10,147**	**5,309**	**1,374**	**1,324**	**—**	**53,998**	**47,223**	**43,295**	**22,993**	**20,302**	**10,704**
Under $10,000	2,154	3,919	*323	*67	*39	—	41,077	37,286	37,214	17,909	19,305	3,864
$10,000 under $20,000	*215	*3,355	*2,396	*454	*439	—	*8,546	*7,026	*4,678	*3,738	*940	*3,868
$20,000 or more	66	2,872	2,590	854	846	—	4,375	2,912	1,404	1,347	*57	2,972
Japan (including Okinawa and Ryukyu Islands), total	5,100	67,283	52,594	16,571	9,028	7,260	110,624	85,529	65,458	53,254	12,204	45,167
No adjusted gross income	1,524	*—23	—	—	—	—	14,758	14,009	14,758	11,890	*2,868	—
$1 under $5,000	1,249	2,188	*308	*45	*12	*20	13,651	13,122	13,171	9,837	3,334	*480
$5,000 under $10,000	765	5,543	2,112	345	*120	170	11,716	10,936	9,612	*5,683	3,929	*2,104
$10,000 under $20,000	354	4,647	3,174	634	*253	360	6,558	4,538	4,943	*3,982	*961	*1,615
$20,000 under $30,000	400	10,227	8,129	1,840	1,034	708	15,761	12,309	7,535	7,157	*378	8,226
$30,000 under $50,000	464	17,952	15,298	4,301	1,971	2,271	20,487	14,373	8,851	8,413	*437	11,636
$50,000 under $100,000	305	20,178	17,494	6,398	3,838	2,529	22,584	13,614	5,782	5,485	*296	16,802
$100,000 under $200,000	31	4,362	3,989	1,835	1,004	827	3,526	1,736	619	619	—	2,908
$200,000 under $500,000	8	2,209	2,089	1,173	795	376	1,582	891	187	187	—	1,395
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**2,113**	**60,136**	**48,887**	**15,462**	**7,969**	**7,260**	**72,466**	**51,139**	**32,569**	**28,383**	**4,186**	**39,898**
Under $10,000	627	4,064	1,638	259	*26	190	7,435	7,025	6,430	*4,278	2,152	*1,005
$10,000 under $20,000	354	4,647	3,174	634	*253	360	6,558	4,538	4,943	*3,982	*961	*1615
$20,000 or more	1,132	51,425	44,075	14,569	7,690	6,711	58,473	39,576	21,196	20,122	1,074	37,277
Nontaxable returns, total	**2,987**	**7,147**	**3,707**	**1,108**	**1,059**	**—**	**38,158**	**34,390**	**32,889**	**24,871**	**8,018**	**5,269**
Under $10,000	2,911	3,644	782	130	*107	—	32,690	31,042	31,112	23,132	7,980	1,578
$10,000 under $20,000	—	—	—	—	—	—	—	—	—	—	—	—
$20,000 or more	76	3,503	2,925	978	952	—	5,468	3,347	1,777	1,739	*38	3,691
Saudi Arabia, total	4,952	68,176	49,326	12,205	6,810	5,121	138,222	123,701	89,468	64,488	24,980	48,754
No adjusted gross income	315	*—277	—	—	—	—	4,116	3,910	3,932	*2,233	1,699	*183
$1 under $5,000	1,041	2,621	*323	*50	*36	*5	20,379	19,218	18,297	10,756	7,541	2,082
$5,000 under $10,000	1,074	7,765	3,746	610	*203	332	24,526	22,622	19,000	11,417	7,583	5,527
$10,000 under $20,000	1,474	21,887	15,033	2,895	1,574	1,246	39,532	35,227	26,361	22,120	*4,241	13,170
$20,000 under $30,000	553	13,704	10,639	2,407	1,119	1,235	20,841	18,552	10,400	8,297	*2,103	10,440
$30,000 under $50,000	385	14,897	12,811	3,668	2,533	1,092	19,944	16,408	8,903	7,611	*1,291	11,041
$50,000 under $100,000	101	6,081	5,438	1,921	1,136	774	7,664	6,590	2,368	1,847	*521	5,296
$100,000 under $500,000	9	1,498	1,336	655	210	439	1,220	1,174	205	205	—	1,014
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**3,056**	**56,040**	**41,845**	**10,522**	**5,182**	**5,121**	**92,248**	**81,908**	**55,685**	**41,518**	**14,167**	**36,563**
Under $10,000	935	6,601	3,247	522	*119	337	20,886	19,276	16,667	10,006	6,661	4,219
$10,000 under $20,000	1,255	18,580	12,652	2,443	1,138	1,246	31,303	28,534	21,473	17,231	*4,241	9,830
$20,000 or more	866	30,859	25,945	7,558	3,925	3,539	40,059	34,098	17,545	14,280	3,265	22,514
Nontaxable returns, total	**1,896**	**12,136**	**7,481**	**1,683**	**1,628**	**—**	**45,974**	**41,793**	**33,783**	**22,970**	**10,813**	**12,191**
Under $10,000	1,495	3,508	821	138	*119	—	28,135	26,474	24,563	14,400	10,162	3,572
$10,000 under $20,000	*219	*3,307	*2,381	*452	*436	—	*8,229	*6,694	*4,889	*4,889	—	*3,340
$20,000 or more	182	5,321	4,279	1,093	1,073	—	9,610	8,626	4,332	3,681	*651	5,279
Oceania, total	**8,837**	**44,228**	**29,525**	**7,479**	**3,219**	**3,951**	**139,513**	**130,553**	**116,573**	**73,956**	**42,617**	**22,940**
No adjusted gross income	3,574	*—51	—	—	—	—	45,102	44,108	45,102	28,468	16,634	—
$1 under $5,000	3,096	4,897	705	111	—	101	41,604	40,431	40,850	25,150	15,700	*754
$5,000 under $10,000	765	5,493	2,402	402	*55	312	9,006	8,682	7,944	5,529	*2,415	*1,062
$10,000 under $20,000	812	11,771	7,624	1,438	508	751	22,630	20,689	14,573	9,164	5,409	8,057
$20,000 under $30,000	*226	*5,470	*4,295	*947	*202	*700	*4,136	*3,536	*2,276	*1,283	*993	*1,860
$30,000 under $50,000	255	9,561	8,207	2,285	1,181	1,076	9,698	7,295	3,742	2,458	*1,284	5,957
$50,000 under $100,000	101	6,027	5,331	1,879	1,050	817	6,633	5,430	1,939	1,770	*169	4,694
$100,000 under $200,000	8	1,059	962	418	223	194	702	381	147	134	13	556
$200,000 under $500,000	—	—	—	—	—	—	—	—	—	—	—	—
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**2,315**	**37,653**	**27,511**	**7,004**	**2,820**	**3,951**	**48,693**	**42,997**	**28,898**	**18,714**	**10,184**	**19,795**
Under $10,000	1,005	5,848	2,759	448	*2	413	8,211	7,934	7,867	4,890	2,977	*344
$10,000 under $20,000	743	10,634	6,800	1,280	413	751	20,858	19,601	13,395	8,289	5,106	7,463
$20,000 or more	567	21,171	17,952	5,276	2,406	2,788	19,625	15,462	7,637	5,535	2,102	11,988
Nontaxable returns, total	**6,522**	**6,574**	**2,015**	**474**	***398**	**—**	**90,819**	**87,557**	**87,675**	**55,242**	**32,433**	**3,145**
Under $10,000	6,430	4,491	*349	*64	*54	—	87,502	85,288	86,029	54,257	31,772	1,472
$10,000 under $20,000	*69	*1,137	*824	*157	*95	—	*1,772	*1,088	*1,178	*875	*303	*594
$20,000 or more	*23	*947	*842	*253	*249	—	*1,545	*1,181	*467	*110	*357	*1,078

Footnote at end of table.

ALL RETURNS

Table 4.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Total U.S. income tax	Income earned abroad for personal services-attributable to current year: Total	Salaries and wages	Tax-exempt amount: Total	By U.S. citizens meeting—: Bona fide foreign residence test	17-month foreign presence test	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Australia, total	5,412	27,352	18,754	5,113	2,857	2,148	87,795	81,034	70,014	39,473	30,541	17,781
No adjusted gross income	2,287	—	—	—	—	—	28,062	27,840	28,062	14,405	13,656	—
$1 under $5,000	1,920	3,021	581	90	—	85	22,629	22,216	22,335	10,663	11,672	*294
$5,000 under $10,000	452	3,216	1,508	256	*42	196	4,742	4,558	4,115	*3,017	*1,097	*627
$10,000 under $20,000	390	5,708	3,443	631	*390	194	14,811	12,975	9,258	*6,473	*2,785	5,553
$20,000 under $30,000	*88	*2,102	*1,695	*384	*159	*220	*2,138	*1,539	*1,127	*829	*297	*1,012
$30,000 under $50,000	168	6,320	5,318	1,480	1,016	444	8,221	6,238	3,083	2,231	*852	5,139
$50,000 under $100,000	99	5,924	5,247	1,853	1,027	815	6,490	5,287	1,889	1,720	*169	4,601
$100,000 under $200,000	8	1,059	962	418	223	194	702	381	147	134	13	556
$200,000 under $500,000	—	—	—	—	—	—	—	—	—	—	—	—
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**1,423**	**23,536**	**17,192**	**4,720**	**2,472**	**2,148**	**34,905**	**29,827**	**19,506**	**13,762**	**5,744**	**15,399**
Under $10,000	728	3,962	1,865	304	*2	281	5,557	5,374	5,346	3,360	1,986	*212
$10,000 under $20,000	355	5,114	2,947	533	*295	194	13,342	12,190	8,383	*5,598	*2,785	4,959
$20,000 or more	340	14,459	12,379	3,882	2,175	1,673	16,006	12,263	5,778	4,804	*974	10,229
Nontaxable returns, total	**3,989**	**3,817**	***1,562**	**393**	***385**	**—**	**52,889**	**51,207**	**50,508**	**25,710**	**24,797**	**2,382**
Under $10,000	3,931	2,275	*224	*42	*41	—	49,875	49,241	49,166	24,725	24,440	*709
$10,000 under $20,000	*35	*594	*495	*98	*95	—	*1,469	*785	*875	*875	—	*594
$20,000 or more	*23	*947	*842	*253	*249	—	*1,545	*1,181	*467	*110	*357	*1,078
Country not stated, total	**795**	**4,626**	**3,013**	**643**	***18**	**597**	**10,012**	**9,769**	**9,353**	***1,626**	**7,727**	***659**
No adjusted gross income	*242	—	—	—	—	—	*3,323	*3,112	*3,323	*1,099	*2,225	—
$1 under $5,000	*241	*313	*31	*4	—	*3	*3,003	*3,003	*3,003	*527	*2,475	—
$5,000 under $10,000	*139	*1,021	*526	*90	—	*80	*1,643	*1,630	*1,287	—	*1,287	*356
$10,000 under $20,000	*103	*1,162	*766	*136	*18	*110	*1,590	*1,573	*1,287	—	*1,287	*303
$20,000 under $30,000	*35	*822	*626	*131	—	*127	*259	*259	*259	—	*259	—
$30,000 under $50,000	*35	*1,308	*1,065	*282	—	*276	*193	*193	*193	—	*193	—
$50,000 under $100,000	—	—	—	—	—	—	—	—	—	—	—	—
$100,000 under $200,000	—	—	—	—	—	—	—	—	—	—	—	—
$200,000 under $500,000	—	—	—	—	—	—	—	—	—	—	—	—
$500,000 or more	—	—	—	—	—	—	—	—	—	—	—	—
Taxable returns, total	**347**	**4,426**	**3,013**	**643**	***18**	**597**	**4,185**	**4,154**	**3,526**	**—**	**3,526**	***659**
Under $10,000	*174	*1,134	*556	*94	—	*83	*2,142	*2,129	*1,787	—	*1,787	*356
$10,000 under $20,000	*103	*1,162	*766	*136	*18	*110	*1,591	*1,573	*1,287	—	*1,287	*303
$20,000 or more	*70	*2,130	*1,691	*413	—	*404	*452	*452	*452	—	*452	—
Nontaxable returns, total	**448**	***200**	**—**	**—**	**—**	**—**	**5,827**	**5,615**	**5,827**	***1,626**	**4,201**	**—**
Under $10,000	448	*200	—	—	—	—	5,827	5,615	5,827	*1,626	4,201	—
$10,000 under $20,000	—	—	—	—	—	—	—	—	—	—	—	—
$20,000 or more	—	—	—	—	—	—	—	—	—	—	—	—

*Estimate should be used with caution because of the small number of sample returns on which it was based.
NOTE: Detail may not add to total because of rounding.

ALL RETURNS

Table 5.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Type of Residence Status Abroad

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and type of residence status abroad	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Total U.S. income tax	Income earned abroad for personal services-attributable to current year: Total	Salaries and wages	Tax-exempt amount	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All geographic areas	**140,195**	**1,588,381**	**1,157,593**	**331,417**	**168,449**	**155,491**	**3,027,045**	**2,541,445**	**1,995,202**	**1,031,841**
Bona fide foreign residence	**103,657**	**1,240,449**	**927,896**	**278,698**	**155,447**	**117,835**	**2,395,877**	**1,980,121**	**1,546,725**	**849,150**
17-month foreign presence	**36,538**	**347,932**	**229,696**	**52,719**	**13,002**	**37,656**	**631,168**	**561,324**	**448,477**	**182,691**
Canada	**18,722**	**102,098**	**63,982**	**18,039**	**11,671**	**6,008**	**316,239**	**299,271**	**261,349**	**54,890**
Bona fide foreign residence	17,551	95,372	60,177	17,231	11,410	5,482	301,366	285,040	248,763	52,602
17-month foreign presence	1,171	6,726	3,805	808	*262	526	14,873	14,231	12,586	*2,288
Latin America, total	**18,335**	**220,235**	**167,998**	**48,479**	**28,248**	**19,208**	**419,022**	**346,264**	**270,759**	**148,263**
Bona fide foreign residence	15,977	197,164	152,069	45,026	26,942	17,172	374,336	309,954	240,823	133,514
17-month foreign presence	2,358	23,071	15,929	3,453	1,306	2,036	44,686	36,310	29,936	14,750
Brazil	4,325	66,913	54,225	15,836	10,995	4,594	113,754	85,086	64,989	48,765
Bona fide foreign residence	3,802	61,080	49,892	14,823	10,506	4,108	102,148	77,382	57,953	44,195
17-month foreign presence	523	5,832	4,333	1,013	489	486	11,607	7,704	7,036	4,571
Colombia	1,181	9,792	6,807	2,080	746	1,293	20,041	16,032	15,071	4,970
Bona fide foreign residence	1,181	9,792	6,807	2,080	746	1,293	20,041	16,032	15,071	4,970
17-month foreign presence	—	—	—	—	—	—	—	—	—	—
Mexico	3,065	41,238	31,792	9,205	5,373	3,553	81,070	71,219	50,885	30,184
Bona fide foreign residence	2,853	39,105	30,339	8,929	5,311	3,353	76,260	67,178	47,862	28,398
17-month foreign presence	*212	*2,133	*1,452	*277	*61	*200	*4,810	*4,040	*3,023	*1,787
Peru	1,498	14,593	9,195	2,289	1,536	691	28,134	23,733	18,733	9,396
Bona fide foreign residence	1,170	12,369	7,857	1,998	1,327	614	22,016	17,957	14,406	7,610
17-month foreign presence	328	2,224	*1,338	*292	*209	*77	6,118	5,776	4,331	*1,787
Other Western Hemisphere	**2,507**	**16,556**	**10,578**	**3,077**	**628**	**2,306**	**47,360**	**44,393**	**37,306**	**10,054**
Bona fide foreign residence	1,711	13,048	9,044	2,783	622	2,035	35,593	33,422	26,843	8,750
17-month foreign presence	796	3,508	*1,534	*295	*6	*272	11,767	10,971	10,463	*1,304
Europe, total	**43,626**	**688,058**	**512,314**	**155,633**	**74,252**	**78,436**	**1,051,550**	**844,838**	**609,213**	**442,335**
Bona fide foreign residence	31,184	536,267	407,243	130,419	67,848	60,623	834,898	656,588	472,193	362,704
17-month foreign presence	12,442	151,791	105,071	25,214	6,404	17,813	216,651	188,250	137,020	79,631
Belgium	2,385	79,413	66,720	21,098	14,107	6,770	106,042	74,958	44,292	61,750
Bona fide foreign residence	1,926	70,018	58,983	19,063	12,957	5,913	91,241	62,029	37,457	53,784
17-month foreign presence	459	9,396	7,737	2,034	1,150	857	14,801	12,929	6,835	7,966
France (including Andorra)	3,800	82,941	65,047	20,768	10,272	10,194	112,943	78,267	56,586	56,357
Bona fide foreign residence	3,087	69,915	55,094	18,133	9,668	8,252	97,116	68,268	48,104	49,012
17-month foreign presence	713	13,026	9,953	2,635	*604	1,942	15,827	9,999	8,482	7,346
Italy (including San Marino)	2,428	25,275	18,437	5,093	1,737	3,263	53,936	41,855	35,871	18,066
Bona fide foreign residence	2,114	22,892	17,171	4,864	1,737	3,052	48,818	37,084	32,234	16,585
17-month foreign presence	314	*2,383	*1,266	*229	—	*212	5,118	4,771	3,637	*1,481
Netherlands	1,387	28,865	22,222	6,456	4,354	1,964	47,094	37,050	23,936	23,158
Bona fide foreign residence	961	19,448	15,322	4,505	3,596	845	36,376	28,910	18,844	17,531
17-month foreign presence	426	9,418	6,900	1,950	*758	1,119	10,719	8,140	5,092	5,627
Spain	2,136	16,493	10,655	2,796	1,387	1,272	42,725	35,447	29,591	13,134
Bona fide foreign residence	1,421	12,828	8,666	2,324	1,233	983	32,859	26,561	22,056	10,803
17-month foreign presence	715	3,665	1,989	472	*154	*289	9,866	8,886	7,534	2,332
Switzerland	3,199	51,221	41,197	13,033	6,629	6,217	83,293	65,271	50,296	32,996
Bona fide foreign residence	2,932	47,633	38,284	12,264	6,495	5,599	76,462	59,903	45,663	30,799
17-month foreign presence	267	3,588	*2,913	*769	*133	*618	6,830	5,368	4,633	*2,197
United Kingdom	11,838	234,091	165,998	53,391	17,860	34,608	306,976	264,123	170,500	136,476
Bona fide foreign residence	8,786	189,553	134,375	45,639	16,024	28,943	237,530	199,618	130,788	106,742
17-month foreign presence	3,052	44,538	31,623	7,752	1,836	5,665	69,446	64,506	39,712	29,735
West Germany	10,381	106,384	77,211	21,087	12,491	7,991	179,354	149,583	120,008	59,345
Bona fide foreign residence	5,698	60,250	47,072	14,353	11,185	2,979	123,000	99,410	77,685	45,315
17-month foreign presence	4,683	46,134	30,139	6,733	1,306	5,012	56,354	50,173	42,324	14,030
Africa	**10,307**	**87,374**	**62,101**	**16,392**	**9,359**	**6,278**	**198,870**	**167,151**	**139,945**	**58,924**
Bona fide foreign residence	7,951	67,476	49,096	13,514	8,571	4,320	156,893	131,070	109,010	47,882
17-month foreign presence	2,356	19,897	13,005	2,878	789	1,957	41,977	36,081	30,935	11,042

Footnote at end of table.

ALL RETURNS

Table 5.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned and by Type of Residence Status Abroad—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and type of residence status abroad	Number of returns	Income and taxes from all sources					Income earned abroad for personal services—attributable to current year			
		Adjusted gross income less deficit	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Total U.S. income tax	Total	Salaries and wages	Tax-exempt amount	Taxable amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Asia, total	**37,066**	**425,206**	**308,083**	**81,675**	**41,055**	**38,706**	**844,479**	**699,207**	**550,703**	**293,776**
Bona fide foreign residence	23,779	302,822	231,222	64,653	37,371	25,989	601,443	480,469	373,510	227,932
17-month foreign presence	13,287	122,384	76,861	17,021	3,684	12,717	243,036	218,737	177,192	65,844
Hong Kong	1,671	24,213	19,156	5,520	2,992	2,431	50,525	37,742	30,653	19,872
Bona fide foreign residence	1,389	22,077	17,849	5,218	2,922	2,203	45,822	33,422	26,793	19,028
17-month foreign presence	282	*2,137	*1,306	*303	*70	*229	4,703	4,321	3,860	*843
Iran	6,143	76,443	52,378	12,905	5,187	7,395	164,367	138,601	107,833	56,534
Bona fide foreign residence	2,712	39,584	29,530	7,984	4,525	3,316	83,479	67,626	51,607	31,872
17-month foreign presence	3,431	36,859	22,848	4,921	662	4,079	80,889	70,975	56,226	24,663
Japan (including Okinawa and Ryukyu Islands)	5,100	67,283	52,594	16,571	9,028	7,260	110,624	85,529	65,458	45,167
Bona fide foreign residence	3,715	56,151	45,814	14,989	8,810	5,959	94,754	70,494	53,254	41,500
17-month foreign presence	1,385	11,132	6,779	1,582	218	1,301	15,870	15,035	12,204	3,666
Philippines	2,133	24,094	17,698	4,458	2,080	2,279	38,809	30,282	25,313	13,496
Bona fide foreign residence	1,596	16,598	12,401	3,172	1,960	1,147	31,178	24,599	20,212	10,966
17-month foreign presence	537	7,496	5,297	1,285	*120	1,132	7,631	5,683	5,102	*2,530
Saudi Arabia	4,952	68,176	49,326	12,205	6,810	5,121	138,222	123,701	89,468	48,754
Bona fide foreign residence	3,266	51,618	39,124	9,907	5,949	3,752	102,944	91,716	64,488	38,456
17-month foreign presence	1,686	16,558	10,202	2,298	861	1,369	35,278	31,985	24,980	10,298
Singapore	2,978	40,728	29,862	7,969	4,695	3,107	78,244	61,511	49,395	28,850
Bona fide foreign residence	1,746	30,805	23,782	6,738	4,156	2,435	54,919	40,553	31,800	23,119
17-month foreign presence	1,232	9,923	6,080	1,230	*539	672	23,325	20,958	17,594	5,731
South Korea	878	8,124	4,849	1,172	299	821	12,279	10,011	9,710	2,568
Bona fide foreign residence	460	4,515	2,758	709	*290	390	7,321	5,345	5,496	1,825
17-month foreign presence	418	3,609	*2,091	*463	*8	*431	4,958	4,666	4,215	*743
South Vietnam	1,449	6,893	2,940	555	—	525	15,464	14,762	13,835	*1,629
Bona fide foreign residence	415	*2,972	*1,048	*208	—	*190	6,168	5,838	5,343	*825
17-month foreign presence	1,034	3,921	1,892	347	—	336	9,296	8,925	8,492	*804
Thailand	1,491	14,072	10,024	2,525	859	1,588	25,338	22,545	17,799	7,539
Bona fide foreign residence	726	7,337	5,700	1,565	821	697	14,540	12,207	9,145	5,395
17-month foreign presence	765	6,736	4,323	960	*39	891	10,798	10,338	8,654	2,144
Oceania, total	**8,837**	**44,228**	**29,525**	**7,479**	**3,219**	**3,951**	**139,513**	**130,553**	**116,573**	**22,940**
Bona fide foreign residence	5,401	28,270	19,046	5,072	2,684	2,213	89,722	82,161	73,956	15,766
17-month foreign presence	3,436	15,958	10,479	2,406	535	1,738	49,791	48,392	42,617	7,174
Australia	5,412	27,352	18,754	5,113	2,857	2,148	87,795	81,034	70,014	17,781
Bona fide foreign residence	2,865	19,179	13,692	3,913	2,473	1,357	53,027	47,234	39,473	13,555
17-month foreign presence	2,547	8,173	5,062	1,200	*385	791	34,767	33,800	30,541	4,226
Country not stated	**795**	**4,626**	**3,013**	**643**	**18**	**597**	**10,012**	**9,769**	**9,353**	***659**
Bona fide foreign residence	*103	*30	—	—	—	—	*1,626	*1,416	*1,626	—
17-month foreign presence	692	4,596	3,013	643	18	597	8,386	8,353	7,727	*659

*Data should be used with caution because of the small number of sample returns on which it was based.

NOTE: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 6.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Size of Adjusted Gross Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Exemptions: Number	Exemptions: Amount	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Other credits	Total U.S. income tax: Number of returns	Total U.S. income tax: Amount	Income earned abroad for personal services-attributable to current year: Total	Salaries and wages: Number of returns	Salaries and wages: Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
All returns, total	**32,982**	**1,025,009**	**115,964**	**86,923**	**829,682**	**254,936**	**168,256**	**3,656**	**25,204**	**83,024**	**1,444,892**	**32,436**	**1,085,897**
No adjusted gross income	—	—	—	—	—	—	—	—	—	—	—	—	—
$1 under $5,000	798	2,925	1,280	947	1,715	271	220	21	346	30	17,386	763	16,406
$5,000 under $10,000	2,882	22,068	8,256	6,184	12,821	2,147	1,680	177	1,388	290	74,976	2,775	63,701
$10,000 under $20,000	9,489	142,349	31,396	23,521	100,077	19,534	14,825	733	6,574	3,976	308,022	9,384	255,346
$20,000 under $30,000	7,072	173,857	25,181	18,886	136,986	31,184	23,488	801	5,802	6,895	281,362	6,999	219,861
$30,000 under $50,000	8,072	309,752	30,975	23,230	260,873	73,595	53,531	1,056	6,880	19,007	407,637	7,976	291,343
$50,000 under $100,000	4,233	273,345	17,154	12,864	239,360	87,949	57,871	691	3,811	29,387	296,552	4,143	200,122
$100,000 under $200,000	363	49,140	1,438	1,079	43,563	19,770	10,826	119	339	8,825	41,500	337	28,196
$200,000 under $500,000	66	18,098	260	195	16,071	8,308	4,702	56	**64	3,549	14,175	55	9,684
$500,000 or more	7	33,475	24	18	18,215	12,178	1,113	1	**	11,065	3,282	4	1,240
Taxable returns, total	**25,204**	**860,391**	**89,314**	**66,956**	**703,320**	**220,421**	**134,518**	**2,879**	**25,204**	**83,024**	**1,119,628**	**24,945**	**829,879**
Under $10,000	1,734	12,094	4,398	3,291	7,150	1,186	776	90	1,734	320	39,911	1,662	34,466
$10,000 under $20,000	6,574	99,706	20,978	15,712	72,050	14,157	9,689	492	6,574	3,976	201,301	6,574	168,601
$20,000 or more	16,896	748,592	63,938	47,953	624,120	205,078	124,053	2,297	16,896	78,728	878,416	16,709	626,812
Nontaxable returns, total	**7,778**	**164,617**	**26,650**	**19,967**	**126,362**	**34,515**	**33,738**	**777**	—	—	**325,265**	**7,491**	**256,018**
Under $10,000	1,946	12,900	5,138	3,840	7,386	1,232	1,124	108	—	—	52,452	1,876	45,641
$10,000 under $20,000	2,915	42,643	10,418	7,808	28,027	5,377	5,136	241	—	—	106,721	2,810	86,745
$20,000 or more	2,917	109,074	11,094	8,318	90,949	27,906	27,478	428	—	—	166,092	2,805	123,632

Size of adjusted gross income	Income earned abroad for personal services-attributable to current year—Continued: Pensions and annuities	Business income less loss: Number of returns	Business income less loss: Amount	Partnership income less loss	Other income less loss	Tax-exempt amount: Total	By U.S. citizens meeting— Bona fide foreign residence test: Number of returns	Bona fide foreign residence test: Amount	17-month foreign presence test: Number of returns	17-month foreign presence test: Amount	Taxable amount: Number of returns	Taxable amount: Amount
	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)
All returns, total	**490**	**512**	**15,667**	**10,727**	**332,110**	**659,022**	**28,160**	**582,436**	**4,822**	**76,587**	**31,766**	**785,870**
No adjusted gross income	—	—	—	—	—	—	—	—	—	—	—	—
$1 under $5,000	—	*35	*91	—	*890	15,405	658	13,366	*140	*2,039	590	1,981
$5,000 under $10,000	*32	*142	*3,028	*167	8,047	56,906	2,223	45,809	659	11,096	2,606	18,070
$10,000 under $20,000	*184	*35	*1,521	*1,344	49,626	191,696	7,816	164,135	1,673	27,561	9,107	116,326
$20,000 under $30,000	—	*115	*3,059	*(1)	58,440	140,631	5,869	121,935	1,203	18,697	6,936	140,730
$30,000 under $50,000	*91	94	1,572	*1,329	113,302	160,028	7,227	147,189	845	12,839	7,934	247,610
$50,000 under $100,000	*94	76	4,307	2,931	89,099	84,678	3,940	80,481	293	4,197	4,163	211,874
$100,000 under $200,000	*88	*9	*1,153	2,241	9,822	7,935	357	7,837	*6	*98	359	33,565
$200,000 under $500,000	*1	**6	**934	2,104	1,477	1,570	63	1,510	*3	*60	**71	12,605
$500,000 or more	—	**	**	610	1,408	175	7	175	—	—	**	3,107
Taxable returns, total	**398**	**302**	**8,817**	**7,340**	**273,193**	**490,794**	**21,469**	**433,657**	**3,735**	**57,137**	**24,372**	**628,833**
Under $10,000	—	*107	*1,022	*167	4,255	31,967	1,354	25,611	380	6,355	1,424	7,944
$10,000 under $20,000	*184	—	—	—	32,516	127,420	5,288	106,918	1,286	20,502	6,297	73,880
$20,000 or more	214	195	7,795	7,173	236,421	331,407	14,827	301,127	2,069	30,280	16,651	547,009
Nontaxable returns, total	***92**	**210**	**6,850**	**3,387**	**58,917**	**168,228**	**6,691**	**148,779**	**1,087**	**19,449**	**7,394**	**157,036**
Under $10,000	*32	*70	*2,097	—	4,681	40,344	1,527	33,564	419	6,780	1,772	12,108
$10,000 under $20,000	—	*35	*1,521	*1,344	17,111	64,276	2,528	57,216	387	7,060	2,810	42,445
$20,000 or more	*60	105	3,232	2,043	37,126	63,609	2,636	57,999	281	5,610	2,812	102,483

*Estimate should be used with caution because of the small number of sample returns on which it is based.

**Identifies (a) size classes for which data were deleted because of the small number of sample returns on which they were based and (b) combined frequencies or amounts that include the data deleted from another size class.

[1]Less than $500 per return.

NOTE: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 7.—Income, Tax and Foreign Tax Credit, and Income Earned Abroad and Tax-Exempt Amount, by Selected Country in Which Income was Earned

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Number of returns	Income and taxes from all sources: Adjusted gross income less deficit	Exemptions: Number	Exemptions: Amount	Taxable income	U.S. income tax before credits	Foreign tax credit claimed	Other credits	Total U.S. income tax
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
All geographic areas	**32,982**	**1,025,009**	**115,964**	**86,923**	**829,682**	**254,936**	**168,256**	**3,656**	**83,024**
Canada	**2,816**	**66,650**	**9,395**	**7,046**	**50,112**	**15,225**	**11,635**	**234**	**3,355**
Latin America, total	**5,646**	**167,445**	**20,501**	**15,375**	**138,846**	**41,566**	**28,175**	**661**	**12,731**
Brazil	1,802	59,449	6,822	5,116	49,899	14,771	10,995	217	3,560
Mexico	1,044	30,430	3,878	2,909	25,079	7,485	5,338	110	2,037
Peru	422	8,898	1,509	1,132	6,955	1,788	1,536	41	211
Other Western Hemisphere	**148**	**4,255**	**545**	**404**	**2,907**	**843**	**627**	**14**	**202**
Europe, total	**12,070**	**459,525**	**44,465**	**33,325**	**368,176**	**120,401**	**74,197**	**1,491**	**44,713**
Austria	149	5,411	519	389	4,649	1,440	1,224	15	201
Belgium	1,749	69,501	6,623	4,967	59,530	19,033	14,062	192	4,778
France (including Andorra)	1,527	64,095	5,482	4,112	52,578	17,897	10,272	171	7,454
Greece	77	2,435	231	173	2,085	658	267	6	386
Italy (including San Marino)	453	13,328	1,641	1,231	11,145	3,193	1,737	45	1,412
Netherlands	682	22,963	2,694	2,020	19,284	5,857	4,354	69	1,434
Norway	176	4,527	670	503	3,694	1,002	915	19	68
Switzerland	826	35,535	2,748	2,061	29,712	9,852	6,629	145	3,078
United Kingdom	3,991	160,384	15,019	11,264	117,280	40,082	17,859	501	21,722
West Germany	1,596	55,613	5,538	4,131	47,098	15,100	12,481	207	2,412
Africa	**2,308**	**57,162**	**7,581**	**5,673**	**46,492**	**12,580**	**9,359**	**319**	**2,902**
Asia, total	**8,994**	**244,323**	**30,059**	**22,536**	**202,247**	**58,547**	**41,026**	**835**	**16,686**
Indonesia	1,212	28,107	3,851	2,888	23,447	6,318	5,090	103	1,125
Japan (including Okinawa and Ryukyu Islands)	1,324	49,829	4,341	3,248	42,554	14,328	9,028	107	5,192
Oceania	**966**	**25,289**	**3,350**	**2,513**	**20,654**	**5,732**	**3,219**	**100**	**2,413**
Country not stated	***34**	***360**	***68**	***51**	***247**	***42**	***18**	***2**	***23**

Selected country	Income earned abroad for personal services–attributable to current year: Total	Salaries and wages	Pensions and annuities	Business income less loss	Partnership income less loss	Other income less loss	Tax-exempt amount: Total	By U.S. citizens meeting—: Bona fide foreign residence test	17-month foreign presence test	Taxable amount
	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
All geographic areas	**1,444,892**	**1,085,897**	**490**	**15,667**	**10,727**	**332,110**	**659,022**	**582,436**	**76,587**	**785,870**
Canada	**103,447**	**94,560**	**—**	**2,760**	***167**	**5,959**	**56,033**	**54,371**	***1,662**	**47,414**
Latin America, total	**247,927**	**192,754**	***259**	***552**	**2,812**	**51,551**	**119,726**	**109,674**	**10,052**	**128,201**
Brazil	82,329	57,368	*248	*119	*1,612	22,982	36,598	33,560	3,038	45,731
Mexico	49,037	41,901	3	*309	—	6,824	24,370	23,670	*700	24,667
Peru	17,039	13,901	8	—	—	3,129	9,023	6,843	*2,179	8,016
Other Western Hemisphere	**6,585**	**5,314**	**—**	**—**	**—**	**1,271**	**3,206**	**2,778**	***428**	**3,379**
Europe, total	**575,197**	**412,518**	***127**	**8,801**	**6,094**	**147,656**	**236,144**	**208,298**	**27,846**	**339,053**
Austria	7,618	4,835	—	—	—	2,783	2,703	2,003	*700	4,915
Belgium	89,493	59,644	—	*304	168	29,378	34,305	29,563	4,742	55,188
France (including Andorra)	76,335	46,425	—	*2,543	3,159	24,208	27,573	25,531	*2,042	48,762
Greece	3,781	2,397	—	—	—	1,385	1,733	1,609	*124	2,048
Italy (including San Marino)	21,306	15,240	—	—	*1,267	4,799	10,328	10,328	—	10,978
Netherlands	32,379	23,108	*21	*1,813	—	7,438	13,503	12,031	*1,472	18,876
Norway	7,641	6,220	—	—	—	1,421	3,663	3,569	*94	3,978
Switzerland	41,909	29,381	*47	*1,853	—	10,629	15,634	14,536	*1,098	26,275
United Kingdom	180,491	147,257	*60	*406	*315	32,453	79,544	68,615	10,929	100,947
West Germany	74,244	50,560	—	*1,033	*750	21,901	30,778	26,489	4,288	43,467
Africa	**90,620**	**67,974**	**—**	***207**	**—**	**22,438**	**44,622**	**37,545**	**7,077**	**45,998**
Asia, total	**386,692**	**284,465**	***62**	***3,345**	**1,654**	**97,164**	**181,765**	**156,267**	**25,498**	**204,927**
Indonesia	48,752	36,850	*7	—	—	11,895	23,674	18,459	5,215	25,078
Japan (including Okinawa and Ryukyu Islands)	65,999	44,964	—	—	*1,448	19,587	26,087	25,031	1,057	39,912
Oceania	**34,134**	**28,041**	***41**	**—**	**—**	**6,052**	**17,313**	**13,504**	**3,809**	**16,822**
Country not stated	***291**	***273**	**—**	**—**	**—**	***18**	***214**	**—**	***214**	***76**

*Estimate should be used with caution because of the small number of sample returns on which it was based.

Note: Detail may not add to total because of rounding.

RETURNS WITH FOREIGN TAX CREDIT

Table 8.—Sources of Income, Deductions and Tax Items, by Size of Adjusted Gross Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Number of returns	Adjusted gross income										
		Total	Salaries and wages		Business or profession				Sales of capital assets			
					Net profit		Net loss		Net gain		Net loss	
			Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
All returns, total	**231,078**	**11,493,753**	**165,065**	**4,857,134**	**30,286**	**781,644**	**11,742**	**93,253**	**67,790**	**816,683**	**69,484**	**57,219**
$1 under $5,000	7,253	28,440	2,946	8,090	—	—	*45	*38	*34	*31	*368	*332
$5,000 under $10,000	20,516	146,180	10,146	41,351	1,190	4,676	*795	*3,160	4,860	3,638	763	268
$10,000 under $20,000	44,446	679,975	33,489	472,394	4,713	27,863	2,537	4,923	8,194	13,572	10,338	9,329
$20,000 under $30,000	38,851	956,766	32,084	595,297	4,556	53,034	2,255	5,869	9,623	26,665	10,218	7,554
$30,000 under $50,000	59,969	2,334,505	43,597	1,255,889	9,699	195,855	2,767	12,639	19,992	83,573	23,456	18,728
$50,000 under $100,000	39,598	2,751,724	28,415	1,283,354	6,760	212,489	1,744	9,659	15,084	115,503	15,957	13,574
$100,000 under $200,000	14,768	1,995,398	10,355	717,700	2,496	139,069	1,071	17,201	6,748	129,090	6,351	5,575
$200,000 under $500,000	4,588	1,325,723	3,253	342,736	675	61,408	380	22,121	2,561	155,523	1,685	1,531
$500,000 under $1,000,000	765	518,792	550	89,786	127	27,937	103	10,057	472	86,540	252	239
$1,000,000 or more	324	756,251	230	50,539	70	59,313	45	7,586	222	202,547	96	89
Taxable returns, total	**212,694**	**11,163,167**	**151,619**	**4,581,094**	**29,533**	**768,419**	**10,957**	**85,205**	**66,775**	**811,565**	**67,572**	**55,881**
Under $10,000	21,211	135,689	10,770	28,446	*664	*2,295	*546	*1,343	4,860	3,659	*525	*347
$10,000 under $20,000	36,849	569,372	26,257	364,399	4,638	27,010	2,167	3,700	7,794	13,165	9,875	8,955
$20,000 or more	154,634	10,458,105	114,592	4,188,249	24,231	739,114	8,244	80,163	54,121	794,741	57,172	46,579
Nontaxable returns, total	**18,384**	**330,586**	**13,446**	**276,040**	**753**	**13,225**	**785**	**8,048**	**1,015**	**5,117**	**1,912**	**1,338**
Under $10,000	6,558	38,931	2,322	20,995	*526	*2,381	*294	*1,855	*34	*10	606	253
$10,000 under $20,000	7,597	110,602	7,232	107,995	*75	*853	*370	*1,224	*400	*407	463	374
$20,000 or more	4,229	181,054	3,892	147,050	152	9,992	121	4,970	581	4,700	843	711

Size of adjusted gross income	Adjusted gross income—Continued											
	Dividends			Royalty				Estate or trust				Farm net profit less loss
	Before exclusion	In adjusted gross income		Net income		Net loss		Total profit		Total loss		
		Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	
	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)
All returns, total	**2,778,917**	**173,159**	**2,753,195**	**11,190**	**112,232**	**732**	**7,313**	**30,916**	**277,150**	**2,050**	**8,300**	**—21,721**
$1 under $5,000	187	540	121	—	—	—	—	*2,084	*9,358	—	—	—
$5,000 under $10,000	20,625	11,241	19,366	*70	*37	—	—	*232	*2,009	—	—	*—662
$10,000 under $20,000	68,895	24,323	65,608	*1,972	*1,232	*145	*440	3,242	15,184	*392	*147	*4,654
$20,000 under $30,000	153,488	29,349	149,433	722	3,661	—	—	2,479	9,672	*45	*27	*5,859
$30,000 under $50,000	432,354	52,821	424,569	2,725	7,436	*10	*26	9,847	56,060	*582	*270	—6,218
$50,000 under $100,000	547,616	35,386	541,695	2,813	14,625	345	3,254	7,406	53,798	512	1,821	—1,912
$100,000 under $200,000	574,972	13,974	572,574	1,788	19,584	136	1,685	3,781	49,557	330	2,311	—10,234
$200,000 under $500,000	464,362	4,470	463,594	841	28,370	71	869	1,466	48,650	153	2,722	—6,817
$500,000 under $1,000,000	210,624	739	210,496	181	15,252	15	390	256	18,770	26	988	—4,261
$1,000,000 or more	305,793	316	305,740	78	22,035	10	649	123	14,093	10	16	—2,130
Taxable returns, total	**2,755,745**	**169,770**	**2,730,440**	**10,257**	**111,198**	**689**	**6,934**	**28,585**	**265,620**	**2,043**	**8,186**	**—23,862**
Under $10,000	20,584	11,432	19,294	*35	*22	—	—	*267	*2,031	—	—	—
$10,000 under $20,000	67,313	22,911	64,149	*1,193	*741	*110	*429	3,132	15,170	*392	*147	*—87
$20,000 or more	2,667,847	135,427	2,646,998	9,029	110,434	579	6,505	25,186	248,419	1,651	8,039	—23,775
Nontaxable returns, total	**23,172**	**3,389**	**22,754**	**933**	**1,034**	***43**	***379**	**2,331**	**11,530**	***7**	***114**	**2,141**
Under $10,000	228	349	193	*35	*14	—	—	*2,049	*9,335	—	—	*—662
$10,000 under $20,000	1,582	1,412	1,459	*779	*491	*35	*11	*110	*13	—	—	*4,741
$20,000 or more	21,362	1,628	21,102	119	528	*8	*367	172	2,181	*7	*114	—1,938

Footnote at end of table.

RETURNS WITH FOREIGN TAX CREDIT

Table 8.—Sources of Income, Deductions and Tax Items, by Size of Adjusted Gross Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income	Adjusted gross income—Continued: Partnership and Small Business Corporation net profit less loss	Sales of property *other* than capital assets net gain less loss	Interest received	Pensions and annuities in adjusted gross income	Rent net income less loss	State income tax refunds	Alimony received	All other sources net income less loss	Total deductions: Number of returns	Total deductions: Amount	Exemptions: Number	Exemptions: Amount
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
All returns, total	**694,801**	**6,846**	**1,202,874**	**188,664**	**66,328**	**30,072**	**9,915**	**101,143**	**228,240**	**2,503,097**	**729,484**	**547,039**
$1 under $5,000	—	—	4,982	*6,430	—	—	—	*31	6,976	9,483	11,833	8,862
$5,000 under $10,000	*—87	—	59,753	*3,582	9,081	*224	—	*9,889	19,925	37,260	48,667	36,492
$10,000 under $20,000	4,301	*38	94,822	18,011	3,290	850	—	4,295	43,330	146,462	132,468	99,325
$20,000 under $30,000	13,939	*—473	121,058	23,689	—14,042	1,783	—	5,119	38,437	185,883	113,330	84,998
$30,000 under $50,000	74,709	—4,351	248,154	55,072	3,816	8,246	*8,452	22,363	59,677	383,026	204,864	153,624
$50,000 under $100,000	231,999	—557	278,722	50,197	25,007	6,692	*731	21,575	39,456	533,683	144,951	108,712
$100,000 under $200,000	179,027	2,513	183,712	20,045	27,059	5,531	*620	9,976	14,765	458,251	53,533	40,150
$200,000 under $500,000	128,985	1,516	105,600	9,431	9,037	3,765	*89	9,266	4,585	353,490	16,040	12,029
$500,000 under $1,000,000	26,292	1,673	47,190	1,628	2,487	1,671	*24	6,767	765	153,559	2,681	2,011
$1,000,000 or more	35,637	6,488	58,882	579	593	1,309	—	11,862	324	242,000	1,117	838
Taxable returns, total	**704,874**	**5,467**	**1,174,138**	**187,795**	**71,115**	**29,716**	**9,915**	**96,554**	**210,949**	**2,436,694**	**674,505**	**505,826**
Under $10,000	*—87	—	53,747	*10,012	*9,675	*215	—	*8,806	20,795	37,347	46,637	34,970
$10,000 under $20,000	5,237	*70	91,739	18,011	4,150	818	—	4,194	36,156	126,548	105,520	79,119
$20,000 or more	699,724	5,397	1,028,652	159,772	57,289	28,683	9,915	83,554	153,998	2,272,800	522,348	391,737
Nontaxable returns, total	**—10,072**	**1,379**	**28,736**	**869**	**—4,787**	**356**	**—**	**4,589**	**17,291**	**66,403**	**54,979**	**41,213**
Under $10,000	—	—	10,988	—	—594	*9	—	*1,115	6,106	9,396	13,863	10,384
$10,000 under $20,000	*—936	*—32	3,083	—	—861	*32	—	*101	7,174	19,915	26,948	20,206
$20,000 or more	—9,136	1,411	14,666	869	—3,333	315	—	3,374	4,011	37,092	14,168	10,623

Size of adjusted gross income	Taxable income	U.S. income tax before credits	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Other credits	U.S. income tax after credits: Number of returns	U.S. income tax after credits: Amount	Additional tax for tax preferences: Number of returns	Additional tax for tax preferences: Amount	Total U.S. income tax: Number of returns	Total U.S. income tax: Amount
	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)
All returns, total	**8,443,613**	**3,245,351**	**3,230,240**	**345,928**	**55,507**	**212,518**	**2,843,916**	**1,091**	**19,395**	**212,694**	**2,863,311**
$1 under $5,000	10,095	1,534	1,260	1,031	276	4,717	228	—	—	4,717	228
$5,000 under $10,000	72,428	12,108	11,446	4,439	1,015	16,494	6,653	—	—	16,494	6,653
$10,000 under $20,000	434,186	84,566	81,800	36,997	3,853	36,849	43,716	—	—	36,849	43,716
$20,000 under $30,000	685,884	154,754	152,382	42,649	4,870	36,856	107,235	*65	*367	36,920	107,601
$30,000 under $50,000	1,797,854	492,788	488,657	91,885	10,524	58,535	390,378	78	320	58,586	390,698
$50,000 under $100,000	2,109,328	756,937	754,122	87,241	12,436	38,808	657,260	156	688	38,814	657,949
$100,000 under $200,000	1,496,998	672,194	670,915	31,594	8,952	14,635	631,647	317	2,514	14,674	634,161
$200,000 under $500,000	960,203	512,157	511,421	18,446	6,503	4,547	487,208	296	4,777	4,559	491,985
$500,000 under $1,000,000	363,223	219,025	218,972	10,795	3,260	760	204,970	104	2,860	761	207,830
$1,000,000 or more	513,413	339,288	339,266	20,850	3,817	317	314,621	75	7,869	320	322,490
Taxable returns, total	**8,220,643**	**3,186,476**	**3,172,312**	**290,154**	**52,406**	**212,518**	**2,843,916**	**1,091**	**19,395**	**212,694**	**2,863,311**
Under $10,000	63,372	10,593	9,878	2,780	932	21,211	6,881	—	—	21,211	6,881
$10,000 under $20,000	363,705	71,071	68,930	24,241	3,113	36,849	43,716	—	—	36,849	43,716
$20,000 or more	7,793,566	3,104,813	3,093,504	263,133	48,361	154,458	2,793,319	1,091	19,395	154,634	2,812,714
Nontaxable returns, total	**222,970**	**58,875**	**57,928**	**55,774**	**3,100**	**—**	**—**	**—**	**—**	**—**	**—**
Under $10,000	19,151	3,049	2,828	2,690	359	—	—	—	—	—	—
$10,000 under $20,000	70,481	13,496	12,870	12,756	740	—	—	—	—	—	—
$20,000 or more	133,338	42,330	42,230	40,329	2,002	—	—	—	—	—	—

*Estimate should be used with caution because of the small number of sample returns on which it was based.

NOTE: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Number of returns	Income and taxes from all sources: Adjusted gross income: Total	Salaries and wages	Business or profession: Net profit	Business or profession: Net loss	Sales of capital assets: Net gain	Sales of capital assets: Net loss	Dividends: Before exclusion	Dividends: In adjusted gross income	Royalty: Net income	Royalty: Net loss	Estate or trust: Total profit	Estate or trust: Total loss	All other sources net income less loss	Total deductions	Exemptions: Number	Exemptions: Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
All returns, total	**210,725**	**10,701,592**	**4,435,314**	**726,338**	**87,257**	**769,923**	**50,862**	**2,634,114**	**2,610,763**	**108,189**	**6,169**	**256,307**	**8,188**	**2,138,423**	**2,318,596**	**663,733**	**497,749**
Returns with per-country limitation	**111,565**	**4,956,639**	**2,055,375**	**369,263**	**41,214**	**357,617**	**23,757**	**1,185,536**	**1,174,448**	**64,212**	**2,077**	**103,555**	**3,876**	**979,952**	**1,067,743**	**335,678**	**251,739**
Returns with overall limitation	**99,160**	**5,744,954**	**2,379,938**	**357,075**	**46,042**	**412,306**	**27,104**	**1,448,579**	**1,436,316**	**43,978**	**4,091**	**152,752**	**4,311**	**1,158,471**	**1,250,853**	**328,055**	**246,010**
$1 under $5,000	5,169	21,118	3,327	—	*38	*31	*332	173	*107	—	—	*9,358	—	8,898	7,515	7,700	5,762
Returns with per-country limitation	4,560	18,630	*1,112	—	*38	—	*69	*74	*50	—	—	*9,358	—	*8,217	6,809	6,781	5,073
Returns with overall limitation	609	2,488	2,214	—	—	*31	*262	*98	*57	—	—	—	—	682	706	919	689
$5,000 under $10,000	18,942	133,476	36,861	*1,042	*2,047	1,701	*175	19,091	17,905	*37	—	*2	—	81,353	32,759	45,208	33,898
Returns with per-country limitation	13,533	94,911	21,379	*616	*1,855	*1,074	*111	13,948	13,291	*37	—	—	—	60,862	22,151	31,767	23,825
Returns with overall limitation	5,409	38,565	15,482	*426	*192	*628	*64	5,143	4,614	—	—	*2	—	20,491	10,608	13,441	10,073
$10,000 under $20,000	40,976	621,766	420,503	25,494	4,808	13,261	8,010	63,175	60,366	*1,232	*440	15,184	*147	123,743	131,350	120,760	90,544
Returns with per-country limitation	23,956	361,342	243,118	13,380	*2,160	9,022	4,682	27,901	26,396	*743	*11	*3,350	*114	90,653	74,035	68,409	51,302
Returns with overall limitation	17,020	260,424	177,385	*12,114	*2,649	4,238	3,328	35,274	33,969	*489	*429	*11,834	*33	33,090	57,316	52,351	39,242
$20,000 under $30,000	35,178	868,990	532,188	50,550	3,437	21,820	6,689	139,620	136,123	*1,865	—	*9,667	*27	144,323	166,810	101,923	76,442
Returns with per-country limitation	20,512	502,708	331,994	30,324	*1,640	12,134	3,907	56,334	54,396	*1,466	—	*990	—	84,513	98,761	56,757	42,568
Returns with overall limitation	14,666	366,282	200,194	20,226	1,798	9,686	2,782	83,286	81,726	*399	—	*8,677	*27	59,809	68,049	45,166	33,875
$30,000 under $50,000	54,365	2,120,326	1,098,676	174,444	11,174	82,673	16,156	419,612	412,500	7,354	—	43,444	*270	390,107	338,949	183,438	137,577
Returns with per-country limitation	24,357	940,599	456,336	83,859	1,746	41,108	6,584	211,032	207,905	*3,536	—	6,343	*93	167,188	152,578	83,470	62,603
Returns with overall limitation	30,008	1,179,727	642,340	90,584	9,428	41,564	9,572	208,580	204,596	3,819	—	37,101	*176	222,919	186,371	99,968	74,975
$50,000 under $100,000	36,622	2,547,938	1,195,251	200,243	9,628	105,869	12,436	499,566	494,066	13,932	2,513	51,559	1,821	562,952	489,089	134,663	100,996
Returns with per-country limitation	16,360	1,146,372	504,039	111,143	3,924	55,772	5,508	215,179	212,707	7,325	*738	28,970	*106	255,681	218,487	58,760	44,069
Returns with overall limitation	20,262	1,401,566	691,211	89,101	5,704	50,096	6,928	284,387	281,359	6,607	*1,775	22,589	1,715	307,270	270,602	75,903	56,926
$100,000 under $200,000	14,030	1,897,695	684,018	130,092	16,990	123,537	5,262	547,535	545,264	18,779	1,676	47,924	2,247	396,683	436,096	50,972	38,229
Returns with per-country limitation	6,065	814,560	308,034	61,023	8,193	51,960	2,189	220,853	219,860	11,201	830	21,063	1,588	163,661	177,897	22,159	16,619
Returns with overall limitation	7,965	1,083,135	375,984	69,069	8,798	71,577	3,073	326,681	325,403	7,578	846	26,861	658	233,022	258,199	28,813	21,610
$200,000 under $500,000	4,397	1,270,192	331,090	59,200	22,018	150,795	1,482	445,387	444,650	28,315	856	46,428	2,677	244,694	337,242	15,430	11,572
Returns with per-country limitation	1,794	515,760	131,991	26,835	13,517	64,420	587	193,550	193,249	19,340	208	18,846	1,810	79,964	135,579	6,107	4,579
Returns with overall limitation	2,603	754,432	199,099	32,366	8,502	86,375	894	251,837	251,402	8,975	649	27,582	867	164,730	201,663	9,323	6,992
$500,000 under $1,000,000	734	496,781	86,577	27,082	9,878	83,033	234	199,070	198,948	14,642	390	18,652	985	81,025	146,442	2,569	1,927
Returns with per-country limitation	293	200,968	33,466	10,841	5,786	29,093	83	87,470	87,420	8,510	271	10,371	155	28,187	56,532	1,018	764
Returns with overall limitation	441	295,813	53,112	16,241	4,092	53,940	152	111,600	111,527	6,132	119	8,281	830	52,838	89,910	1,551	1,163
$1,000,000 or more	312	723,311	46,823	58,191	7,238	187,204	86	300,886	300,836	22,033	294	14,090	16	104,646	232,343	1,070	803
Returns with per-country limitation	135	360,789	23,906	31,242	2,357	93,033	37	159,194	159,173	12,055	20	4,266	10	41,027	124,915	450	338
Returns with overall limitation	177	362,522	22,916	26.949	4,881	94,171	49	141,692	141,663	9,978	274	9,825	6	63,619	107,428	620	465

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Number of returns	Income and taxes from all sources: Adjusted gross income: Total	Salaries and wages	Business or profession: Net profit	Business or profession: Net loss	Sales of capital assets: Net gain	Sales of capital assets: Net loss	Dividends: Before exclusion	Dividends: In adjusted gross income	Royalty: Net income	Royalty: Net loss	Estate or trust: Total profit	Estate or trust: Total loss	All other sources net income less loss	Total deductions	Exemptions: Number	Exemptions: Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
Taxable returns, total	**192,659**	**10,377,303**	**4,163,615**	**714,553**	**79,219**	**764,867**	**49,529**	**2,612,448**	**2,589,512**	**107,156**	**6,146**	**244,778**	**8,073**	**2,114,585**	**2,254,706**	**609,673**	**457,224**
Returns with per-country limitation	**100,020**	**4,780,172**	**1,912,599**	**362,559**	**37,949**	**355,686**	**23,142**	**1,180,860**	**1,169,953**	**64,187**	**2,054**	**94,069**	**3,844**	**958,775**	**1,035,409**	**302,617**	**226,962**
Returns with overall limitation	**92,639**	**5,597,131**	**2,251,016**	**351,994**	**41,270**	**409,181**	**26,387**	**1,431,588**	**1,419,559**	**42,969**	**4,091**	**150,709**	**4,229**	**1,155,810**	**1,219,297**	**307,056**	**230,263**
Under $10,000	17,845	117,440	19,811	*101	*229	1,723	*253	19,049	17,833	*22	—	*24	—	79,145	31,430	39,851	29,880
Returns with per-country limitation	13,082	84,506	11,729	*94	*38	*1,064	*18	13,911	13,251	*22	—	*23	—	58,500	21,667	28,538	21,404
Returns with overall limitation	4,763	32,935	8,082	*7	*192	*659	*236	5,138	4,582	—	—	*2	—	20,645	9,762	11,313	8,477
$10,000 under $20,000	33,379	511,164	312,509	24,642	3,584	12,854	7,636	61,593	58,906	*741	*429	15,170	*147	117,615	111,436	93,812	70,338
Returns with per-country limitation	19,653	298,053	182,852	12,527	*936	8,632	4,467	26,794	25,352	*737	—	*3,337	*114	84,653	63,033	51,887	38,915
Returns with overall limitation	13,726	213,111	129,657	*12,114	*2,649	4,222	3,169	34,799	33,554	*4	*429	*11,834	*33	32,963	48,403	41,925	31,423
$20,000 or more	141,435	9,748,698	3,831,295	689,810	75,405	750,291	41,640	2,531,806	2,512,773	106,392	5,717	229,583	7,927	1,917,825	2,111,840	476,010	357,006
Returns with per-country limitation	67,285	4,397,613	1,718,018	349,937	36,976	345,991	18,658	1,140,155	1,131,350	63,427	2,054	90,709	3,730	815,622	950,709	222,192	166,643
Returns with overall limitation	74,150	5,351,085	2,113,277	339,873	38,429	404,300	22,982	1,391,650	1,381,423	42,965	3,663	138,874	4,197	1,102,203	1,161,132	253,818	190,363
Nontaxable returns, total	**18,066**	**324,290**	**271,699**	**11,786**	**8,038**	**5,056**	**1,333**	**21,667**	**21,252**	**1,034**	***23**	**11,530**	***114**	**23,838**	**63,890**	**54,060**	**40,524**
Returns with per-country limitation	**11,545**	**176,467**	**142,777**	**6,704**	**3,265**	**1,931**	**615**	**4,675**	**4,495**	***25**	***23**	**9,487**	***32**	**21,177**	**32,334**	**33,061**	**24,777**
Returns with overall limitation	**6,521**	**147,823**	**128,922**	**5,081**	**4,773**	**3,125**	**718**	**16,991**	**16,757**	**1,009**	**—**	**2,043**	***82**	**2,662**	**31,556**	**20,999**	**15,747**
Under $10,000	6,266	37,154	20,377	*941	*1,855	*10	253	214	*179	*14	—	*9,335	—	11,107	8,844	13,057	9,780
Returns with per-country limitation	5,011	29,035	10,762	*522	*1,855	*10	*162	*110	*91	*14	—	*9,335	—	10,578	7,292	10,010	7,494
Returns with overall limitation	1,255	8,119	9,615	*419	—	—	*91	*103	*88	—	—	—	—	529	1,552	3,047	2,285
$10,000 under $20,000	7,597	110,602	107,995	*853	*1,224	*407	374	1,582	1,459	*491	*11	*13	—	6,127	19,915	26,948	20,206
Returns with per-country limitation	4,303	63,290	60,267	*853	*1,224	*391	*215	1,107	*1,044	*6	*11	*13	—	6,000	11,002	16,522	12,386
Returns with overall limitation	3,294	47,313	47,728	—	—	*17	*159	475	415	*485	—	—	—	127	8,913	10,426	7,820
$20,000 or more	4,203	176,534	143,328	9,992	4,959	4,638	706	19,871	19,613	528	*12	2,181	*114	6,604	35,132	14,055	10,539
Returns with per-country limitation	2,231	84,142	71,748	5,330	*186	1,530	238	3,458	3,360	*5	*12	138	*32	4,598	14,040	6,529	4,896
Returns with overall limitation	1,972	92,392	71,580	4,662	4,773	3,109	468	16,413	16,253	523	—	2,043	*82	2,006	21,092	7,526	5,643

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Income and taxes from all sources—Continued: Taxable income	U.S. income tax before credits	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Other credits	U.S. income tax after credits	Additional tax for tax preferences	Total U.S. income tax	Foreign income and taxes: Gross income: Total: Number of returns	Total: Amount	Other than DISC dividends, certain interest and foreign oil-related income: Total	Dividends: Number of returns	Dividends: Amount	Rents and royalties: Number of returns	Rents and royalties: Amount
	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
All returns, total	**7,885,244**	**3,052,630**	**3,039,241**	**328,927**	**51,859**	**2,671,845**	**18,606**	**2,690,451**	**210,725**	**1,855,461**	**1,822,863**	**102,785**	**231,950**	**6,894**	**34,095**
Returns with per country limitation	**3,637,156**	**1,374,491**	**1,368,028**	**120,285**	**25,442**	**1,228,763**	**8,714**	**1,237,478**	**111,565**	**751,177**	**731,477**	**50,409**	**81,628**	**2,742**	**18,171**
Returns with overall limitation	**4,248,088**	**1,678,139**	**1,671,213**	**208,641**	**26,416**	**1,443,081**	**9,891**	**1,452,973**	**99,160**	**1,104,284**	**1,091,386**	**52,376**	**150,322**	**4,152**	**15,923**
$1 under $5,000	7,841	1,218	1,068	900	152	166	—	166	5,169	12,110	11,969	*263	*15	*35	*125
Returns with per-country limitation	6,748	1,051	919	799	133	*118	—	*118	4,560	10,907	10,765	*35	*1	*35	*125
Returns with overall limitation	1,093	167	149	101	*18	*48	—	*48	609	1,203	1,203	*228	*14	—	—
$5,000 under $10,000	66,819	11,154	10,581	4,317	890	5,947	—	5,947	18,942	54,294	54,200	6,631	4,577	*2,084	*3,401
Returns with per-country limitation	48,935	8,222	7,810	3,157	580	4,485	—	4,485	13,533	37,794	37,712	*6,476	*4,536	*35	*14
Returns with overall limitation	17,884	2,932	2,771	1,160	310	1,462	—	1,462	5,409	16,500	16,488	*155	*41	*2,049	*3,387
$10,000 under $20,000	399,871	78,282	75,821	36,569	3,515	38,198	—	38,198	40,976	331,615	328,335	14,147	18,250	*1,251	*1,649
Returns with per-country limitation	236,005	45,700	44,354	20,983	1,973	22,744	—	22,744	23,956	189,583	186,655	7,001	6,811	*582	*1,164
Returns with overall limitation	163,865	32,581	31,468	15,586	1,542	15,453	—	15,453	17,020	142,032	141,680	7,146	11,440	*669	*485
$20,000 under $30,000	625,736	142,229	140,082	41,535	4,452	96,243	*367	96,609	35,178	263,991	262,216	16,233	29,774	*187	*507
Returns with per-country limitation	361,379	81,879	80,627	18,179	2,252	61,448	*67	61,515	20,512	114,158	112,851	8,094	4,088	*74	*340
Returns with overall limitation	264,358	60,351	59,455	23,356	2,200	34,795	*300	35,095	14,666	149,833	149,365	8,139	25,686	*113	*168
$30,000 under $50,000	1,643,798	452,998	449,494	81,010	9,504	362,484	*311	362,795	54,365	441,611	437,854	30,331	49,041	2,031	8,773
Returns with per-country limitation	725,419	196,383	194,727	26,337	4,109	165,937	*83	166,020	24,357	154,663	151,659	14,092	26,276	1,431	6,993
Returns with overall limitation	918,380	256,615	254,767	54,672	5,395	196,548	*228	196,776	30,008	286,948	286,195	16,239	22,764	600	1,780
$50,000 under $100,000	1,957,853	702,321	699,770	84,707	11,800	605,814	688	606,502	36,622	392,981	383,595	22,042	51,663	788	8,528
Returns with per-country limitation	883,815	317,631	316,570	22,423	5,927	289,281	447	289,728	16,360	118,168	112,291	9,441	13,947	353	5,636
Returns with overall limitation	1,074,038	384,690	383,201	62,284	5,874	316,532	241	316,774	20,262	274,813	271,304	12,601	37,715	435	2,892
$100,000 under $200,000	1,423,370	639,026	637,815	30,248	8,491	600,288	2,195	602,482	14,030	154,904	148,126	9,474	37,535	326	3,508
Returns with per-country limitation	620,044	278,443	277,984	11,125	4,189	263,129	886	264,016	6,065	55,385	52,987	3,816	13,292	160	1,367
Returns with overall limitation	803,326	360,583	359,831	19,123	4,302	337,158	1,308	338,467	7,965	99,519	95,139	5,658	24,243	166	2,141
$200,000 under $500,000	921,378	491,650	490,928	18,264	6,160	467,226	4,731	471,956	4,397	91,970	89,434	2,934	21,601	150	3,238
Returns with per-country limitation	375,601	201,846	201,728	6,303	2,898	192,645	2,736	195,381	1,794	25,665	24,296	1,166	7,146	56	1,044
Returns with overall limitation	545,777	289,804	289,200	11,961	3,262	274,581	1,994	276,575	2,603	66,305	65,138	1,768	14,455	94	2,194
$500,000 under $1,000,000	348,412	210,163	210,112	10,706	3,109	196,348	2,687	199,036	734	41,104	38,314	520	11,952	29	2,311
Returns with per-country limitation	143,673	87,882	87,863	3,276	1,312	83,294	926	84,219	293	11,970	10,701	204	3,233	13	1,299
Returns with overall limitation	204,739	122,281	122,249	7,429	1,797	113,054	1,762	114,816	441	29,134	27,614	316	8,719	16	1,013
$1,000,000 or more	490,165	323,589	323,568	20,671	3,786	299,132	7,627	306,759	312	70,880	68,820	210	7,543	13	2,053
Returns with per-country limitation	235,537	155,455	155,446	7,702	2,070	145,683	3,569	149,252	135	32,882	31,560	84	2,296	3	189
Returns with overall limitation	254,629	168,134	168,122	12,969	1,716	153,449	4,058	157,507	177	37,998	37,261	126	5,247	10	1,864

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Income and taxes from all sources—Continued								Foreign income and taxes						
									Gross income						
									Total		Other than DISC dividends, certain interest and foreign oil-related income				
												Dividends		Rents and royalties	
	Taxable income	U.S. income tax before credits	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Other credits	U.S. income tax after credits	Additional tax for tax preferences	Total U.S. income tax	Number of returns	Amount	Total	Number of returns	Amount	Number of returns	Amount
	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
Taxable returns, total	**7,665,369**	**2,994,994**	**2,982,525**	**274,270**	**48,880**	**2,671,845**	**18,606**	**2,690,451**	**192,659**	**1,520,493**	**1,490,320**	**101,095**	**222,559**	**5,780**	**30,330**
Returns with per-country limitation	**3,517,800**	**1,344,957**	**1,339,093**	**92,354**	**23,839**	**1,228,763**	**8,714**	**1,237,478**	**100,020**	**565,376**	**547,896**	**49,819**	**80,186**	**2,413**	**16,891**
Returns with overall limitation	**4,147,569**	**1,650,037**	**1,643,432**	**181,916**	**25,041**	**1,443,081**	**9,891**	**1,452,973**	**92,639**	**955,117**	**942,424**	**51,276**	**142,373**	**3,367**	**13,439**
Under $10,000	56,130	9,416	8,889	2,559	743	6,113	—	6,113	17,845	26,763	26,583	6,565	4,576	*2,049	*3,387
Returns with per-country limitation	41,435	7,036	6,624	1,949	484	4,603	—	4,603	13,082	17,469	17,301	*6,182	*4,522	—	—
Returns with overall limitation	14,695	2,380	2,265	610	259	1,510	—	1,510	4,763	9,294	9,282	*383	*55	*2,049	*3,387
$10,000 under $20,000	329,389	64,786	62,951	23,813	2,775	38,198	—	38,198	33,379	209,036	205,844	13,228	17,231	*512	*1,024
Returns with per-country limitation	196,104	38,367	37,449	14,117	1,506	22,744	—	22,744	19,653	118,267	115,427	6,856	6,358	*512	*1,024
Returns with overall limitation	133,285	26,419	25,502	9,696	1,270	15,453	—	15,453	13,726	90,769	90,417	6,372	10,873	—	—
$20,000 or more	7,279,850	2,920,793	2,910,685	247,898	45,361	2,627,533	18,606	2,646,139	141,435	1,284,693	1,257,893	81,302	200,751	3,219	25,920
Returns with per-country limitation	3,280,261	1,299,554	1,295,020	76,289	21,850	1,201,416	8,714	1,210,130	67,285	429,640	415,168	36,781	69,306	1,901	15,868
Returns with overall limitation	3,999,589	1,621,239	1,615,665	171,609	23,512	1,426,118	9,891	1,436,009	74,150	855,054	842,725	44,521	131,445	1,318	10,052
Nontaxable returns, total	**219,874**	**57,636**	**56,716**	**54,657**	**2,979**	—	—	—	**18,066**	**334,968**	**332,544**	**1,690**	**9,391**	**1,114**	**3,764**
Returns with per-country limitation	**119,356**	**29,534**	**28,935**	**27,931**	**1,603**	—	—	—	**11,545**	**185,801**	**183,561**	**590**	**1,442**	**329**	**1,280**
Returns with overall limitation	**100,519**	**28,101**	**27,781**	**26,726**	**1,376**	—	—	—	**6,521**	**149,167**	**148,963**	**1,100**	**7,949**	**785**	**2,484**
Under $10,000	18,530	2,957	2,760	2,658	298	—	—	—	6,266	39,641	39,586	*329	*15	*70	*139
Returns with per-country limitation	14,248	2,237	2,106	2,008	229	—	—	—	5,011	31,232	31,177	*329	*15	*70	*139
Returns with overall limitation	4,282	720	655	651	69	—	—	—	1,255	8,409	8,409	—	—	—	—
$10,000 under $20,000	70,481	13,496	12,870	12,756	740	—	—	—	7,597	122,579	122,491	*919	*1,019	*739	*625
Returns with per-country limitation	39,901	7,334	6,905	6,866	468	—	—	—	4,303	71,316	71,228	*145	*453	*70	*140
Returns with overall limitation	30,580	6,162	5,966	5,890	272	—	—	—	3,294	51,263	51,263	*774	*566	*669	*485
$20,000 or more	130,863	41,183	41,086	39,243	1,941	—	—	—	4,203	172,748	170,467	442	8,356	305	3,000
Returns with per-country limitation	65,206	19,964	19,925	19,057	906	—	—	—	2,231	83,253	81,176	116	974	*189	*1,001
Returns with overall limitation	65,657	21,219	21,161	20,185	1,034	—	—	—	1,972	89,495	89,291	326	7,383	116	1,999

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued: Gross income—Continued: Other than DISC dividends, certain interest and foreign oil-related income—Continued: Salaries and wages: Number of returns	Salaries and wages: Amount	Gross gain from sale of capital assets: Number of returns	Gross gain from sale of capital assets: Amount	Business or profession	Estate or trust	Other income	Certain interest: Number of returns	Certain interest: Amount	Deductions: Total: Number of returns	Deductions: Total: Amount	On income other than DISC dividends, certain interest and foreign oil-related income: Total: Number of returns	Total: Amount	Business or professional expenses	Rent and royalty expenses: Depreciation and depletion	Rent and royalty expenses: Repairs and other expenses	Other expenses directly allocable to specific income items
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
All returns, total	**53,635**	**1,117,308**	**4,078**	**80,532**	**86,105**	**32,720**	**240,154**	**12,473**	**31,423**	**58,859**	**193,756**	**58,050**	**190,403**	**17,709**	**1,907**	**5,659**	**47,324**
Returns with per country limitation	**25,019**	**405,929**	**1,590**	**21,846**	**48,590**	**13,745**	**141,567**	**8,871**	**19,117**	**28,187**	**78,296**	**27,516**	**76,252**	**12,021**	**902**	**2,672**	**15,734**
Returns with overall limitation	**28,616**	**711,379**	**2,488**	**58,686**	**37,515**	**18,975**	**98,586**	**3,602**	**12,306**	**30,672**	**115,460**	**30,534**	**114,150**	**5,689**	**1,004**	**2,987**	**31,590**
$1 under $5,000	669	2,243	*34	*15	—	—	*9,571	*2,084	*142	*2,291	*596	*2,291	*596	—	—	—	*8
Returns with per-country limitation	*322	*1,102	—	—	—	—	*9,537	*2,084	*142	*2,118	*561	*2,118	*561	—	—	—	*8
Returns with overall limitation	347	1,140	*34	*15	—	—	*34	—	—	*173	*35	*173	*35	—	—	—	—
$5,000 under $10,000	5,139	31,959	*35	*1	*897	*8,980	4,384	*452	*94	5,043	5,881	5,043	5,880	*207	*451	*1,436	474
Returns with per-country limitation	3,527	20,094	*35	*1	*891	*8,980	3,196	*415	*82	2,236	3,020	2,236	3,020	*207	—	—	*22
Returns with overall limitation	1,612	11,865	—	—	*7		*1,189	*37	*12	2,807	2,862	2,807	2,861	—	*451	*1,436	*452
$10,000 under $20,000	18,873	245,251	*618	*641	*1,756	*11,430	49,358	1,653	3,280	14,438	42,714	14,179	42,305	*49	*6	*109	12,462
Returns with per-country limitation	10,539	132,575	*294	*384	*853	*148	44,720	1,330	2,928	7,900	22,530	7,641	22,130	—	*6	*109	7,631
Returns with overall limitation	8,334	112,676	*324	*256	*904	*11,282	4,637,	323	352	6,538	20,184	6,538	20,175	*49	—	—	4,831
$20,000 under $30,000	9,196	178,375	879	8,607	*13,190	—	31,763	1,043	1,776	7,480	23,771	7,445	23,742	*2,074	*34	*76	5,987
Returns with per-country limitation	4,441	78,395	*758	*1,426	*9,120	—	19,482	622	1,308	3,245	8,289	3,210	8,281	*1,691	—	*16	1,002
Returns with overall limitation	4,755	99,980	*121	*7,181	*4,071	—	12,281	421	468	4,235	15,483	4,235	15,461	*383	*34	*60	4,985
$30,000 under $50,000	12,969	336,813	935	5,024	13,633	1,613	22,958	3,020	3,757	15,309	35,894	15,265	35,867	2,910	562	2,303	11,759
Returns with per-country limitation	4,231	94,656	*74	*1,346	8,576	*102	13,709	2,140	3,004	6,655	12,683	6,611	12,679	*1,195	*416	*1,871	2,595
Returns with overall limitation	8,738	242,156	861	3,678	5,057	*1,511	9,249	880	753	8,654	23,211	8,654	23,188	*1,715	146	431	9,164
$50,000 under $100,000	5,674	252,903	1,099	12,395	20,817	2,608	34,682	2,899	9,386	9,871	35,080	9,547	33,613	4,252	318	591	7,082
Returns with per-country limitation	1,590	61,309	290	3,476	6,554	2,501	18,868	1,630	5,877	3,976	11,672	3,726	10,670	2,669	*131	*206	1,797
Returns with overall limitation	4,084	191,594	809	8,919	14,263	*107	15,814	1,269	3,509	5,895	23,409	5,821	22,943	1,583	187	385	5,285
$100,000 under $200,000	861	50,088	289	11,253	12,588	2,325	30,829	936	6,725	2,981	20,391	2,893	19,982	5,029	325	664	3,162
Returns with per-country limitation	292	14,514	87	3,332	7,550	501	12,430	450	2,345	1,392	10,232	1,351	10,189	3,531	191	178	1,013
Returns with overall limitation	569	35,573	202	7,921	5,038	1,824	18,399	486	4,380	1,589	10,159	1,542	9,794	1,497	134	486	2,149
$200,000 under $500,000	211	14,691	151	15,741	6,624	3,632	23,907	283	2,536	1,150	11,809	1,103	11,715	808	163	326	2,599
Returns with per-country limitation	63	2,842	41	2,933	*2,302	358	7,671	150	1,369	531	2,538	495	2,503	*653	*140	*235	369
Returns with overall limitation	148	11,849	110	12,809	4,322	3,273	16,236	133	1,167	619	9,271	608	9,212	155	*23	91	2,230
$500,000 under $1,000,000	32	2,936	25	5,582	3,928	1,826	9,779	73	1,668	204	4,794	193	4,535	186	*37	*82	667
Returns with per-country limitation	10	154	6	1,519	1,067	1,023	2,405	35	740	85	663	80	612	*83	*12	*	112
Returns with overall limitation	22	2,782	19	4,063	2,861	803	7,374	38	928	119	4,131	113	3,924	*104	*25	*82	555
$1,000,000 or more	11	2,049	13	21,273	12,671	307	22,923	30	2,060	92	12,825	91	12,167	2,194	*13	*71	3,124
Returns with per-country limitation	4	286	5	7,429	11,677	131	9,550	15	1,323	49	6,109	48	5,608	*1,993	*7	*56	1,185
Returns with overall limitation	7	1,763	8	13,845	994	176	13,373	15	737	43	6,717	43	6,559	201	*5	*16	1,939

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued: Gross income—Continued: Other than DISC dividends, certain interest and foreign oil-related income—Continued: Salaries and wages: Number of returns	Salaries and wages: Amount	Gross gain from sale of capital assets: Number of returns	Gross gain from sale of capital assets: Amount	Business or profession	Estate or trust	Other income	Certain interest: Number of returns	Certain interest: Amount	Deductions: Total: Number of returns	Deductions: Total: Amount	On income other than DISC dividends, certain interest and foreign oil-related income: Total: Number of returns	Total: Amount	Business or professional expenses	Rent and royalty expenses: Depreciation and depletion	Rent and royalty expenses: Repairs and other expenses	Other expenses directly allocable to specific income items
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
Taxable returns, total	**41,089**	**873,811**	**3,812**	**73,008**	**64,339**	**23,024**	**203,248**	**11,613**	**28,998**	**48,009**	**153,595**	**47,240**	**150,805**	**15,399**	**1,831**	**5,067**	**40,922**
Returns with per-country limitation	**18,289**	**280,980**	**1,534**	**18,937**	**37,803**	**4,765**	**108,334**	**8,171**	**16,897**	**20,772**	**56,173**	**20,141**	**54,650**	**10,759**	**866**	**2,187**	**11,646**
Returns with overall limitation	**22,800**	**592,831**	**2,278**	**54,071**	**26,536**	**18,259**	**94,915**	**3,442**	**12,101**	**27,237**	**97,422**	**27,099**	**96,155**	**4,640**	**965**	**2,880**	**29,276**
Under $10,000	3,550	16,730	*69	*16	*168	—	1,705	*2,172	*180	2,812	2,881	2,812	2,880	—	*451	*1,436	*338
Returns with per-country limitation	2,583	11,091	*35	*1	*162	—	*1,525	*2,135	*168	*144	*198	*144	*198	—	—	—	*(1)
Returns with overall limitation	967	5,639	*34	*15	*7	—	*180	*37	*12	2,668	2,683	2,668	2,683	—	*451	*1,436	*337
$10,000 under $20,000	12,151	146,438	*583	*257	*435	*11,430	29,030	1,548	3,192	10,767	21,530	10,508	21,132	*49	—	*86	9,260
Returns with per-country limitation	7,041	83,418	*259	*1	—	*148	24,479	*1,225	*2,840	6,012	11,363	5,753	10,974	—	—	*86	5,612
Returns with overall limitation	5,110	63,020	*324	*256	*435	*11,282	4,551	323	352	4,755	10,167	4,755	10,158	*49	—	—	3,648
$20,000 or more	25,388	710,643	3,160	72,735	63,736	11,595	172,513	7,893	25,626	34,430	129,184	33,920	126,793	15,350	1,380	3,545	31,324
Returns with per-country limitation	8,665	186,471	1,240	18,935	37,641	4,617	82,330	4,811	13,889	14,616	44,613	14,244	43,478	10,759	866	2,101	6,033
Returns with overall limitation	16,723	524,172	1,920	53,799	26,095	6,977	90,184	3,082	11,737	19,814	84,571	19,676	83,315	4,591	515	1,444	25,291
Nontaxable returns, total	**12,546**	**243,497**	**266**	**7,524**	**21,766**	**9,696**	**36,906**	**860**	**2,425**	**10,850**	**40,161**	**10,810**	**39,597**	**2,310**	**76**	**592**	**6,403**
Returns with per-country limitation	**6,730**	**124,949**	***56**	***2,909**	**10,787**	***8,980**	**33,234**	**700**	**2,220**	**7,415**	**22,123**	**7,375**	**21,602**	**1,262**	***37**	***485**	**4,088**
Returns with overall limitation	**5,816**	**118,548**	**210**	**4,615**	**10,979**	***716**	**3,672**	**160**	**205**	**3,435**	**18,039**	**3,435**	**17,995**	***1,049**	***39**	***107**	**2,314**
Under $10,000	2,258	17,472	—	—	*729	*8,980	12,250	*364	*55	4,522	3,596	4,522	3,596	*207	—	—	*144
Returns with per-country limitation	1,266	10,105	—	—	*729	*8980	*11,208	*364	*55	4,210	3,383	4,210	3,383	*207	—	—	*29
Returns with overall limitation	992	7,367	—	—	—	—	*1,042	—	—	*312	*213	*312	*213	—	—	—	*115
$10,000 under $20,000	6,722	98,813	*35	*383	*1,322	—	*20,328	*105	*88	3,671	21,184	3,671	21,173	—	*6	*23	3,202
Returns with per-country limitation	3,498	49,157	*35	*383	*853	—	*20,242	*105	*88	1,888	11,167	1,888	11,156	—	*6	*23	*2,019
Returns with overall limitation	3,224	49,656	—	—	*469	—	*86	—	—	1,783	10,017	1,783	10,017	—	—	—	*1,183
$20,000 or more	3,566	127,211	231	7,141	19,715	*716	4,328	391	2,281	2,657	15,381	2,617	14,828	2,104	70	*569	3,056
Returns with per-country limitation	1,966	65,686	*21	*2,526	9,205	*(1)	1,784	231	2,077	1,317	7,572	1,277	7,063	1,055	*31	*462	2,040
Returns with overall limitation	1,600	61,525	210	4,615	10,510	*716	2,543	160	205	1,340	7,808	1,340	7,765	*1,049	*39	*107	1,017

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued																
	Deductions—Continued				Taxable income (less loss)						Foreign taxes available for credit						
											Foreign taxes paid or accrued						
	On income other than DISC dividends, certain interest and foreign oil-related income—Continued		On certain interest		Total		Other than DISC dividends, certain interest and foreign oil-related income		Certain interest		Total		On income other than DISC dividends, certain interest and foreign oil-related income				
														Taxes withheld on dividends		Taxes withheld on rents and royalties	
	Expenses not directly allocable to specific income items	Gross capital loss and other losses from foreign sources	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount	Total	Number of returns	Amount	Number of returns	Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)
All returns, total	**109,167**	**8,636**	**3,103**	**3,215**	**210,725**	**1,661,700**	**203,400**	**1,632,456**	**12,439**	**28,207**	**208,617**	**439,515**	**433,888**	**99,537**	**39,813**	**4,415**	**3,982**
Returns with per country limitation	**41,542**	**3,381**	**1,162**	**2,039**	**111,565**	**672,878**	**104,742**	**655,222**	**8,871**	**17,078**	**111,103**	**170,552**	**167,025**	**48,702**	**13,370**	**1,293**	**1,487**
Returns with overall limitation	**67,625**	**5,255**	**1,941**	**1,176**	**99,160**	**988,821**	**98,658**	**977,233**	**3,568**	**11,130**	**97,514**	**268,963**	**266,863**	**50,835**	**26,444**	**3,122**	**2,495**
$1 under $5,000	*588	—	—	—	5,169	11,514	3,085	11,372	*2,084	*142	5,134	7,787	7,769	*228	*2	—	—
Returns with per-country limitation	*553	—	—	—	4,560	10,346	2,476	10,204	*2,084	*142	4,525	6,382	6,364	—	—	—	—
Returns with overall limitation	*35	—	—	—	609	1,168	609	1,168	—	—	609	1,405	1,405	*228	*2	—	—
$5,000 under $10,000	1,435	*1,878	*35	*1	18,942	48,414	18,897	48,321	*452	*93	18,839	16,171	16,124	6,561	653	*2,049	*490
Returns with per-country limitation	913	*1,878	—	—	13,533	34,775	13,488	34,694	*415	*82	13,533	9,646	9,599	*6,441	*645	—	—
Returns with overall limitation	522	—	*35	*1	5,409	13,638	5,409	13,627	*37	*12	5,306	6,525	6,525	*120	*8	*2,049	*490
$10,000 under $20,000	29,405	*273	541	409	40,976	288,899	39,855	286,028	1,653	2,871	40,836	73,648	73,191	13,138	2,161	*477	*121
Returns with per-country limitation	14,351	*33	*363	*400	23,956	167,052	22,835	164,523	1,330	2,528	23,886	36,149	35,708	6,167	513	*477	121
Returns with overall limitation	15,054	*240	*178	*9	17,020	121,847	17,020	121,504	323	343	16,950	37,499	37,482	6,971	1,648	—	—
$20,000 under $30,000	15,546	*26	348	30	35,178	240,220	34,879	238,474	1,009	1,746	34,791	58,743	58,432	15,915	5,872	*44	*73
Returns with per-country limitation	5,562	*10	*82	*8	20,512	105,870	20,213	104,570	622	1,300	20,403	25,010	24,716	8,048	630	—	—
Returns with overall limitation	9,983	*16	266	22	14,666	134,350	14,666	133,904	387	446	14,388	33,733	33,716	7,867	5,242	*44	*73
$30,000 under $50,000	18,168	166	597	27	54,365	405,716	52,316	401,986	3,020	3,730	53,478	109,291	108,724	29,515	8,781	*894	*655
Returns with per-country limitation	6,576	*26	127	4	24,357	141,980	22,462	138,979	2,140	3,000	24,324	36,615	36,167	13,825	5,782	*384	*347
Returns with overall limitation	11,592	139	470	24	30,008	263,736	29,854	263,007	880	729	29,154	72,675	72,557	15,690	2,999	*510	*308
$50,000 under $100,000	20,261	1,109	1,129	1,467	36,622	357,899	35,341	349,981	2,899	7,919	36,134	94,387	92,915	21,424	10,068	575	797
Returns with per-country limitation	5,444	424	419	1,002	16,360	106,495	15,337	101,620	1,630	4,876	16,184	27,271	26,195	9,145	2,339	264	453
Returns with overall limitation	14,817	685	710	466	20,262	251,404	20,004	248,361	1,269	3,043	19,950	67,116	66,720	12,279	7,729	311	344
$100,000 under $200,000	10,150	652	312	408	14,030	134,513	13,731	128,143	936	6,317	13,968	30,062	28,911	9,191	5,445	221	381
Returns with per-country limitation	5,035	240	99	43	6,065	45,153	5,819	42,798	450	2,302	6,030	11,549	11,128	3,669	1,789	111	186
Returns with overall limitation	5,115	412	213	365	7,965	89,360	7,912	85,345	486	4,015	7,938	18,513	17,783	5,522	3,656	110	194
$200,000 under $500,000	6,459	1,359	98	95	4,397	80,160	4,283	77,719	283	2,441	4,394	19,246	18,787	2,856	3,184	122	699
Returns with per-country limitation	1,074	*32	54	35	1,794	23,127	1,708	21,793	150	1,334	1,791	7,016	6,767	1,131	831	46	132
Returns with overall limitation	5,386	1,327	44	60	2,603	57,034	2,575	55,926	133	1,107	2,603	12,229	12,020	1,725	2,353	76	567
$500,000 under $1,000,000	2,414	1,149	33	120	734	36,310	707	33,779	73	1,548	732	10,258	9,521	505	2,204	21	319
Returns with per-country limitation	318	86	14	47	293	11,307	274	10,089	35	693	293	3,273	2,941	194	556	8	220
Returns with overall limitation	2,096	1,063	19	73	441	25,003	433	23,690	38	855	439	6,985	6,581	311	1,648	13	99
$1,000,000 or more	4,740	2,024	10	658	312	58,055	306	56,653	30	1,402	311	19,923	19,514	204	1,443	12	448
Returns with per-country limitation	1,715	652	4	501	135	26,774	130	25,952	15	822	134	7,641	7,440	82	284	3	28
Returns with overall limitation	3,025	1,373	6	157	177	31,281	176	30,701	15	580	177	12,282	12,074	122	1,158	9	420

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued: Deductions—Continued: On income other than DISC dividends, certain interest and foreign oil-related income—Continued: Expenses not directly allocable to specific income items	Deductions—Continued: On income other than DISC dividends, certain interest and foreign oil-related income—Continued: Gross capital loss and other losses from foreign sources	Deductions—Continued: On certain interest: Number of returns	Deductions—Continued: On certain interest: Amount	Taxable income (less loss): Total: Number of returns	Taxable income (less loss): Total: Amount	Taxable income (less loss): Other than DISC dividends, certain interest and foreign oil-related income: Number of returns	Taxable income (less loss): Other than DISC dividends, certain interest and foreign oil-related income: Amount	Taxable income (less loss): Certain interest: Number of returns	Taxable income (less loss): Certain interest: Amount	Foreign taxes available for credit: Foreign taxes paid or accrued: Total: Number of returns	Foreign taxes available for credit: Foreign taxes paid or accrued: Total: Amount	Foreign taxes paid or accrued: On income other than DISC dividends, certain interest and foreign oil-related income: Total	On income other than DISC dividends, certain interest and foreign oil-related income: Taxes withheld on dividends: Number of returns	Taxes withheld on dividends: Amount	Taxes withheld on rents and royalties: Number of returns	Taxes withheld on rents and royalties: Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)
Taxable returns, total	**81,022**	**6,565**	**2,938**	**2,652**	**192,659**	**1,366,892**	**185,375**	**1,339,509**	**11,579**	**26,347**	**190,635**	**334,206**	**329,020**	**98,112**	**36,504**	**4,318**	**3,500**
Returns with per-country limitation	**27,737**	**1,456**	**1,073**	**1,519**	**100,020**	**509,199**	**93,238**	**493,243**	**8,171**	**15,378**	**99,570**	**116,263**	**113,143**	**48,246**	**13,060**	**1,293**	**1,487**
Returns with overall limitation	**53,285**	**5,108**	**1,867**	**1,133**	**92,639**	**857,693**	**92,137**	**846,266**	**3,408**	**10,968**	**91,065**	**217,944**	**215,877**	**49,866**	**23,445**	**3,025**	**2,013**
Under $10,000	656	—	*35	*1	17,845	23,882	15,716	23,703	*2,172	*180	17,741	7,571	7,518	6,530	655	*2,049	*490
Returns with per-country limitation	*197	—	—	—	13,082	17,271	10,953	17,103	*2,135	*168	13,047	4,202	4,149	*6,182	*645	—	—
Returns with overall limitation	458	—	*35	*1	4,763	6,611	4,763	6,599	*37	*12	4,694	3,369	3,368	*348	*10	*2,049	*490
$10,000 under $20,000	11,463	*273	*506	*398	33,379	187,505	32,258	184,710	1,548	2,795	33,274	42,946	42,489	12,359	2,101	*477	*121
Returns with per-country limitation	5,244	*33	*328	*388	19,653	106,903	18,532	104,452	*1,225	*2,452	19,583	20,160	19,719	6,057	456	*477	*121
Returns with overall limitation	6,220	*240	*178	*9	13,726	80,601	13,726	80,258	323	343	13,691	22,786	22,769	6,302	1,645	—	—
$20,000 or more	68,903	6,291	2,397	2,253	141,435	1,155,505	137,401	1,131,096	7,859	23,372	139,620	283,689	279,014	79,223	33,749	1,792	2,890
Returns with per-country limitation	22,296	1,423	744	1,130	67,285	385,025	63,753	371,688	4,811	12,759	66,940	91,901	89,274	36,007	11,959	816	1,366
Returns with overall limitation	46,607	4,868	1,653	1,123	74,150	770,481	73,648	759,408	3,048	10,614	72,680	191,788	189,740	43,216	21,790	976	1,523
Nontaxable returns, total	**28,145**	**2,071**	**165**	**564**	**18,066**	**294,808**	**18,025**	**292,947**	**860**	**1,861**	**17,982**	**105,309**	**104,868**	**1,425**	**3,309**	***97**	***482**
Returns with per-country limitation	**13,806**	**1,925**	***90**	***520**	**11,545**	**163,679**	**11,504**	**161,980**	**700**	**1,700**	**11,533**	**54,290**	**53,882**	**456**	**310**	**—**	**—**
Returns with overall limitation	**14,340**	***147**	**75**	**43**	**6,521**	**131,129**	**6,521**	**130,967**	**160**	**161**	**6,449**	**51,019**	**50,986**	**969**	**2,999**	***97**	***482**
Under $10,000	1,367	*1,878	—	—	6,266	36,046	6,266	35,990	*364	*55	6,232	16,387	16,375	*259	*(1)	—	—
Returns with per-country limitation	1,269	*1,878	—	—	5,011	27,850	5,011	27,795	*364	*55	5,011	11,826	11,814	*259	*(1)	—	—
Returns with overall limitation	*98	—	—	—	1,255	8,196	1,255	8,196	—	—	1,221	4,561	4,561	—	—	—	—
$10,000 under $20,000	17,942	—	*35	*11	7,597	101,395	7,597	101,318	*105	*77	7,562	30,702	30,702	*779	*60	—	—
Returns with per-country limitation	9,108	—	*35	*11	4,303	60,149	4,303	60,072	*105	*77	4,303	15,989	15,989	*110	*57	—	—
Returns with overall limitation	8,834	—	—	—	3,294	41,246	3,294	41,246	—	—	3,259	14,713	14,713	*669	*3	—	—
$20,000 or more	8,836	193	130	552	4,203	157,367	4,162	155,638	391	1,729	4,188	58,220	57,790	387	3,249	*97	*482
Returns with per-country limitation	3,429	*47	*55	*509	2,231	75,681	2,190	74,113	231	1,568	2,219	26,475	26,079	87	253	—	—
Returns with overall limitation	5,407	*147	75	43	1,972	81,687	1,972	81,526	160	161	1,969	31,745	31,712	300	2,996	*97	*482

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued: Foreign taxes available for credit—Continued: Foreign taxes paid or accrued—Continued: On income other than DISC dividends, certain interest and foreign oil-related income—Continued: Other foreign taxes paid or accrued: Number of returns	Other foreign taxes paid or accrued: Amount	Foreign taxes paid or accrued—Continued: On certain interest	Reduction for certain foreign taxes	Carryover: Total: Number of returns	Carryover: Total: Amount	Carryover: On income other than DISC dividends, certain interest and foreign oil-related income: Number of returns	Carryover: On income other than DISC dividends, certain interest and foreign oil-related income: Amount	Carryover: On certain interest	Total foreign taxes: Total: Number of returns	Total foreign taxes: Total: Amount	Total foreign taxes: On income other than DISC dividends, certain interest and foreign oil-related income	Total foreign taxes: On certain interest	Foreign tax credit computed: Total	Foreign tax credit computed: For taxes on—Income other than DISC dividends, certain interest and foreign oil-related income	Foreign tax credit computed: For taxes on—Certain interest
	(67)	(68)	(69)	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)
All returns, total	**105,601**	**390,093**	**5,138**	***753**	**26,950**	**194,408**	**26,685**	**193,690**	**698**	**210,725**	**633,176**	**626,831**	**5,836**	**329,589**	**324,516**	**4,569**
Returns with per country limitation	**57,381**	**152,168**	**3,268**	***16**	**11,066**	**48,861**	**10,853**	**48,604**	**256**	**111,565**	**219,397**	**215,613**	**3,524**	**120,566**	**117,567**	**2,745**
Returns with overall limitation	**48,220**	**237,924**	**1,870**	***737**	**15,884**	**145,547**	**15,832**	**145,086**	**442**	**99,160**	**413,779**	**411,217**	**2,312**	**209,023**	**206,949**	**1,824**
$1 under $5,000	2,822	7,767	*18	—	*313	*1,829	*313	*1,829	—	5,169	9,616	9,598	*18	900	887	*13
Returns with per-country limitation	2,441	6,364	*18	—	*104	*453	*104	*453	—	4,560	6,835	6,817	*18	799	786	*13
Returns with overall limitation	381	1,402	—	—	*209	*1,376	*209	*1,376	—	609	2,781	2,781	—	101	101	—
$5,000 under $10,000	10,548	14,981	*47	—	4,626	6,365	4,626	6,315	*50	18,942	22,536	22,439	*97	4,420	4,414	*6
Returns with per-country limitation	7,340	8,954	*46	—	4,107	3,518	4,107	3,469	*49	13,533	13,164	13,068	*96	3,259	3,253	*5
Returns with overall limitation	3,208	6,027	*1	—	519	2,847	519	2,846	*1	5,409	9,372	9,371	*2	1,161	1,161	*(1)
$10,000 under $20,000	28,022	70,909	457	—	6,764	31,094	6,764	31,090	*4	40,976	104,741	104,280	461	36,687	36,351	336
Returns with per-country limitation	17,297	35,075	*440	—	3,082	8,875	3,082	8,875	—	23,956	45,023	44,583	*440	21,027	20,706	*321
Returns with overall limitation	10,725	35,834	*17	—	3,682	22,219	3,682	22,215	*4	17,020	59,718	59,697	*21	15,660	15,645	*15
$20,000 under $30,000	18,540	52,488	311	*30	4,437	34,308	4,396	34,008	*299	35,178	93,022	92,412	610	41,548	41,271	277
Returns with per-country limitation	12,057	24,087	293	—	875	7,719	840	7,644	*75	20,512	32,729	32,360	368	18,188	17,934	253
Returns with overall limitation	6,483	28,401	*17	*30	3,562	26,589	3,556	26,364	*225	14,666	60,293	60,052	242	23,360	23,337	*23
$30,000 under $50,000	23,976	99,288	567	—	5,893	56,411	5,868	56,368	43	54,365	165,703	165,093	610	81,112	80,555	558
Returns with per-country limitation	8,998	30,037	449	—	1,527	11,317	1,527	11,309	*9	24,357	47,933	47,475	458	26,361	25,910	451
Returns with overall limitation	14,978	69,250	118	—	4,366	45,093	4,341	45,059	34	30,008	117,770	117,618	152	54,752	54,645	107
$50,000 under $100,000	14,665	82,050	1,472	*524	4,099	45,515	3,915	45,341	174	36,622	139,380	137,734	1,646	84,805	83,579	1,226
Returns with per-country limitation	6,229	23,402	1,077	—	1,093	9,453	925	9,392	*61	16,360	36,725	35,587	1,138	22,484	21,687	796
Returns with overall limitation	8,436	58,648	395	*524	3,006	36,062	2,990	35,949	113	20,262	102,655	102,147	508	62,321	61,892	430
$100,000 under $200,000	5,004	23,085	1,139	*12	624	8,731	615	8,647	84	14,030	38,782	37,547	1,223	30,275	29,191	1,074
Returns with per-country limitation	2,264	9,153	409	—	206	2,899	199	2,843	*55	6,065	14,448	13,971	465	11,144	10,749	385
Returns with overall limitation	2,740	13,932	730	*12	418	5,833	416	5,804	29	7,965	24,334	23,575	758	19,131	18,442	689
$200,000 under $500,000	1,648	14,904	459	—	152	4,479	149	4,471	*7	4,397	23,725	23,259	466	18,367	17,922	445
Returns with per-country limitation	612	5,803	249	—	56	1,287	53	1,281	*7	1,794	8,304	8,048	256	6,323	6,086	237
Returns with overall limitation	1,036	9,100	209	—	96	3,192	96	3,191	1	2,603	15,421	15,211	210	12,045	11,836	208
$500,000 under $1,000,000	253	6,998	260	16	28	1,096	25	1,076	—	734	11,339	10,581	260	10,799	10,048	258
Returns with per-country limitation	90	2,164	84	16	9	176	9	176	—	293	3,434	3,101	84	3,276	2,950	83
Returns with overall limitation	163	4,833	176	—	19	920	16	899	—	441	7,905	7,480	176	7,523	7,099	175
$1,000,000 or more	123	17,623	409	171	14	4,581	14	4,545	36	312	24,333	23,888	445	20,675	20,297	378
Returns with per-country limitation	53	7,128	201	—	7	3,163	7	3,163	—	135	10,803	10,602	201	7,706	7,504	201
Returns with overall limitation	70	10,495	208	171	7	1,418	7	1,382	36	177	13,529	13,286	243	12,969	12,792	177

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 9.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Size of Adjusted Gross Income and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Size of adjusted gross income and credit-limitation method	Foreign income and taxes—Continued															
	Foreign taxes available for credit—Continued													Foreign tax credit computed		
	Foreign taxes paid or accrued—Continued			Reduction for certain foreign taxes	Carryover					Total foreign taxes				Total	For taxes on—	
	On income other than DISC dividends, certain interest and foreign oil-related income—Continued		On certain interest		Total		On income other than DISC dividends, certain interest and foreign oil-related income		On certain interest	Total		On income other than DISC dividends, certain interest and foreign oil-related income	On certain interest		Income other than DISC dividends, certain interest and foreign oil-related income	Certain interest
	Other foreign taxes paid or accrued															
	Number of returns	Amount			Number of returns	Amount	Number of returns	Amount		Number of returns	Amount					
	(67)	(68)	(69)	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)
Taxable returns, total	**88,013**	**289,016**	**4,697**	***753**	**22,102**	**154,056**	**21,847**	**153,452**	**584**	**192,659**	**487,514**	**481,724**	**5,281**	**274,530**	**269,665**	**4,361**
Returns with per-country limitation	**46,066**	**98,596**	**2,860**	***16**	**8,357**	**33,294**	**8,144**	**33,145**	**148**	**100,020**	**149,540**	**146,272**	**3,008**	**92,458**	**89,639**	**2,566**
Returns with overall limitation	**41,947**	**190,420**	**1,837**	***737**	**13,745**	**120,762**	**13,703**	**120,306**	**436**	**92,639**	**337,974**	**335,273**	**2,273**	**182,071**	**180,026**	**1,796**
Under $10,000	7,138	6,373	*54	—	2,674	2,941	2,674	2,940	*1	17,845	10,513	10,458	*54	2,567	2,552	*15
Returns with per-country limitation	4,770	3,504	*53	—	*2,222	*725	*2,222	*725	—	13,082	4,927	4,874	*53	1,957	1,942	*14
Returns with overall limitation	2,368	2,869	*1	—	452	2,216	452	2,215	*1	4,763	5,585	5,584	*2	610	610	*(1)
$10,000 under $20,000	20,570	40,267	457	—	5,707	18,156	5,707	18,153	*4	33,379	61,102	60,641	461	23,870	23,534	336
Returns with per-country limitation	13,104	19,143	*440	—	2,763	3,435	2,763	3,435	—	19,653	23,594	23,154	*440	14,152	13,831	*321
Returns with overall limitation	7,466	21,125	*17	—	2,944	14,721	2,944	14,718	*4	13,726	37,507	37,487	*21	9,718	9,704	*15
$20,000 or more	60,305	242,376	4,186	*753	13,721	132,958	13,466	132,359	580	141,435	415,900	410,625	4,766	248,093	243,579	4,011
Returns with per-country limitation	28,192	75,949	2,367	*16	3,372	29,134	3,159	28,985	148	67,285	121,019	118,244	2,515	76,350	73,866	2,230
Returns with overall limitation	32,113	166,426	1,820	*737	10,349	103,825	10,307	103,373	431	74,150	294,882	292,382	2,251	171,742	169,712	1,781
Nontaxable returns, total	**17,588**	**101,077**	**441**	**—**	**4,848**	**40,352**	**4,838**	**40,238**	**113**	**18,066**	**145,661**	**145,107**	**555**	**55,059**	**54,851**	**208**
Returns with per-country limitation	**11,315**	**53,572**	**408**	**—**	**2,709**	**15,567**	**2,709**	**15,459**	***108**	**11,545**	**69,857**	**69,341**	**516**	**28,107**	**27,927**	**180**
Returns with overall limitation	**6,273**	**47,505**	**33**	**—**	**2,139**	**24,785**	**2,129**	**24,779**	**6**	**6,521**	**75,804**	**75,765**	**39**	**26,952**	**26,923**	**29**
Under $10,000	6,232	16,375	*11	—	2,265	5,253	2,265	5,203	*49	6,266	21,639	21,579	*61	2,753	2,749	*4
Returns with per-country limitation	5,011	11,814	*11	—	*1,989	*3,246	*1,989	*3,197	*49	5,011	15,072	15,011	*61	2,101	2,097	*4
Returns with overall limitation	1,221	4,561	—	—	*276	*2,007	*276	*2,007	—	1,255	6,567	6,567	—	652	652	—
$10,000 under $20,000	7,452	30,642	—	—	1,057	12,937	1,057	12,937	—	7,597	43,639	43,639	—	12,817	12,817	—
Returns with per-country limitation	4,193	15,932	—	—	319	5,440	319	5,440	—	4,303	21,429	21,429	—	6,875	6,875	—
Returns with overall limitation	3,259	14,710	—	—	738	7,497	738	7,497	—	3,294	22,211	22,211	—	5,942	5,942	—
$20,000 or more	3,904	54,060	430	—	1,526	22,162	1,516	22,098	64	4,203	80,382	79,888	494	39,490	39,285	205
Returns with per-country limitation	2,111	25,826	396	—	401	6,881	401	6,822	*59	2,231	33,356	32,901	455	19,131	18,955	176
Returns with overall limitation	1,793	28,234	33	—	1,125	15,281	1,115	15,275	6	1,972	47,026	46,987	39	20,359	20,330	29

*Estimate should be used with caution because of the small number of sample returns on which it was based.

(1) Less than $500 per return.

NOTE: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 10.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Percent of Taxable Foreign Income to Total Taxable Income

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Percent of taxable foreign income to total taxable income	Number of returns	Income and taxes from all sources: Adjusted gross income: Total	Salaries and wages	Business or profession: Net profit	Business or profession: Net loss	Sales of capital assets: Net gain	Sales of capital assets: Net loss	Dividends: Before exclusion	Dividends: In adjusted gross income	Royalty: Net income	Royalty: Net loss	Estate or trust: Total profit	Estate or trust: Total loss	All other sources net income less loss	Total deductions	Exemptions: Number	Exemptions: Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
All returns, total	**210,725**	**10,701,592**	**4,435,314**	**726,338**	**87,257**	**769,923**	**50,862**	**2,634,114**	**2,610,763**	**108,189**	**6,169**	**256,307**	**8,188**	**2,138,423**	**2,318,596**	**663,733**	**497,749**
Under 20 percent	131,060	8,276,945	2,916,801	622,998	61,846	630,881	40,162	2,300,472	2,282,697	93,626	6,069	195,661	7,320	1,768,500	1,877,852	414,961	311,220
20 percent under 40 percent	13,882	525,502	209,473	33,411	5,123	41,437	2,896	115,171	114,164	4,199	*3	12,276	662	128,329	124,551	36,110	27,083
40 percent under 60 percent	7,563	260,123	128,865	6,728	4,042	21,089	968	60,140	59,339	5,123	*64	2,812	25	49,087	60,191	23,074	17,306
60 percent under 80 percent	8,942	340,264	210,839	14,944	3,498	8,769	2,284	53,243	52,238	1,269	*17	8,259	—	65,929	58,952	31,398	23,549
80 percent under 100 percent	9,799	411,261	280,819	18,127	1,452	16,005	1,911	43,292	42,328	1,296	*4	8,411	11	58,745	45,972	29,825	22,369
100 percent or more	39,472	886,544	688,238	30,131	11,295	51,237	2,641	61,769	59,972	2,676	*11	28,836	170	67,743	151,027	128,343	96,207
No percent computed	*7	*953	*278	—	—	*506	—	*27	*25	—	—	*53	—	*90	*52	*22	*17
Taxable returns, total	**192,659**	**10,377,303**	**4,163,615**	**714,553**	**79,219**	**764,867**	**49,529**	**2,612,448**	**2,589,512**	**107,156**	**6,146**	**244,778**	**8,073**	**2,114,585**	**2,254,706**	**609,673**	**457,224**
Under 20 percent	130,925	8,268,491	2,909,602	622,399	61,779	630,588	40,156	2,297,695	2,279,939	93,580	6,057	195,541	7,320	1,770,968	1,874,304	414,539	310,903
20 percent under 40 percent	13,874	524,806	208,435	33,261	5,041	41,432	2,892	114,728	113,721	4,199	*3	12,258	*662	129,197	124,114	36,083	27,062
40 percent under 60 percent	7,561	260,023	128,816	6,728	4,042	21,089	968	60,139	59,339	5,123	*64	2,812	*25	49,031	60,191	23,066	17,300
60 percent under 80 percent	8,888	338,202	209,346	14,944	3,498	8,648	2,264	51,968	50,965	1,269	*17	8,250	—	66,691	58,363	31,189	23,392
80 percent under 100 percent	9,718	407,159	278,033	17,024	1,452	15,983	1,903	42,637	41,680	1,296	*4	8,410	*11	59,127	45,392	29,494	22,121
100 percent or more	21,686	577,669	429,105	20,195	3,407	46,622	1,346	45,255	43,842	1,689	—	17,454	*56	39,480	92,290	75,280	56.431
No percent computed	*7	*953	*278	—	—	*506	—	*27	*25	—	—	*53	—	*90	*52	*22	*17
Nontaxable returns, total	**18,066**	**324,290**	**271,699**	**11,786**	**8,038**	**5,056**	**1,333**	**21,667**	**21,252**	**1,034**	***23**	**11,530**	**114**	**23,838**	**63,890**	**54,060**	**40,524**
Under 20 percent	135	8,455	7,200	*598	*68	*293	*6	2,777	2,758	*46	*12	*120	—	—2,468	3,548	422	317
20 percent under 60 percent	*10	*798	*1,087	*150	*82	*5	*4	*444	*443	—	—	*18	—	*—813	*437	*35	*26
60 percent under 80 percent	*54	*2,062	*1,493	—	—	*121	*20	*1,276	*1,272	—	—	*9	—	*—762	*589	*209	*157
80 percent under 100 percent	81	4,102	2,786	*1,102	—	*22	*8	*656	*649	—	—	*(1)	—	—382	580	331	248
100 percent or more	17,786	308,874	259,133	9,935	7,887	4,615	1,295	16,514	16,130	987	*11	11,382	114	28,264	58,737	53,063	39,776
No percent computed	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

Percent of taxable foreign income to total taxable income	Income and taxes from all sources—Continued: Taxable income	U.S. income tax before credits	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Other credits	U.S. income tax after credits	Additional tax for tax preferences	Total U.S. income tax	Foreign income and taxes: Gross income: Total: Number of returns	Gross income: Total: Amount	Other than DISC dividends, certain interest and foreign oil-related income: Total	Dividends: Number of returns	Dividends: Amount	Rents and royalties: Number of returns	Rents and royalties: Amount
	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)
All returns, total	**7,885,244**	**3,052,630**	**3,039,241**	**328,927**	**51,859**	**2,671,845**	**18,606**	**2,690,451**	**210,725**	**1,855,461**	**1,822,863**	**102,785**	**231,950**	**6,894**	**34,095**
Under 20 percent	6,087,873	2,479,714	2,471,441	27,755	41,339	2,410,620	13,633	2,424,253	131,060	180,939	171,208	86,610	85,744	2,186	8,181
20 percent under 40 percent	373,869	126,629	125,614	19,785	2,570	104,275	1,384	105,659	13,882	120,182	115,079	5,996	33,257	793	7,037
40 percent under 60 percent	182,627	62,090	61,588	18,971	1,678	41,440	580	42,020	7,563	108,577	105,013	1,816	21,773	2,158	4,704
60 percent under 80 percent	257,763	79,290	78,710	37,179	1,165	40,947	*230	41,176	8,942	205,515	201,721	2,959	27,799	62	3,317
80 percent under 100 percent	342,920	118,950	118,430	79,013	1,274	38,663	251	38,914	9,799	341,762	339,354	2,832	31,224	164	3,832
100 percent or more	639,308	185,377	182,878	146,223	3,831	35,323	2,527	37,850	39,472	898,025	890,066	2,565	32,111	1,531	7,024
No percent computed	*884	*580	*580	*1	*1	*578	—	*578	*7	*461	*423	*7	*41	—	—
Taxable returns, total	**7,665,369**	**2,994,994**	**2,982,525**	**274,270**	**48,880**	**2,671,845**	**18,606**	**2,690,451**	**192,659**	**1,520,493**	**1,490,320**	**101,095**	**222,559**	**5,780**	**30,330**
Under 20 percent	6,083,283	2,478,273	2,470,010	27,694	39,959	2,410,620	13,633	2,424,253	130,925	180,763	171,032	86,512	85,657	2,186	8,181
20 percent under 40 percent	373,629	126,564	125,550	19,769	2,521	104,275	1,384	105,659	13,874	120,103	114,999	5,992	33,235	793	7037
40 percent under 60 percent	182,532	62,059	61,557	18,940	1,678	41,440	580	42,020	7,561	108,527	104,964	1,816	21,773	2,158	4,704
60 percent under 80 percent	256,447	78,946	78,371	36,916	1,083	40,947	*230	41,176	8,888	204.500	200,705	2,952	27,763	62	3,317
80 percent under 100 percent	339,646	117,888	117,350	77,980	1,244	38,663	251	38,914	9,718	337,190	334,783	2,829	30,716	164	3,832
100 percent or more	428,948	130,685	129,107	92,969	2,393	35,323	2,527	37,850	21,686	568,949	563,413	987	23,374	417	3,260
No percent computed	*884	*580	*580	*1	*1	*578	—	*578	*7	*461	*423	*7	*41	—	—
Nontaxable returns, total	**219,874**	**57,636**	**56,716**	**54,657**	**2,979**	**—**	**—**	**—**	**18,066**	**334,968**	**332,544**	**1,690**	**9,391**	**1,114**	**3,764**
Under 20 percent	4,590	1,441	1,431	61	1,380	—	—	—	135	176	176	98	88	—	—
20 percent under 60 percent	*334	*96	*95	*47	*49	—	—	—	*10	*128	*128	*4	22	—	—
60 percent under 80 percent	*1,316	*344	*339	*263	*81	—	—	—	*54	*1,016	*1,016	*7	*36	—	—
80 percent under 100 percent	3,274	1,062	1,080	1,032	30	—	—	—	81	4,572	4,571	*3	*508	—	—
100 percent or more	210,360	54,692	53,770	53,253	1,438	—	—	—	17,786	329,076	326,653	1,578	8,737	1,114	3,764
No percent computed	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 10.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Percent of Taxable Foreign Income to Total Taxable Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Percent of taxable foreign income to total taxable income	Foreign income and taxes—Continued: Gross income—Continued: Other than DISC dividends, certain interest and foreign oil-related income—Continued: Salaries and wages: Number of returns	Salaries and wages: Amount	Gross gain from sale of capital assets: Number of returns	Gross gain from sale of capital assets: Amount	Business or profession	Estate or trust	Other income	Certain interest: Number of returns	Certain interest: Amount	Deductions: Total: Number of returns	Deductions: Total: Amount	On income other than DISC dividends, certain interest and foreign oil-related income: Total: Number of returns	Total: Amount	Business or professional expenses	Rent and royalty expenses: Depreciation and depletion	Rent and royalty expenses: Repairs and other expenses	Other expenses directly allocable to specific income items
	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)	(42)	(43)	(44)	(45)	(46)	(47)	(48)	(49)
All returns, total	**53,635**	**1,117,308**	**4,078**	**80,532**	**86,105**	**32,720**	**240,154**	**12,473**	**31,423**	**58,859**	**193,756**	**58,050**	**190,403**	**17,709**	**1,907**	**5,659**	**47,324**
Under 20 percent	4,048	11,917	2,445	4,182	8,152	2,858	50,174	8,032	9,684	16,854	15,682	16,433	15,412	2,871	633	1,975	1,722
20 percent under 40 percent	2,339	27,728	219	2,287	*784	*1,020	42,967	1,013	5,096	3,129	13,751	2,833	13,174	*417	*285	*464	3,450
40 percent under 60 percent	3,212	53,950	264	4,392	*3,137	*501	16,555	325	3,564	4,964	15,572	4,962	14,827	*94	*514	*1,589	2,302
60 percent under 80 percent	5,727	130,620	207	3,805	8,845	*38	27,298	362	3,203	3,744	22,588	3,743	21,753	1,234	*41	*183	10,017
80 percent under 100 percent	6,814	240,216	254	12,204	16,548	*3,920	31,409	646	2,408	6,741	29,481	6,730	29,421	3,101	206	222	8,673
100 percent or more	31,489	652,689	683	53,552	48,639	24,384	71,668	2,088	7,430	23,420	96,070	23,342	95,204	9,992	227	1,227	21,154
No percent computed	*6	*188	*6	*110	—	—	*84	*7	*38	*7	*612	*7	*611	—	—	—	*6
Taxable returns, total	**41,089**	**873,811**	**3,812**	**73,008**	**64,339**	**23,024**	**203,248**	**11,613**	**28,998**	**48,009**	**153,595**	**47,240**	**150,805**	**15,399**	**1,831**	**5,067**	**40,922**
Under 20 percent	4,014	11,833	2,445	4,182	8,152	2,858	50,170	8,032	9,684	16,848	15,681	16,427	15,411	2,871	633	1,975	1,722
20 percent under 40 percent	2,339	27,728	215	2,286	*740	*1,020	42,954	1,013	5,096	3,125	13,743	2,829	13,165	*417	*285	*464	3,450
40 percent under 60 percent	3,210	53,901	264	4,392	*3,137	*501	16,555	325	3,564	4,962	15,566	4,960	14,822	*94	*514	*1,589	2,297
60 percent under 80 percent	5,716	130,237	207	3,805	8,845	*29	26,710	362	3,203	3,737	22,578	3,736	21,743	1,234	*41	*183	10,017
80 percent under 100 percent	6,744	237,975	254	12,204	14,729	*3,920	31,406	642	2,407	6,679	28,704	6,668	28,644	2,549	206	222	8,673
100 percent or more	19,060	411,949	421	46,029	28,736	*14,697	35,369	1,232	5,006	12,651	56,711	12,613	56,409	8,234	152	635	14,757
No percent computed	*6	*188	*6	*110	—	—	*84	*7	*38	*7	*612	*7	*611	—	—	—	*6
Nontaxable returns, total	**12,546**	**243,497**	**266**	**7,524**	**21,766**	**9,696**	**36,906**	**860**	**2,425**	**10,850**	**40,161**	**10,810**	**39,597**	**2,310**	**76**	**592**	**6,403**
Under 20 percent	**36	**133	—	—	—	—	*4	—	—	*6	*1	*6	*1	—	—	—	—
20 percent under 60 percent	**	**	*4	*1	*44	—	*12	—	—	*6	*13	*6	*13	—	—	—	*5
60 percent under 80 percent	*11	*383	—	—	—	*9	*588	—	—	*7	*10	*7	*10	—	—	—	—
80 percent under 100 percent	70	2,240	—	—	*1,819	—	*3	*4	*1	*62	*777	*62	*777	*553	—	—	—
100 percent or more	12,429	240,740	262	7,523	19,903	*9,687	36,298	856	2,424	10,769	39,359	10,729	38,795	1,758	76	592	6,397
No percent computed	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

Percent of taxable foreign income to total taxable income	Foreign income and taxes—Continued: Deductions—Continued: On income other than DISC dividends certain interest and foreign oil-related income—Continued: Expenses not directly allocable to specific income items	Gross capital loss and other losses from foreign sources	On certain interest: Number of returns	On certain interest: Amount	Taxable income (less loss): Total: Number of returns	Total: Amount	Other than DISC dividends, certain interest and foreign oil-related income: Number of returns	Other than DISC dividends, certain interest and foreign oil-related income: Amount	Certain interest: Number of returns	Certain interest: Amount	Foreign taxes available for credit: Foreign taxes paid or accrued: Total: Number of returns	Total: Amount	On income other than DISC dividends, certain interest and foreign oil-related income: Total	Taxes withheld on dividends: Number of returns	Taxes withheld on dividends: Amount	Taxes withheld on rents and royalties: Number of returns	Taxes withheld on rents and royalties: Amount
	(50)	(51)	(52)	(53)	(54)	(55)	(56)	(57)	(58)	(59)	(60)	(61)	(62)	(63)	(64)	(65)	(66)
All returns, total	**109,167**	**8,636**	**3,103**	**3,215**	**210,725**	**1,661,700**	**203,400**	**1,632,456**	**12,439**	**28,207**	**208,617**	**439,515**	**433,888**	**99,537**	**39,813**	**4,415**	**3,982**
Under 20 percent	7,393	818	824	270	131,060	165,256	124,609	155,796	8,032	9,414	129,875	28,845	27,217	85,298	12,416	1,451	544
20 percent under 40 percent	8,386	*172	426	577	13,882	106,430	13,157	101,904	1,013	4,519	13,812	24,466	23,726	5,905	5,137	589	984
40 percent under 60 percent	9,681	*648	225	745	7,563	93,004	7,542	90,185	325	2,819	7,319	21,119	20,493	1,735	3,465	*2,119	*675
60 percent under 80 percent	9,667	611	231	701	8,942	182,927	8,941	179,966	362	2,502	8,829	42,344	41,602	2,809	5,909	*7	*393
80 percent under 100 percent	16,713	506	506	60	9,799	312,280	9,757	309,932	646	2,348	9,697	94,782	94,399	1,865	6,258	*48	*537
100 percent or more	57,234	5,370	884	862	39,472	801,954	39,387	794,860	2,054	6,569	39,078	227,802	226,293	1,918	6,622	201	849
No percent computed	*93	*512	*7	*1	*7	*—151	*7	*—188	*7	*37	*7	*158	*157	*7	*7	—	—
Taxable returns, total	**81,022**	**6,565**	**2,938**	**2,652**	**192,659**	**1,366,892**	**185,375**	**1,339,509**	**11,579**	**26,347**	**190,635**	**334,206**	**329,020**	**98,112**	**36,504**	**4,318**	**3,500**
Under 20 percent	7,392	818	824	270	130,925	165,081	124,474	155,621	8,032	9,414	129,740	28,751	27,124	85,200	12,403	1,451	544
20 percent under 40 percent	8,378	*172	426	577	13,874	106,360	13,149	101,834	1,013	4,519	13,804	24,255	23,515	5,901	5,134	589	984
40 percent under 60 percent	9,680	*648	225	745	7,561	92,960	7,540	90,141	325	2,819	7,317	21,085	20,460	1,735	3,465	*2,119	*675
60 percent under 80 percent	9,658	611	231	701	8,888	181,921	8,887	178,961	362	2,502	8,775	41,945	41,204	2,802	5,904	*7	*393
80 percent under 100 percent	16,489	506	506	60	9,718	308,486	9,676	306,138	642	2,347	9,616	93,245	92,862	1,862	6,085	*48	*537
100 percent or more	29,333	3,298	719	298	21,686	512,236	21,642	507,002	1,198	4,709	21,376	124,768	123,699	605	3,508	104	367
No percent computed	*93	*512	*7	*1	*7	*—151	*7	*—188	*7	*37	*7	*158	*157	*7	*7	—	—
Nontaxable returns, total	**28,145**	**2,071**	**165**	**564**	**18,066**	**294,808**	**18,025**	**292,947**	**860**	**1,861**	**17,982**	**105,309**	**104,868**	**1,425**	**3,309**	***97**	***482**
Under 20 percent	*1	—	—	—	135	175	135	175	—	—	135	94	94	98	13	—	—
20 percent under 60 percent	*8	—	—	—	*10	*115	*10	*115	—	—	*10	*245	*245	*4	*3		
60 percent under 80 percent	*10	—	—	—	*54	*1,006	*54	*1,006	—	—	*54	*399	*399	*7	*5	—	—
80 percent under 100 percent	*225	—	—	—	81	3,795	81	3,794	*4	*1	81	1,537	1,537	*3	*173	—	—
100 percent or more	27,901	2,071	165	564	17,786	289,718	17,745	287,858	856	1,860	17,702	103,035	102,594	1,313	3,114	*97	*482
No percent computed	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 10.—Sources of Income, Deductions and Tax Items, and Foreign Income, Taxes and Credit, by Percent of Taxable Foreign Income to Total Taxable Income—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Percent of taxable foreign income to total taxable income	Foreign income and taxes—Continued: Foreign taxes available for credit—Continued: Foreign taxes paid or accrued—Continued: On income other than DISC dividends, certain interest and foreign oil-related income—Continued: Other foreign taxes paid or accrued: Number of returns	Other foreign taxes paid or accrued: Amount	Foreign taxes paid or accrued—Continued: On certain interest	Reduction for certain foreign taxes	Carryover: Total: Number of returns	Carryover: Total: Amount	Carryover: On income other than DISC dividends, certain interest and foreign oil-related income: Number of returns	Carryover: On income other than DISC dividends, certain interest and foreign oil-related income: Amount	Carryover: On certain interest	Total foreign taxes: Total: Number of returns	Total foreign taxes: Total: Amount	Total foreign taxes: On income other than DISC dividends, certain interest and foreign oil-related income	Total foreign taxes: On certain interest	Foreign tax credit computed: Total	Foreign tax credit computed: For taxes on—: Income other than DISC dividends, certain interest and foreign oil-related income	Foreign tax credit computed: For taxes on—: Certain interest
	(67)	(68)	(69)	(70)	(71)	(72)	(73)	(74)	(75)	(76)	(77)	(78)	(79)	(80)	(81)	(82)
All returns, total	**105,601**	**390,093**	**5,138**	***753**	**26,950**	**194,408**	**26,685**	**193,690**	**698**	**210,725**	**633,176**	**626,831**	**5,836**	**329,589**	**324,516**	**4,569**
Under 20 percent	40,544	14,258	1,620	*25	6,130	10,287	5,963	10,214	72	131,060	39,108	37,408	1,692	27,803	26,177	1,618
20 percent under 40 percent	7,809	17,605	736	*3	472	3,391	472	3,391	—	13,882	27,853	27,114	736	19,800	19,168	630
40 percent under 60 percent	3,840	16,353	626	*511	2,162	11,422	2,161	11,318	*104	7,563	32,031	31,301	730	19,008	18,367	641
60 percent under 80 percent	6,929	35,301	512	*12	1,358	17,289	1,316	17,035	*234	8,942	59,621	58,626	746	37,179	36,477	452
80 percent under 100 percent	8,074	87,603	383	—	4,861	41,907	4,852	41,871	36	9,799	136,690	136,272	419	79,117	78,746	371
100 percent or more	38,398	218,822	1,262	*201	11,961	109,578	11,915	109,329	250	39,472	337,181	335,422	1,511	146,680	145,580	856
No percent computed	*7	*150	*1	—	*6	*533	*6	*532	*1	*7	*691	*689	*2	*1	—	*1
Taxable returns, total	**88,013**	**289,016**	**4,697**	***753**	**22,102**	**154,056**	**21,847**	**153,452**	**584**	**192,659**	**487,514**	**481,724**	**5,281**	**274,530**	**269,665**	**4,361**
Under 20 percent	40,507	14,177	1,620	*25	6,128	10,286	5,961	10,214	72	130,925	39,014	37,313	1,692	27,742	26,116	1,618
20 percent under 40 percent	7,805	17,397	736	*3	471	3,389	471	3,389	—	13,874	27,641	26,901	736	19,784	19,152	630
40 percent under 60 percent	3,838	16,320	626	*511	2,162	11,422	2,161	11,318	*104	7,561	31,997	31,267	730	18,977	18,336	641
60 percent under 80 percent	6,882	34,907	512	*12	1,323	16,685	1,281	16,431	*234	8,888	58,618	57,623	746	36,916	36,214	452
80 percent under 100 percent	7,996	86,240	382	—	4,830	41,412	4,821	41,376	36	9,718	134,658	134,240	418	78,083	77,712	371
100 percent or more	20,978	119,824	821	*201	7,182	70,329	7,146	70,192	137	21,686	194,896	193,691	957	93,028	92,135	649
No percent computed	*7	*150	*1	—	*6	*533	*6	*532	*1	*7	*691	*689	*2	*1	—	*1
Nontaxable returns, total	**17,588**	**101,077**	**441**	—	**4,848**	**40,352**	**4,838**	**40,238**	**113**	**18,066**	**145,661**	**145,107**	**555**	**55,059**	**54,851**	**208**
Under 20 percent	*37	*80	—	—	**3	**3	**3	**3	—	135	94	94	—	61	61	—
20 percent under 60 percent	*6	*242	—	—	**	**	**	**	—	*10	*247	*247	—	*48	*48	—
60 percent under 80 percent	*47	*393	—	—	*35	*604	*35	*604	—	*54	*1,003	*1,003	—	*263	*263	—
80 percent under 100 percent	78	1,363	*(1)	—	*31	*495	*31	*495	*(1)	81	2,032	2,032	*1	1,034	1,034	*(1)
100 percent or more	17,420	98,997	441	—	4,779	39,250	4,769	39,137	113	17,786	142,285	141,731	554	53,653	53,445	208
No percent computed	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

*Estimate should be used with caution because of the small number of sample returns on which it was based.

**Identifies (a) size for which data were deleted because of the small number of sample returns on which they were based and (b) combined frequencies or amounts that include the data deleted from another size class.

[1]Less than $500 per return.

Note: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED
Table 11.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from all sources										Coefficient of variation for amount (Percent)[1]	
	Number of returns	Adjusted gross income	Taxable income	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Gross income from foreign sources	Deductions	Taxable income less loss from foreign sources	Foreign taxes paid or accrued	Carryover	Adjusted gross income	Foreign tax credit claimed
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(a)	(b)
All geographic areas[2]	**210,725**	**10,701,592**	**7,885,244**	**3,039,241**	**328,927**	**1,855,466**	**193,757**	**1,661,700**	**439,515**	**194,408**	**2.21**	**3.34**
Canada	**88,013**	**4,888,147**	**3,571,705**	**1,478,458**	**73,371**	**455,558**	**51,628**	**403,927**	**103,059**	**29,995**	**3.22**	**7.12**
Latin America, total	**16,780**	**699,399**	**536,154**	**195,079**	**47,104**	**269,674**	**27,079**	**242,594**	**61,155**	**32,656**	**8.03**	**8.34**
Mexico	9,604	366,995	274,199	97,929	18,564	102,003	6,607	95,396	24,375	9,713	12.32	18.32
Central America, total	901	75,778	60,894	27,456	1,665	11,968	660	11,307	1,798	*837	13.91	19.20
Guatemala	86	3,762	2,958	1,202	395	2,221	*19	2,202	385	*10	24.95	20.33
Panama (excluding Canal Zone)	628	60,201	48,881	22,751	827	5,478	553	4,925	960	*408	15.85	29.91
Caribbean countries, total	498	25,406	17,673	6,860	1,727	10,678	818	9,860	2,582	2,679	19.36	18.48
Jamaica	149	11,076	8,180	3,579	804	3,464	383	3,082	1,497	*462	18.96	24.56
Trinidad and Tobago	90	4,235	3,426	1,491	567	3,016	*31	2,984	809	*1,629	37.48	34.23
South America, total	6,676	297,386	236,744	84,651	27,945	159,905	20,277	139,628	35,051	20,463	11.15	7.97
Argentina	208	10,431	7,166	2,277	946	4,967	567	4,400	615	*3,126	40.03	39.39
Brazil	2,039	94,335	78,230	28,117	13,337	64,959	7,316	57,643	16,660	6,257	8.11	9.59
Colombia	593	17,820	13,820	4,601	1,006	8,063	1,068	6,995	2,125	1,659	33.76	26.83
Ecuador	170	5,504	4,587	1,538	963	4,083	*235	3,848	1,781	*1,155	31.37	26.07
Peru	875	32,653	21,169	7,603	2,782	20,292	3,929	16,363	5,942	715	22.04	35.88
Venezuela	2,743	134,651	109,781	39,517	8,524	55,794	7,288	48,505	7,654	5,554	22.71	16.52
Other Western Hemisphere, total	**261**	**20,034**	**12,655**	**5,297**	**1,625**	**9,764**	**2,104**	**7,660**	**2,318**	**1,961**	**17.85**	**17.77**
Netherlands Antilles	118	8,030	6,032	2,298	615	2,843	163	2,680	1,223	*1,440	36.58	25.66
Europe, total	**50,531**	**2,935,473**	**2,153,623**	**852,711**	**129,383**	**652,410**	**75,644**	**576,764**	**167,432**	**71,710**	**3.94**	**3.72**
Common Market countries, total	39,214	2,310,278	1,700,992	676,520	108,850	550,960	64,898	486,060	141,342	58,523	4.21	4.23
Belgium	2,807	167,915	131,487	48,174	19,324	81,424	6,320	75,104	25,760	12,431	8.40	7.02
Denmark	141	6,636	5,362	2,041	915	3,550	350	3,200	1,215	465	28.88	22.18
France (including Andorra)	3,309	251,950	191,904	78,657	24,972	114,426	16,302	98,123	26,653	10,334	12.11	10.36
Ireland	72	4,610	3,658	1,478	325	2,086	*374	1,713	289	*105	22.48	22.81
Italy (including San Marino)	1,753	140,785	95,904	39,526	4,159	23,674	3,255	20,418	5,343	2,068	18.84	13.90
Luxembourg	220	10,053	8,049	2,659	1,772	8,321	749	7,572	2,851	3,324	24.75	29.51
Netherlands	16,493	1,225,459	901,291	378,757	14,998	92,988	10,488	82,500	18,123	6,333	5.49	7.99
United Kingdom	14,475	713,682	501,965	195,169	41,438	227,928	33,153	194,773	53,621	13,815	8.22	7.35
West Germany	4,010	249,997	189,182	75,419	25,499	103,793	14,434	89,359	35,195	19,758	7.56	7.67
Other West European countries, total	13,553	828,906	597,544	237,215	30,648	157,481	23,128	134,353	37,678	19,609	8.57	5.58
Austria	2,912	59,269	40,870	13,378	2,355	13,832	2,913	10,919	3,161	3,910	55.19	24.95
Greece	78	5,778	4,909	2,121	601	3,223	1,006	2,216	676	*621	17.58	21.92
Norway	192	6,764	5,255	1,655	1,220	5,315	403	4,912	2,480	1,064	24.36	18.38
Portugal	146	9,080	7,062	3,011	535	2,774	522	2,253	801	*358	46.99	25.70
Spain	1,192	91,210	69,031	26,963	6,145	28,421	5,372	23,048	6,586	1,802	13.14	7.03
Sweden	199	18,431	12,212	5,527	1,642	7,097	1,042	6,055	3,070	1,354	17.82	19.43
Switzerland	8,873	658,828	474,369	193,278	21,644	107,794	14,512	93,282	24,496	10,690	9.37	6.95
East European countries	61	4,451	3,351	1,506	178	1,060	*162	898	268	—	30.96	67.52
Africa, total	**33,015**	**1,725,465**	**1,280,355**	**477,199**	**35,241**	**218,189**	**16,966**	**201,221**	**42,106**	**17,804**	**5.63**	**12.00**
North Africa, total	1,292	48,721	32,872	9,540	6,023	30,267	1,658	28,609	10,214	7,115	16.38	14.31
Egypt	148	4,212	3,719	1,005	857	4,020	*249	3,772	1,380	*236	36.35	29.54
Libya	994	42,400	27,646	8,189	4,962	24,310	1,324	22,986	8,333	6,831	18.32	16.50
East Africa	154	3,234	2,727	666	500	3,350	*166	3,184	*368	*699	43.20	48.61
West and Central African countries, total	1,544	63,244	45,624	14,641	5,803	33,594	5,924	27,670	7,519	7,378	21.55	25.22
Liberia	173	10,923	6,993	2,737	417	2,263	*321	1,941	698	*18	36.19	28.14
Nigeria	543	19,858	15,959	4,873	2,602	12,930	1,759	11,171	3,517	5,282	21.62	20.97
Southern Africa, total	29,406	1,584,812	1,174,812	444,720	23,515	154,172	9,845	144,326	24,750	2,930	5.81	16.47
South Africa (including South-West Africa)	28,830	1,561,055	1,156,484	438,257	22,986	151,025	9,725	141,298	24,192	2,930	5.87	16.79
Asia, total	**23,086**	**1,401,189**	**1,012,382**	**401,760**	**63,956**	**332,986**	**37,485**	**295,500**	**83,945**	**51,496**	**4.64**	**3.28**
Middle East, total	10,371	563,155	400,185	149,285	17,899	98,467	12,563	85,903	24,913	22,658	8.71	6.37
Iran	1,740	53,570	43,245	12,194	6,871	35,279	3,837	31,441	11,670	2,835	21.98	11.87
Israel	6,100	446,656	307,242	122,671	2,830	13,918	2,030	11,888	2,570	1,071	10.57	13.26
Lebanon	80	2,745	2,370	678	417	3,080	*389	2,691	575	*494	36.09	41.29
Saudi Arabia	2,282	55,420	43,532	12,769	7,109	40,852	4,915	35,937	9,982	17,439	10.41	7.89
Southern and Southeastern Asia, total	5,361	301,802	225,487	88,545	28,808	136,025	13,216	122,809	40,397	17,624	6.72	5.31
Indonesia	2,055	88,933	64,577	24,644	14,406	50,449	2,849	47,600	20,029	4,156	13.66	7.30
Malaysia	351	10,723	9,111	2,854	1,929	9,094	492	8,602	2,585	2,220	19.82	18.51
Philippines	1,664	139,919	103,096	44,349	5,582	40,170	6,483	33,687	8,183	5,951	10.12	12.29
Singapore	1,454	51,295	42,516	11,927	6,415	36,150	3,264	32,886	9,002	4,327	23.21	15.09
Thailand	185	9,265	7,965	2,776	1,106	5,254	454	4,800	1,349	1,205	30.49	17.66
Eastern Asia, total	8,553	601,861	432,234	181,521	20,497	121,203	15,366	105,837	22,546	12,424	6.80	6.05
China, Republic of (Taiwan)	426	9,802	7,998	2,138	1,426	8,735	615	8,119	1,593	*730	31.59	27.96
Hong Kong	734	33,482	26,013	9,698	4,002	24,456	2,282	22,174	3,805	3,249	9.38	11.03
Japan (including Okinawa and Ryukyu Islands)	7,432	561,616	399,777	170,709	15,066	88,756	12,498	76,258	17,116	9,074	7.24	7.28
South Korea, Republic of	73	3,349	2,998	906	425	2,487	*300	2,188	395	*153	53.85	34.35
Oceania, total	**3,995**	**257,430**	**181,860**	**70,615**	**12,794**	**74,368**	**8,741**	**65,627**	**16,263**	**4,769**	**19.00**	**35.67**
Australia	3,435	239,546	167,970	66,258	12,296	67,407	8,294	59,114	15,590	4,576	20.32	37.11
New Zealand	191	12,668	9,401	3,603	565	3,407	*1,086	2,321	684	*221	33.43	33.06
Other countries of Oceania	379	8,102	6,080	1,631	236	5,398	*330	5,068	262	*34	29.68	30.24
Puerto Rico and U.S. Possessions, total	**7,999**	**179,083**	**109,810**	**31,892**	**11,270**	**120,370**	**21,583**	**98,786**	**14,637**	***2,749**	**20.80**	**27.93**
Puerto Rico	7,961	174,670	106,988	30,700	10,895	119,020	21,410	97,609	14,245	*2,749	21.30	28.83
Country not stated or not allocable and other income from outside the United States	**16,222**	**1,067,155**	**783,931**	**306,619**	**17,052**	**93,901**	**9,474**	**84,427**	**17,366**	**5,727**	**6.66**	**24.73**

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 11.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from all sources—Continued: Total foreign taxes available for credit	Income and taxes from all sources—Continued: Foreign tax credit computed	Income and taxes from specific geographic categories — Gross income: Total	Other than certain interest: Total	Other than certain interest: Dividends	Other than certain interest: Rents and royalties	Other than certain interest: Gross gain from sale of capital assets	Other than certain interest: Wages, salaries and other employee compensation	Other than certain interest: Business or profession	Other than certain interest: Estate and trusts	Other than certain interest: Other income	Coefficient of variation for amount of total gross income (Percent)[1]
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(c)
All geographic areas[2]	**633,176**	**329,589**	**1,855,466**	**1,824,043**	**231,996**	**34,095**	**80,532**	**1,117,308**	**86,105**	**32,720**	**241,282**	**3.87**
Canada	**133,042**	**73,529**	**336,725**	**324,377**	**67,357**	**10,452**	**14,717**	**112,755**	**27,837**	**16,648**	**74,607**	**9.91**
Latin America, total	**93,781**	**47,162**	**237,021**	**232,094**	**17,208**	**1,034**	**17,546**	**149,845**	**6,543**	***12**	**39,906**	**9.66**
Mexico	34,088	18,601	80,969	76,396	13,529	*236	2,391	33,861	771	*10	25,598	22.19
Central America, total	2,635	1,665	9,175	9,113	1,868	*7	*472	5,219	*175	—	1,372	24.57
Guatemala	395	395	1,470	1,470	*80	*7	—	*1,261	*120	—	*1	39.94
Panama (excluding Canal Zone)	1,368	827	3,717	3,655	*536	—	*472	2,483	*10	—	155	35.75
Caribbean countries, total	5,261	1,738	8,715	8,699	*137	*23	*1,072	7,408	—	—	*60	27.15
Jamaica	1,959	804	2,641	2,637	*42	*23	*224	2,338	—	—	*10	24.88
Trinidad and Tobago	2,437	577	2,744	2,744	*26	—	*594	2,113	—	—	*11	33.92
South America, total	55,484	27,955	138,065	137,788	1,675	768	13,612	103,258	5,597	*2	12,876	10.04
Argentina	3,741	948	2,359	2,359	*217	*2	—	*2,124	*16	—	—	41.91
Brazil	22,916	13,345	55,446	55,390	363	*412	2,851	48,781	1,498	—	1,484	9.49
Colombia	3,784	1,006	6,734	6,734	*74	—	*2,323	3,753	*257	*1	*326	38.30
Ecuador	2,937	963	3,929	3,929	*708	*3	*29	3,072	—	—	*117	32.49
Peru	6,657	2,782	18,603	18,601	40	—	*1,500	8,336	—	—	*8,725	46.62
Venezuela	13,178	8,524	47,992	47,772	181	*346	*6,747	34,460	3,825	*(3)	2,212	18.55
Other Western Hemisphere, total	**4,279**	**1,625**	**5,124**	**5,072**	***402**	***141**	***702**	**3,233**	**—**	**—**	***595**	**19.65**
Netherlands Antilles	2,663	615	2,277	2,277	*60	*14	—	2,193	—	—	*10	26.77
Europe, total	**238,971**	**129,655**	**578,576**	**568,259**	**52,651**	**9,303**	**28,086**	**380,407**	**29,968**	**14,596**	**53,248**	**5.05**
Common Market countries, total	199,865	109,013	484,305	480,870	45,970	3,716	23,560	324,530	27,704	14,337	41,053	5.87
Belgium	38,192	19,375	65,664	65,650	*225	*17	*111	60,473	1,767	—	3,058	7.47
Denmark	1,680	923	1,494	1,486	*22	—	*16	1,103	—	—	*345	24.35
France (including Andorra)	36,987	25,002	79,416	79,224	2,528	*438	3,126	64,943	4,778	*5	3,406	22.39
Ireland	394	325	1,363	1,363	*(3)	—	—	*1,361	*3	—	—	44.20
Italy (including San Marino)	7,411	4,186	14,553	14,552	*8	*114	*407	10,012	1,093	—	2,919	19.04
Luxembourg	6,175	1,772	5,287	5,173	*397	—	*7	4,708	—	—	*61	37.52
Netherlands	24,453	15,041	57,323	57,065	19,345	*49	*2,048	19,556	*10,634	258	5,175	13.15
United Kingdom	67,437	41,510	181,000	179,156	12,181	1,678	16,304	116,483	2,765	12,604	17,140	10.44
West Germany	54,950	25,551	78,159	77,155	11,253	1,420	1,540	45,892	6,665	*1,469	8,915	9.12
Other West European countries, total	57,113	30,786	93,726	86,847	6,666	5,573	4,525	55,422	2,252	*259	12,150	72.42
Austria	7,071	2,355	11,236	11,193	*486	*3,387	*878	6,323	*47	—	*72	37.02
Greece	1,298	601	1,889	1,889	—	*400	—	*1,482	*(3)	—	*6	33.77
Norway	3,545	1,220	3,945	3,945	—	—	—	3,800	—	—	*144	22.21
Portugal	1,159	535	1,718	1,703	*324	*7	—	*1,133	*193	—	*45	40.84
Spain	8,217	6,172	12,101	12,071	*31	56	—	10,657	*79	—	1,249	18.17
Sweden	4,425	1,642	4,417	4,417	*44	—	*27	4,276	—	*58	*11	26.01
Switzerland	35,012	21,755	57,257	50,468	5,764	1,723	3,621	26,698	1,932	*200	10,530	8.43
East European countries	268	178	374	374	*12	*15	—	*328	—	—	*20	59.87
Africa, total	**59,401**	**35,282**	**160,478**	**160,361**	**69,613**	***242**	**3,478**	**72,155**	***277**	***631**	**13,964**	**12.24**
North Africa, total	17,329	6,025	28,681	28,681	—	—	*2,178	25,154	*1	—	*1,348	14.86
Egypt	1,616	857	3,872	3,872	—	—	—	3,808	—	—	*64	31.65
Libya	15,164	4,964	22,872	22,872	—	—	*2,178	19,408	*1	—	*1,284	17.35
East Africa	1,067	500	2,864	2,864	*14	—	—	*2,710	*140	—	—	42.50
West and Central African countries, total	14,387	5,807	27,664	27,664	56	—	*552	24,839	*14	—	*2,203	30.31
Liberia	716	417	1,387	1,387	*33	—	—	*1,254	*(3)	—	*99	39.59
Nigeria	8,799	2,602	10,042	10,042	—	—	*9	9,790	*14	—	*229	21.82
Southern Africa, total	27,683	23,550	100,609	100,492	69,009	*242	*747	19,452	*107	*631	10,304	17.10
South Africa (including South-West Africa)	27,124	23,021	97,951	97,834	68,765	*242	*746	19,336	*107	*631	8,007	17.41
Asia, total	**135,249**	**64,163**	**289,435**	**288,385**	**8,797**	**6,454**	**13,300**	**221,008**	**17,165**	***11**	**21,650**	**4.33**
Middle East, total	47,561	17,902	84,865	84,589	3,223	55	927	69,813	3,758	*(3)	6,813	8.14
Iran	14,506	6,873	32,584	32,584	—	—	*204	26,823	*21	—	5,536	14.44
Israel	3,631	2,830	4,628	4,353	3,223	45	*214	*113	*171	*(3)	588	28.85
Lebanon	1,068	417	2,798	2,798	—	—	—	1,550	*875	—	*373	47.26
Saudi Arabia	27,422	7,110	39,761	39,761	—	*10	*509	36,235	*2,691	—	*317	9.30
Southern and Southeastern Asia, total	57,838	28,973	114,351	113,970	4,003	*628	3,932	81,774	12,108	*9	11,515	6.82
Indonesia	24,003	14,505	42,799	42,769	*8	*474	*797	28,351	*3,449	*6	9,683	8.77
Malaysia	4,806	1,969	7,317	7,316	*182	—	—	7,134	—	—	—	20.06
Philippines	14,134	5,586	29,338	29,096	3,378	*154	*2,990	13,672	*7,607	*3	1,293	15.54
Singapore	13,330	6,416	27,981	27,877	*53	—	*145	26,290	*1,052	—	337	17.24
Thailand	2,555	1,128	4,370	4,365	*376	—	—	3,986	—	—	*3	20.02
Eastern Asia, total	34,970	20,562	90,219	89,826	1,571	5,771	8,441	69,421	1,299	*2	3,321	8.01
China, Republic of (Taiwan)	2,323	1,469	7,832	7,800	*14	—	*198	7,587	—	*1	—	37.48
Hong Kong	7,055	4,003	18,513	18,473	405	—	*1	17,313	*109	—	645	12.92
Japan (including Okinawa and Ryukyu Islands)	26,190	15,088	61,640	61,319	1,152	5,771	8,243	42,287	1,189	*1	2,676	9.94
South Korea, Republic of	548	425	2,234	2,234	—	—	—	2,234	—	—	—	36.13
Oceania, total	**21,032**	**12,807**	**54,841**	**54,521**	**1,820**	**3,027**	**819**	**46,090**	***303**	***29**	**2,432**	**45.28**
Australia	20,166	12,297	48,385	48,130	1,490	3,005	*763	40,111	*300	*29	2,432	51.19
New Zealand	905	569	1,084	1,020	*245	*22	*56	*694	*3	—	—	32.75
Other countries of Oceania	296	244	5,371	5,371	*85	—	—	5,286	—	—	—	31.58
Puerto Rico and U.S. Possessions, total	**17,386**	**11,270**	**117,875**	**115,954**	**2,738**	**—**	***947**	**108,345**	***57**	***33**	**3,835**	**29.07**
Puerto Rico	16,994	10,895	116,526	114,610	2,738	—	*198	107,992	*57	*33	3,593	29.40
Country not stated or not allocable and other income from outside the United States	**23,093**	**17,077**	**74,216**	**73,846**	**11,363**	**3,441**	**938**	**23,470**	**3,955**	**761**	**29,918**	**26.46**

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 11.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from specific geographic categories—Continued								
	Gross income-Continued	Deductions							
			On income other than certain interest						
	Certain interest	Total	Total	Business or professional expenses	Expenses directly allocable to rents and royalties	Other expenses directly allocable to specific income items	Expenses not directly allocable to specific income items	Gross capital loss and other losses from foreign sources	On certain interest
	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
All geographic areas[2]	**31,423**	**193,757**	**190,542**	**17,825**	**7,585**	**47,324**	**109,171**	**8,636**	**3,215**
Canada	**12,348**	**34,641**	**33,745**	**9,245**	**1,560**	**4,228**	**17,195**	**1,517**	**896**
Latin America, total	**4,927**	**21,111**	**20,578**	**410**	**212**	**4,874**	**14,344**	**739**	**533**
Mexico	4,573	3,667	3,138	*3	*44	311	2,762	*18	529
Central America, total	*62	486	485	—	*2	*232	251	*(3)	*1
Guatemala	—	*19	*19	—	*2	*16	*2	—	—
Panama (excluding Canal Zone)	*62	407	406	—	—	*194	212	—	*1
Caribbean countries, total	*16	479	479	—	*1	*196	177	*105	*1
Jamaica	*5	328	328	—	*1	*184	38	*105	—
Trinidad and Tobago	—	*31	*31	—	—	*(3)	*31	—	—
South America, total	277	16,479	16,477	*407	165	4,135	11,154	*616	3
Argentina	—	178	178	*10	*29	*7	*132	—	—
Brazil	56	4,782	4,781	*9	*76	2,043	2,632	*20	*1
Colombia	—	771	771	—	*(3)	*193	578	—	—
Ecuador	—	*232	*232	—	*1	*8	*223	—	—
Peru	*1	3,867	3,867	*48	—	*163	3,063	*594	—
Venezuela	*220	6,510	6,508	*340	*58	1,644	4,465	*1	*1
Other Western Hemisphere, total	***52**	**965**	**962**	**—**	***122**	***127**	**672**	***41**	***3**
Netherlands Antilles	—	155	155	—	*16	*79	59	—	—
Europe, total	**10,317**	**67,632**	**66,495**	**3,979**	**3,521**	**17,807**	**36,688**	**4,499**	**1,137**
Common Market countries, total	3,434	55,268	54,606	2,716	1,237	14,640	32,098	3,915	661
Belgium	14	4,185	4,183	*60	*33	1,294	2,764	*33	*2
Denmark	*7	113	113	*2	—	*43	59	*8	*(3)
France (including Andorra)	192	9,767	9,756	*348	*184	3,281	5,539	*404	10
Ireland	—	*77	*77	—	—	*57	*21	—	—
Italy (including San Marino)	*1	840	840	*7	*15	392	425	—	*(3)
Luxembourg	114	321	320	—	—	*226	94	—	*1
Netherlands	258	5,091	5,025	*1,677	*25	1,394	1,914	*15	*66
United Kingdom	1,844	25,353	25,057	*52	702	5,451	15,741	3,111	296
West Germany	1,004	9,509	9,224	570	*277	2,501	5,531	*344	285
Other West European countries, total	6,878	12,354	11,878	1,261	2,284	3,167	4,583	584	476
Austria	*43	2,186	2,184	*2	*1,887	*65	229	*1	*3
Greece	—	385	385	*91	*132	*109	53	—	—
Norway	*(3)	258	258	—	*1	*136	121	—	*(3)
Portugal	*15	385	*383	*22	*9	*312	*40	—	*2
Spain	*30	1,491	1,490	*6	*26	1,068	389	*(3)	*1
Sweden	*1	311	311	—	—	*145	166	*(3)	*(3)
Switzerland	6,789	7,171	6,702	*1,141	*229	1,237	3,513	583	470
East European countries	—	*5	*5	—	*(3)	*(3)	*4	—	—
Africa, total	***117**	**9,087**	**9,086**	***36**	**—**	**2,742**	**6,112**	***196**	***(3)**
North Africa, total	—	1,326	1,326	—	—	601	725	—	—
Egypt	—	*245	*245	—	—	*214	*31	—	—
Libya	—	995	995	—	—	351	645	—	—
East Africa	—	*159	*159	—	—	*145	*14	—	—
West and Central African countries, total	—	4,631	4,631	*3	—	1,455	3,172	—	—
Liberia	—	*5	*5	—	—	—	*5	—	—
Nigeria	—	610	610	—	—	*197	413	—	—
Southern Africa, total	*117	2,964	2,964	*29	—	541	2,197	*196	*(3)
South Africa (including South-West Africa)	*117	2,918	2,918	*29	—	541	2,151	*196	*(3)
Asia, total	**1,050**	**29,985**	**29,892**	**3,678**	**2,091**	**8,939**	**14,572**	**611**	**94**
Middle East, total	276	10,330	10,280	2,696	*17	2,901	4,652	*13	*50
Iran	—	3,643	3,643	*7	—	1,598	2,036	*2	—
Israel	275	222	172	*29	*8	*(3)	134	*1	*50
Lebanon	—	*347	*347	*191	—	*69	*87	—	—
Saudi Arabia	—	4,670	4,670	*1,281	*9	1,234	2,136	*10	—
Southern and Southeastern Asia, total	381	10,374	10,334	*742	*24	3,531	6,021	*16	39
Indonesia	*30	2,009	2,009	—	*24	648	1,337	—	*(3)
Malaysia	*1	403	403	—	—	239	163	—	*(3)
Philippines	*241	5,044	5,008	*550	—	1,070	3,372	*16	*35
Singapore	*104	2,471	2,468	*189	—	1,310	969	—	*3
Thailand	*5	269	269	*2	—	*124	143	—	*1
Eastern Asia, total	393	9,281	9,277	*240	*2,050	2,507	3,899	582	4
China, Republic of (Taiwan)	*32	580	580	—	—	*113	466	—	—
Hong Kong	*40	676	675	*40	—	196	439	*(3)	*1
Japan (including Okinawa and Ryukyu Islands)	321	7,728	7,725	*200	*2,050	1,930	2,963	582	*3
South Korea, Republic of	—	*298	*298	—	—	*268	*30	—	—
Oceania, total	**320**	**3,484**	**3,478**	***29**	***35**	**973**	**2,263**	***177**	***6**
Australia	256	3,038	3,032	*28	*35	880	1,917	*171	*6
New Zealand	*64	*121	*121	*1	—	*93	*20	*6	—
Other countries of Oceania	—	*325	*325	—	—	—	*325	—	—
Puerto Rico and U.S. Possessions, total	***1,921**	**21,002**	**20,465**	**—**	**—**	***6,942**	**13,520**	***3**	***537**
Puerto Rico	*1,916	20,829	20,293	—	—	*6,888	13,401	*3	*537
Country not stated or not allocable and other income from outside the United States	**370**	**5,713**	**5,703**	***333**	***25**	**690**	**3,801**	**853**	***10**

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 11.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from specific geographic categories—Continued: Taxable income (less loss): Total	Taxable income (less loss): Other than certain interest	Taxable income (less loss): Certain interest	Foreign taxes paid or accrued: Total	Foreign taxes paid or accrued: On income other than certain interest: Total	On income other than certain interest: Taxes withheld on—Dividends	On income other than certain interest: Taxes withheld on—Rents and royalties	On income other than certain interest: Other foreign taxes paid or accrued	Foreign taxes paid or accrued: On certain interest	Coefficient of variation for amount of total foreign taxes paid or accrued (Percent)[1]
	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(d)
All geographic areas[2]	**1,661,700**	**1,633,492**	**28,207**	**439,515**	**434,377**	**39,813**	**3,982**	**390,582**	**5,138**	**3.24**
Canada	**302,081**	**290,629**	**11,452**	**78,439**	**78,569**	**9,791**	**1,115**	**65,662**	**1,870**	**7.85**
Latin America, total	**215,910**	**211,515**	**4,394**	**55,609**	**54,953**	**3,216**	**313**	**51,424**	**656**	**8.53**
Mexico	77,302	73,258	4,044	20,574	19,933	2,783	*99	17,052	640	17.40
Central America, total	8,690	8,628	*61	1,212	1,212	43	—	1,169	*(3)	26.22
Guatemala	1,451	1,451	—	186	186	*1	—	*185	—	41.99
Panama (excluding Canal Zone)	3,311	3,249	*61	727	727	*37	—	690	—	39.83
Caribbean countries, total	8,235	8,220	*15	2,285	2,284	*7	*7	2,270	*1	25.06
Jamaica	2,313	2,309	*5	1,276	1,275	—	*7	1,268	*1	39.02
Trinidad and Tobago	2,713	2,713	—	761	761	—	—	761	—	33.43
South America, total	121,586	121,311	274	31,531	31,516	383	207	30,925	*15	9.71
Argentina	2,181	2,181	—	123	123	*8	—	*115	—	37.57
Brazil	50,664	50,609	55	14,870	14,866	65	*17	14,784	*4	9.24
Colombia	5,963	5,963	—	1,802	1,802	*23	—	1,779	—	33.12
Ecuador	3,696	3,696	—	1,748	1,748	*240	—	1,508	—	34.42
Peru	14,735	14,734	*1	5,758	5,758	*8	—	5,750	*(3)	39.75
Venezuela	41,482	41,264	*218	6,570	6,559	*2	*190	6,367	*11	18.21
Other Western Hemisphere, total	**4,159**	**4,110**	***50**	**1,423**	**1,423**	***27**	**—**	**1,396**	**—**	**24.62**
Netherlands Antilles	2,122	2,122	—	1,151	1,151	*3	—	1,149	—	28.88
Europe, total	**510,941**	**501,762**	**9,180**	**151,212**	**149,246**	**12,389**	**1,106**	**135,752**	**1,966**	**5.27**
Common Market countries, total	429,035	426,262	2,773	128,067	127,410	10,887	357	116,167	657	6.07
Belgium	61,480	61,467	12	21,689	21,687	*27	*1	21,659	2	8.67
Denmark	1,381	1,374	*7	462	461	*7	—	454	*1	29.50
France (including Andorra)	69,648	69,467	181	16,510	16,471	326	*32	16,113	40	15.38
Ireland	1,286	1,286	—	*113	*113	*(3)	—	*113	—	(4)
Italy (including San Marino)	13,713	13,712	*1	2,990	2,990	*2	*(3)	2,988	*(3)	22.72
Luxembourg	4,966	4,853	112	1,824	1,824	*(3)	—	1,824	—	36.28
Netherlands	52,231	52,039	192	11,196	11,195	2,843	*2	8,350	*(3)	11.66
United Kingdom	155,646	154,098	1,549	43,168	42,640	3,718	*275	38,648	527	14.43
West Germany	68,650	67,931	719	30,111	30,025	3,963	*47	26,014	86	10.33
Other West European countries, total	81,371	74,969	6,403	22,981	21,673	1,501	745	19,427	1,308	8.00
Austria	9,050	9,009	*40	2,634	2,615	*15	*490	2,110	*19	33.11
Greece	1,504	1,504	—	410	410	—	—	410	—	38.58
Norway	3,687	3,687	*(3)	2,110	2,110	—	—	2,110	—	27.56
Portugal	1,333	1,320	*13	490	486	*147	*2	*337	*4	47.01
Spain	10,610	10,581	*29	1,696	1,696	*1	*3	1,693	—	18.29
Sweden	4,106	4,106	*1	2,505	2,505	*7	—	2,498	*(3)	28.98
Switzerland	50,086	43,766	6,320	12,921	11,635	1,331	*250	10,054	1,286	9.80
East European countries	369	369	—	*119	*119	*(3)	*4	*115	—	(4)
Africa, total	**151,391**	**151,274**	***117**	**33,006**	**32,977**	**10,003**	***3**	**22,972**	***29**	**11.91**
North Africa, total	27,355	27,355	—	9,905	9,905	—	—	9,905	—	15.48
Egypt	3,627	3,627	—	1,369	1,369	—	—	1,369	—	33.51
Libya	21,876	21,876	—	8,034	8,034	—	—	8,034	—	17.95
East Africa	2,705	2,705	—	*284	*284	*3	—	*282	—	(4)
West and Central African countries, total	23,033	23,033	—	6,574	6,574	7	—	6,567	—	30.97
Liberia	1,382	1,382	—	510	510	*4	—	*506	—	50.94
Nigeria	9,432	9,432	—	3,092	3,092	—	—	3,092	—	24.50
Southern Africa, total	97,644	97,528	*117	16,149	16,120	9,914	*3	6,203	*29	18.53
South Africa (including South-West Africa)	95,032	94,915	*117	15,743	15,714	9,871	*3	5,840	*29	18.88
Asia, total	**259,449**	**258,492**	**957**	**77,234**	**77,040**	**1,909**	**448**	**74,683**	**193**	**4.36**
Middle East, total	74,534	74,308	226	22,461	22,394	764	*13	21,617	67	8.49
Iran	28,941	28,941	—	11,048	11,048	—	—	11,048	—	14.14
Israel	4,406	4,181	225	1,256	1,190	764	*13	412	67	25.92
Lebanon	2,451	2,451	—	514	514	—	—	514	—	66.79
Saudi Arabia	35,091	35,091	—	9,533	9,533	—	—	9,533	—	10.40
Southern and Southeastern Asia, total	103,978	103,636	342	36,906	36,834	977	*236	35,621	*72	6.88
Indonesia	40,790	40,760	*30	17,802	17,802	*4	*236	17,562	—	8.55
Malaysia	6,914	6,913	*1	2,447	2,447	*76	—	2,371	—	29.83
Philippines	24,294	24,088	*206	7,259	7,187	810	—	6,377	*71	15.99
Singapore	25,510	25,410	*101	7,386	7,386	*21	—	7,364	*1	20.10
Thailand	4,101	4,096	*5	1,125	1,125	*64	—	1,061	—	21.86
Eastern Asia, total	80,937	80,548	389	17,867	17,812	168	199	17,445	55	6.96
China, Republic of (Taiwan)	7,253	7,220	*32	1,508	1,502	*5	—	1,497	*6	33.91
Hong Kong	17,837	17,798	*39	2,776	2,776	*10	—	2,766	*(3)	16.39
Japan (including Okinawa and Ryukyu Islands)	53,912	53,594	318	13,225	13,177	153	199	12,825	48	7.83
South Korea, Republic of	1,936	1,936	—	358	358	—	—	358	—	34.20
Oceania, total	**51,357**	**51,043**	**314**	**13,764**	**13,728**	**250**	***892**	**12,586**	**36**	**34.01**
Australia	45,348	45,098	250	13,175	13,149	210	*892	12,046	26	35.51
New Zealand	964	899	*64	331	321	*27	—	295	*10	43.05
Other countries of Oceania	5,046	5,046	—	258	258	*13	—	245	—	30.20
Puerto Rico and U.S. Possessions, total	**96,872**	**95,488**	***1,384**	**14,019**	**13,659**	**447**	**—**	**13,212**	***360**	**30.21**
Puerto Rico	95,696	94,317	*1,379	13,627	13,269	447	—	12,822	*359	31.03
Country not stated or not allocable and other income from outside the United States	**68,503**	**68,143**	**360**	**14,320**	**14,292**	**1,781**	***105**	**12,406**	***28**	**30.16**

*Estimate should be used with caution because of the small number of sample returns on which it was based.

[1] See Sampling Variability section of text for interpretation and limitation of these coefficient of variation estimates.

[2] Includes "DISC dividends" and "Foreign oil related income" which are not shown separately.

[3] Less than $500 per return.

[4] Estimate is not shown separately because of the small number of sample returns on which it was based.

NOTE: The data in columns 2 through 12 pertain to the total activity of the taxpayer with income or taxes attributable to a particular country. Since many taxpayers have income or taxes attributable to more than one country, the data in these columns are not additive to any meaningful totals. Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED
Table 12.—Number of Returns for Selected Items, by Selected Country to Which Foreign Taxes Were Paid

[All figures are estimates based on samples]

Selected country	Total number of returns	Number of returns for income and taxes from specific geographic categories								
		Gross income					Total deductions on income other than certain interest	Foreign taxes paid or accrued—On income other than certain interest		
		Other than certain interest				Certain interest		Taxes withheld on—		Taxes on income other than dividends, rents and royalties
		Dividends	Gross gain from sale of capital assets	Wages, salaries and other employee compensation	Business or profession			Dividends	Rents and royalties	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All geographic areas[1]	210,725	102,792	4,078	53,635	3,560	12,473	58,052	99,537	4,415	105,610
Canada	88,013	53,948	512	8,975	1,157	7,201	12,602	51,436	1,717	32,514
Latin America, total	16,780	2,417	422	7,230	665	1,039	7,007	2,093	97	13,905
Mexico	9,604	1,820	148	1,795	155	827	3,255	1,792	*30	7,227
Central America, total	901	154	*35	327	*138	*8	268	104	—	736
Belize	*40	—	—	*40	—	—	*40	—	—	*40
El Salvador	*4	—	—	*4	—	—	—	—	—	*4
Guatemala	86	*9	—	*77	*3	—	*7	*6	—	*82
Nicaragua	*58	*8	—	*41	—	—	*35	—	—	*41
Panama (excluding Canal Zone)	628	*127	*35	131	*135	*8	145	*88	—	494
South America, total	6,676	480	197	4,788	508	201	3,666	244	65	6,216
Argentina	208	*40	—	*131	*3	—	195	*40	—	*60
Brazil	2,039	142	63	1,807	124	66	1,404	42	*10	2,006
Colombia	593	*8	*34	311	*4	—	238	*8	—	584
Ecuador	170	*8	*6	170	—	—	*93	*7	—	170
Uruguay	*14	—	—	*11	—	—	*10	—	—	*11
Venezuela	2,743	219	*85	1,867	380	*100	1,244	*124	*55	2,521
Other Western Hemisphere, total	261	*70	*15	147	—	*6	162	*46	—	149
Netherlands Antilles	118	*52	—	59	—	—	56	*40	—	63
Other British West Indies	*69	—	—	*69	—	—	*69	—	—	*69
Europe, total	50,531	20,362	1,003	14,496	1,512	3,617	19,129	19,561	2,338	26,273
Common Market countries, total	39,214	18,827	849	12,015	1,463	1,203	14,806	18,082	155	21,375
Italy (including San Marino)	1,753	*19	*25	405	112	*6	746	*7	*18	1,674
Netherlands	16,493	13,101	*96	761	*284	84	1,751	12,573	*7	3,887
United Kingdom	14,475	4,998	233	5,122	844	701	7,776	4,815	*88	9,915
West Germany	4,010	1,086	364	1,640	273	283	2,059	1,071	*57	2,776
Other West European countries, total	13,553	1,893	165	2,588	815	2,535	5,780	1,776	2,200	6,393
Austria	2,912	*7	*7	816	*11	*7	2,147	*7	*2,049	187
Finland	*3	—	—	—	—	—	*3	—	—	*3
Monaco	*35	—	—	*35	—	—	*35	—	—	—
Spain	1,192	*54	—	464	*102	*14	872	*52	*27	1,070
Switzerland	8,873	1,809	156	799	698	2,467	2,436	1,696	*124	4,679
Turkey	*6	—	—	*6	—	—	*6	—	—	*6
East European countries, total	61	*7	—	*39	—	—	*11	*7	*10	*41
East Germany	*3	—	—	*3	—	—	*3	—	—	—
Union of Soviet Socialist Republics	*37	—	—	*34	—	—	*3	—	—	*37
Africa, total	33,015	24,851	360	3,778	*53	*131	5,926	24,705	*30	8,021
Southern Africa, total	29,406	24,081	*304	1,125	*41	*131	4,645	23,937	*30	5,407
South Africa (including South-West Africa)	28,830	23,837	*269	1,055	*41	*131	4,606	23,693	*30	5,074
Asia, total	23,086	9,819	389	9,582	177	535	9,326	9,601	262	12,774
Middle East, total	10,371	5,084	121	3,831	89	332	3,781	4,994	*70	5,038
Bahrain	*118	—	—	*118	—	—	*75	—	—	—
Kuwait	*6	—	—	*6	—	—	—	—	—	*6
Lebanon	80	—	—	45	*35	—	*68	—	—	80
Saudi Arabia	2,282	—	*8	2,211	*51	—	1,454	—	—	2,279
Southern and Southeastern Asia, total	5,361	1,098	149	3,394	62	117	2,571	1,052	*58	4,101
Bangladesh	*5	—	—	*5	—	—	*5	—	—	*5
India	*72	*6	—	*23	—	—	*21	*6	—	*66
Indonesia	2,055	*7	*35	1,502	*3	*10	1,196	*7	*58	1,954
Philippines	1,664	1,017	*111	449	*17	*49	464	973	—	696
Singapore	1,454	*3	*3	981	*43	*54	995	*3	—	1,359
Thailand	185	*44	—	139	—	*4	58	*44	—	142
Eastern Asia, total	8,553	4,063	119	2,455	28	87	3,617	3,967	134	4,273
China, Republic of (Taiwan)	426	*9	*6	419	—	*6	301	*9	—	426
Japan (including Okinawa and Ryukyu Islands)	7,432	3,994	110	1,405	26	64	2,926	3,947	134	3,282
South Korea, Republic of	73	—	—	73	—	—	*67	—	—	31
Oceania, total	3,995	1,348	58	1,799	*44	126	906	1,320	*12	2,598
Australia	3,435	1,224	*50	1,385	*43	107	674	1,196	*12	2,177
Puerto Rico and U.S. Possessions, total	7,999	307	*58	7,625	*5	*51	5,431	214	—	7,759
Puerto Rico	7,961	307	*48	7,605	*5	*50	5,408	214	—	7,722
Country not stated or not allocable and other income from outside the United States	16,222	7,888	1,841	1,147	317	68	2,181	7,682	*58	8,004

*Estimate should be used with caution because of the small number of sample returns on which it was based.
[1]Includes "DISC Dividends" and "Foreign oil-related income" which are not shown separately.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 13.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid and by Credit-Limitation Method

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and credit-limitation method	Income and taxes from all sources: Number of returns	Income and taxes from all sources: Adjusted gross income	Income and taxes from all sources: Taxable income	Income and taxes from all sources: U.S. income tax against which foreign tax credit was allowed	Income and taxes from all sources: Foreign tax credit claimed	Income and taxes from all sources: Foreign taxes paid or accrued	Income and taxes from specific geographic categories: Gross income: Total	Other than certain interest: Total	Dividends: Number of returns	Dividends: Amount	Gross gain from sale of capital assets: Number of returns	Gross gain from sale of capital assets: Amount	Salaries and wages: Number of returns	Salaries and wages: Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
All geographic areas[1]	**210,725**	**10,701,592**	**7,885,244**	**3,039,241**	**328,927**	**439,515**	**1,855,466**	**1,824,043**	**102,792**	**231,996**	**4,078**	**80,532**	**53,635**	**1,117,308**
Returns with per-country limitation	**111,565**	**4,956,639**	**3,637,156**	**1,368,028**	**120,285**	**170,552**	**751,181**	**732,064**	**50,416**	**81,674**	**1,590**	**21,846**	**25,019**	**405,929**
Returns with overall limitation	**99,160**	**5,744,954**	**4,248,088**	**1,671,213**	**208,641**	**268,963**	**1,104,285**	**1,091,980**	**52,376**	**150,322**	**2,488**	**58,686**	**28,616**	**711,379**
Canada	**88,013**	**4,888,147**	**3,571,705**	**1,478,458**	**73,371**	**103,059**	**336,725**	**324,377**	**53,948**	**67,357**	**512**	**14,717**	**8,975**	**112,755**
Returns with per-country limitation	52,131	2,319,168	1,709,316	676,021	36,440	51,284	217,209	208,726	28,571	41,373	92	9,862	6,138	64,071
Returns with overall limitation	35,882	2,568,979	1,862,390	802,437	36,931	51,775	119,515	115,651	25,377	25,984	420	4,855	2,837	48,685
Latin America, total	**16,780**	**699,399**	**536,154**	**195,079**	**47,104**	**61,155**	**237,021**	**232,094**	**2,417**	**17,208**	**422**	**17,546**	**7,230**	**149,845**
Returns with per-country limitation	10,067	329,931	249,686	81,215	18,306	26,460	100,940	97,298	395	1,732	175	2,878	3,608	58,418
Returns with overall limitation	6,713	369,469	286,468	113,864	28,798	34,695	136,081	134,796	2,022	15,476	247	14,668	3,622	91,427
Mexico	9,604	366,995	274,199	97,929	18,564	24,375	80,969	76,396	1,820	13,529	148	2,391	1,795	33,861
Returns with per-country limitation	6,691	214,287	157,932	52,857	9,043	12,222	45,607	42,023	228	646	*91	*1,894	1,049	17,662
Returns with overall limitation	2,913	152,708	116,268	45,072	9,521	12,153	35,362	34,373	1,592	12,883	*57	*496	746	16,199
Europe, total	**50,531**	**2,935,473**	**2,153,623**	**852,711**	**129,383**	**167,432**	**578,576**	**568,259**	**20,362**	**52,651**	**1,003**	**28,086**	**14,498**	**380,407**
Returns with per-country limitation	16,660	1,019,597	739,891	301,029	25,029	38,477	127,990	123,691	6,573	11,416	113	554	2,794	68,364
Returns with overall limitation	33,871	1,915,876	1,413,732	551,682	104,353	128,955	450,586	444,568	13,789	41,234	890	27,532	11,704	312,043
Belgium	2,807	167,915	131,487	48,174	19,324	25,760	65,664	65,650	*127	*225	*7	*111	1,886	60,473
Returns with per-country limitation	968	66,159	49,408	17,952	3,008	4,606	8,615	8,613	*117	*78	—	—	297	7,414
Returns with overall limitation	1,839	101,756	82,080	30,223	16,316	21,155	57,049	57,037	*10	*148	*7	*111	1,589	53,059
United Kingdom	14,475	713,682	501,965	195,169	41,438	53,621	181,000	179,156	4,998	12,181	233	16,304	5,122	116,483
Returns with per-country limitation	5,567	265,016	184,151	75,338	7,887	13,972	42,398	41,360	1,333	1,877	*101	*282	1,160	25,733
Returns with overall limitation	8,908	448,666	317,814	119,831	33,552	39,648	138,603	137,796	3,665	10,304	132	16,022	3,962	90,750
West Germany	4,010	249,997	189,182	75,419	25,499	35,195	78,159	77,155	1,086	11,253	364	1,540	1,640	45,892
Returns with per-country limitation	1,223	87,325	66,794	26,455	6,883	10,485	22,496	22,450	96	1,176	*8	*94	342	10,240
Returns with overall limitation	2,787	162,672	122,388	48,964	18,615	24,710	55,663	54,705	990	10,077	356	1,446	1,298	35,653
Spain	1,192	91,210	69,031	26,963	6,145	6,586	12,101	12,071	*54	*31	—	—	464	10,657
Returns with per-country limitation	751	55,419	40,119	14,479	1,321	1,804	4,586	4,586	—	—	—	—	177	3,510
Returns with overall limitation	441	35,791	28,912	12,484	4,824	4,782	7,515	7,485	*54	*31	—	—	287	7,147

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 13.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and credit-limitation method	Income and taxes from all sources						Income and taxes from specific geographic categories							
							Gross income							
								Other than certain interest						
								Dividends			Gross gain from sale of capital assets		Salaries and wages	
	Number of returns	Adjusted gross income	Taxable income	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Foreign taxes paid or accrued	Total	Total	Number of returns	Amount	Number of returns	Amount	Number of returns	Amount
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
Africa	**33,015**	**1,725,465**	**1,280,355**	**477,199**	**35,241**	**42,106**	**160,478**	**160,361**	**24,851**	**69,613**	**360**	**3,478**	**3,778**	**72,155**
Returns with per-country limitation	15,376	705,054	529,108	186,677	11,795	14,452	68,888	68,875	11,012	19,764	*41	*2,134	2,191	40,262
Returns with overall limitation	17,639	1,020,410	751,247	290,523	23,446	27,654	91,590	91,486	13,839	49,849	319	1,344	1,587	31,894
Asia, total	**23,086**	**1,401,189**	**1,012,382**	**401,760**	**63,956**	**83,945**	**289,435**	**288,385**	**9,819**	**8,797**	**389**	**13,300**	**9,582**	**221,008**
Returns with per-country limitation	9,027	532,986	388,735	151,575	19,664	28,022	101,163	100,784	3,624	3,115	149	5,290	3,185	64,561
Returns with overall limitation	14,059	868,203	623,647	250,185	44,292	55,923	188,272	187,601	6,195	5,683	240	8,010	6,397	156,447
Philippines	1,664	139,919	103,096	44,349	5,582	8,183	29,338	29,096	1,017	3,378	*111	*2,990	449	13,672
Returns with per-country limitation	548	44,626	33,930	14,336	2,066	3,439	14,144	14,144	202	512	*36	*65	228	6,083
Returns with overall limitation	1,116	95,293	69,166	30,014	3,515	4,744	15,194	14,952	815	2,865	*75	*2,925	221	7,590
Japan (including Okinawa and Ryukyu Islands)	7,432	561,616	399,777	170,709	15,066	17,116	61,640	61,319	3,994	1,152	110	8,243	1,405	42,287
Returns with per-country limitation	2,123	186,803	139,368	60,796	3,901	4,710	20,180	19,981	625	249	*66	*5,013	228	8,132
Returns with overall limitation	5,309	374,813	260,409	109,912	11,165	12,406	41,460	41,338	3,369	903	44	3,229	1,177	34,156
Oceania, total	**3,995**	**257,430**	**181,860**	**70,615**	**12,794**	**16,263**	**54,841**	**54,521**	**1,348**	**1,820**	**58**	**819**	**1,799**	**46,090**
Returns with per-country limitation	1,498	101,577	65,992	26,220	2,046	2,885	11,115	10,896	245	809	*38	*145	511	7,912
Returns with overall limitation	2,497	155,853	115,868	44,395	10,748	13,378	43,725	43,625	1,103	1,011	*20	*674	1,288	38,179
Australia	3,435	239,546	167,970	66,258	12,296	15,590	48,385	48,130	1,224	1,490	*50	*763	1,385	40,111
Returns with per-country limitation	1,215	93,607	59,641	23,991	1,863	2,695	7,396	7,187	238	808	*34	*133	248	4,238
Returns with overall limitation	2,220	145,939	108,329	42,267	10,433	12,895	40,989	40,942	986	682	*16	*630	1,137	35,872
Puerto Rico and U.S. Possessions, total	**7,999**	**179,083**	**109,810**	**31,892**	**11,270**	**14,637**	**117,875**	**115,954**	**307**	**2,738**	***58**	***947**	**7,625**	**108,345**
Returns with per-country limitation	6,022	113,265	70,190	14,996	9,245	12,041	90,354	88,443	80	588	*16	*869	5,885	83,547
Returns with overall limitation	1,977	65,817	39,621	16,896	2,025	2,596	27,521	27,512	227	2,150	*42	*78	1,740	24,797
Country not stated or not allocable and other income from outside the United States	**16,222**	**1,067,155**	**783,931**	**306,619**	**17,052**	**17,366**	**74,216**	**73,846**	**7,888**	**11,363**	**1,841**	**938**	**1,147**	**23,470**
Returns with per-country limitation	5,997	328,495	242,199	91,309	6,122	6,567	31,598	31,441	2,482	2,831	*975	*114	*743	*17,746
Returns with overall limitation	10,225	738,661	541,732	215,310	10,929	10,800	42,619	42,405	5,406	8,532	866	823	404	5,725

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 13.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and credit-limitation method	Income and taxes from specific geographic categories—Continued: Gross income—Continued: Other than certain interest—Continued: Business or profession: Number of returns	Amount	Certain interest: Number of returns	Certain interest: Amount	Deductions: Total	Deductions: Total on income other than certain interest: Number of returns	Amount	Total taxable income	Foreign taxes paid or accrued: Total	On income other than certain interest: Total	Taxes withheld on dividends: Number of returns	Amount	Taxes on income other than dividends, rents and royalties: Number of returns	Amount	On certain interest: Number of returns	Amount
	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
All geographic areas[1]	**3,560**	**86,105**	**12,473**	**31,423**	**193,757**	**58,052**	**190,542**	**1,661,700**	**439,515**	**434,377**	**99,537**	**39,813**	**105,610**	**390,582**	**10,985**	**5,138**
Returns with per-country limitation	**1,221**	**48,590**	**8,871**	**19,117**	**78,297**	**27,517**	**76,257**	**672,878**	**170,552**	**167,284**	**48,702**	**13,370**	**57,389**	**152,428**	**8,390**	**3,268**
Returns with overall limitation	**2,339**	**37,515**	**3,602**	**12,306**	**115,460**	**30,535**	**114,284**	**988,821**	**268,963**	**267,093**	**50,835**	**26,444**	**48,221**	**238,154**	**2,595**	**1,870**
Canada	**1,157**	**27,837**	**7,201**	**12,348**	**34,641**	**12,602**	**33,745**	**302,081**	**78,439**	**76,569**	**51,436**	**9,791**	**32,514**	**65,662**	**6,398**	**1,870**
Returns with per-country limitation	302	15,848	5,853	8,484	24,082	8,312	23,415	193,125	47,617	46,275	27,221	6,696	21,113	38,783	5,445	1,342
Returns with overall limitation	855	11,989	1,348	3,864	10,558	4,290	10,330	108,956	30,822	30,294	24,215	3,096	11,401	26,879	953	528
Latin America, total	**665**	**6,543**	**1,039**	**4,927**	**21,111**	**7,007**	**20,578**	**215,910**	**55,609**	**54,953**	**2,093**	**3,216**	**13,905**	**51,424**	**924**	**656**
Returns with per-country limitation	151	1,374	623	3,642	9,069	3,414	8,574	91,871	25,036	24,539	293	415	9,200	24,067	597	497
Returns with overall limitation	514	5,169	416	1,285	12,042	3,593	12,004	124,039	30,573	30,414	1,800	2,801	4,705	27,357	327	159
Mexico	155	771	827	4,573	3,667	3,255	3,138	77,302	20,574	19,933	1,792	2,783	7,227	17,052	810	640
Returns with per-country limitation	*102	*327	599	3,584	2,728	2,149	2,234	42,879	10,879	10,384	217	121	5,962	10,213	592	496
Returns with overall limitation	*53	*444	228	989	939	1,106	904	34,423	9,694	9,550	1,575	2,662	1,265	6,839	218	145
Europe, total	**1,512**	**29,968**	**3,617**	**10,317**	**67,632**	**19,129**	**66,495**	**510,941**	**151,212**	**149,246**	**19,561**	**12,389**	**26,273**	**135,752**	**3,127**	**1,966**
Returns with per-country limitation	619	15,871	2,003	4,299	16,426	5,519	16,139	111,563	35,470	34,515	6,532	2,337	8,705	31,973	1,971	955
Returns with overall limitation	893	14,097	1,614	6,018	51,206	13,610	50,356	399,378	115,742	114,732	13,029	10,052	17,568	103,779	1,156	1,010
Belgium	138	1,767	37	14	4,185	2,115	4,183	61,480	21,689	21,687	*125	*27	2,593	21,659	19	2
Returns with per-country limitation	*99	*205	*3	*2	382	636	382	8,233	3,423	3,423	*117	*12	854	3,411	*3	*(4)
Returns with overall limitation	*39	*1,562	34	12	3,802	1,479	3,801	53,247	18,266	18,264	*8	*15	1,739	18,248	*16	*2
United Kingdom	844	2,765	701	1,844	25,353	7,776	25,057	155,646	43,168	42,640	4,815	3,718	9,915	38,648	497	527
Returns with per-country limitation	*102	*189	438	1,038	8,637	3,796	8,419	33,761	10,872	10,614	1,329	642	4,239	9,776	425	258
Returns with overall limitation	742	2,576	263	807	16,717	3,980	16,638	121,886	32,295	32,026	3,486	3,076	5,676	28,872	72	269
West Germany	273	6,665	283	1,004	9,509	2,059	9,224	68,650	30,111	30,025	1,071	3,963	2,776	26,014	183	86
Returns with per-country limitation	240	5,742	*21	*46	2,696	841	2,690	19,800	8,873	8,835	94	213	1,126	8,616	*20	*37
Returns with overall limitation	33	923	262	958	6,814	1,218	6,534	48,850	21,238	21,189	977	3,750	1,650	17,399	163	49
Spain	*102	*79	*14	*30	1,491	872	1,490	10,610	1,696	1,696	*52	*1	1,070	1,693	—	—
Returns with per-country limitation	*94	*50	—	—	822	615	822	3,764	571	571	—	—	748	571	—	—
Returns with overall limitation	*8	*29	*14	*30	668	257	668	6,846	1,126	1,126	*52	*1	322	1,122	—	—

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 13.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid and by Credit-Limitation Method—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country and credit-limitation method	Income and taxes from specific geographic categories—Continued: Gross income—Continued: Other than certain interest—Continued: Business or profession: Number of returns	Gross income—Continued: Other than certain interest—Continued: Business or profession: Amount	Gross income—Continued: Certain interest: Number of returns	Gross income—Continued: Certain interest: Amount	Deductions: Total	Deductions: Total on income other than certain interest: Number of returns	Deductions: Total on income other than certain interest: Amount	Total taxable income	Foreign taxes paid or accrued: Total	Foreign taxes paid or accrued: On income other than certain interest: Total	On income other than certain interest: Taxes withheld on dividends: Number of returns	On income other than certain interest: Taxes withheld on dividends: Amount	On income other than certain interest: Taxes on income other than dividends, rents and royalties: Number of returns	On income other than certain interest: Taxes on income other than dividends, rents and royalties: Amount	On certain interest: Number of returns	On certain interest: Amount
	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)	(28)	(29)	(30)
Africa	***53**	***277**	***131**	***117**	**9,087**	**5,926**	**9,086**	**151,391**	**33,006**	**32,977**	**24,705**	**10,003**	**8,021**	**22,972**	***125**	***29**
Returns with per-country limitation	*50	*114	*16	*13	4,875	3,080	4,875	64,012	13,765	13,761	10,997	2,463	4,302	11,298	*10	*4
Returns with overall limitation	*3	*163	*115	*104	4,212	2,846	4,211	87,378	19,242	19,216	13,708	7,539	3,719	11,674	*115	*25
Asia, total	**177**	**17,165**	**535**	**1,050**	**29,985**	**9,326**	**29,892**	**259,449**	**77,234**	**77,040**	**9,601**	**1,909**	**12,774**	**74,683**	**446**	**193**
Returns with per-country limitation	138	14,052	250	379	10,651	3,702	10,602	90,511	26,725	26,658	3,496	690	5,222	25,793	241	67
Returns with overall limitation	39	3,114	285	672	19,334	5,624	19,290	168,938	50,509	50,382	6,105	1.219	7,552	48,890	205	127
Philippines	*17	*7,607	*49	*241	5,044	464	5,008	24,294	7,259	7,187	973	810	696	6,377	*49	*71
Returns with per-country limitation	*9	*7,227	—	—	1,653	136	1,653	12,491	3,415	3,415	166	108	382	3,307	—	—
Returns with overall limitation	*8	*380	*49	*241	3,391	328	3,355	11,803	3,844	3,772	807	702	314	3,070	*49	*71
Japan (including Okinawa and Ryukyu Islands)	26	1,189	64	321	7,728	2,926	7,725	53,912	13,225	13,177	3,947	153	3,282	12,825	57	48
Returns with per-country limitation	*4	*640	*53	*199	3,450	1,266	3,449	16,731	3,266	3,241	604	36	1,397	3,044	*47	*25
Returns with overall limitation	*22	*549	11	122	4,278	1,660	4,276	37,181	9,959	9,936	3,343	117	1,885	9,781	*10	*23
Oceania, total	***44**	***303**	**126**	**320**	**3,484**	**906**	**3,478**	**51,357**	**13,764**	**13,728**	**1,320**	**250**	**2,598**	**12,586**	**124**	**36**
Returns with per-country limitation	*40	*207	*99	*220	448	243	447	10,668	2,747	2,723	245	128	1,208	2,349	*99	*24
Returns with overall limitation	*4	*96	*27	*100	3,036	663	3,030	40,689	11,017	11,005	1,075	122	1,390	10,237	*25	*12
Australia	*43	*300	107	256	3,038	674	3,032	45,348	13,175	13,149	1,196	210	2,177	12,046	105	26
Returns with per-country limitation	*40	*207	*87	*209	355	163	354	7,042	2,557	2,535	238	128	940	2,161	*87	*22
Returns with overall limitation	*3	*93	*20	*47	2,683	511	2,677	38,306	10,618	10,614	958	83	1,237	9,885	*18	*4
Puerto Rico and U.S. Possessions, total	***5**	***57**	***51**	***1,921**	**21,002**	**5,431**	**20,465**	**96,872**	**14,019**	**13,659**	**214**	**447**	**7,759**	**13,212**	***51**	***360**
Returns with per-country limitation	—	—	*48	*1,911	9,728	3,617	9,192	80,625	12,039	11,681	77	85	5,934	11,596	*48	*358
Returns with overall limitation	*5	*57	*3	*10	11,274	1,814	11,274	16,248	1,980	1,977	137	362	1,825	1,616	*3	*3
Country not stated or not allocable and other income from outside the United States	**317**	**3,955**	**68**	**370**	**5,713**	**2,181**	**5,703**	**68,503**	**14,320**	**14,292**	**7,682**	**1,781**	**8,004**	**12,406**	***58**	***28**
Returns with per-country limitation	*60	*1,125	*45	*156	2,546	975	2,543	29,052	6,503	6,481	2,410	556	3,568	5,919	*45	*22
Returns with overall limitation	257	2,830	23	214	3,167	1,206	3,160	39,451	7,817	7,811	5,272	1,226	4,436	6,488	*13	*6

*Estimate should be used with caution because of the small number of sample returns on which it was based.

[1]Includes "DISC dividends" and "Foreign oil-related income" which are not shown separately.

NOTE: The data in columns 2 through 6 pertain to the total activity of the taxpayer with income or taxes attributable to a particular country. Since many taxpayers have income or taxes attributable to more than one country, the data in these columns are not additive to any meaningful totals. Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED

Table 14.—Income and Taxes, and Foreign Income, Taxes and Credit, Number of Returns and Amounts From Forms 1040 and 1116

[All figures are estimates based on samples—money amounts are in thousands of dollars]

	Number of returns	Amount
Income and taxes (All sources):		
Adjusted gross income:		
Total	210,725	10,701,592
Salaries and wages	148,671	4,435,314
Business and profession:		
Net profit	26,795	726,338
Net loss	10,838	87,257
Sales of capital assets:		
Net gain	63,812	769,923
Net loss	61,830	50,862
Dividends in adjusted gross income	157,552	2,610,763
Royalty:		
Net income	10,464	108,189
Net loss	659	6,169
Estate or trust:		
Total profit	29,395	256,307
Total loss	2,010	8,188
Total deductions	207,887	2,318,596
Exemptions	210,725	497,749
Taxable income	210,725	7,885,244
U.S. Income tax before credits	210,725	3,052,630
U.S. Income tax against which foreign tax credit is allowed	210,725	3,039,241
Foreign tax credit claimed	210,725	328,927
U.S. Income tax after credits	192,488	2,671,845
Additional tax for tax preferences	1,046	18,606
Total U.S. income tax	192,659	2,690,451
Foreign income and taxes:		
Gross income:		
Total	210,725	1,855,461
Other than DISC dividends, certain interest and foreign oil-related income:		
Dividends	102,785	231,950
Rents and royalties	6,894	34,095
Wages, salaries and other employee compensation	53,635	1,117,308
Gross gain from sale of capital assets	4,078	80,532
Business or profession	3,560	86,105
Estates and trusts	3,800	32,720
DISC dividends	*7	*46
Certain interest	12,473	31,423
Foreign oil-related income	*4	*1,128
Deductions:		
Total	58,859	193,756
On income other than DISC dividends, certain interest and foreign oil-related income:		
Total	58,050	190,403
Gross capital loss and other losses from foreign sources	1,981	8,636
On certain interest	3,103	3,215
Taxable income (less loss):		
Total	210,725	1,661,700
Other than DISC dividends, certain interest and foreign oil-related income	203,400	1,632,456
DISC dividends	*7	*46
Certain interest	12,439	28,207
Foreign oil-related income	*4	*991
Foreign taxes available for credit:		
Foreign taxes paid or accrued	208,617	439,515
On income other than DISC dividends, certain interest and foreign oil-related income:		
Taxes withheld on dividends	99,537	39,813
Taxes withheld on rents and royalties	4,415	3,982
Other foreign taxes paid or accrued	105,601	390,093
On DISC dividends	*7	*8
On certain interest	10,985	5,138
On foreign oil-related income	*4	*481
Reduction for certain foreign taxes:		
Total	*173	*753
On income other than DISC dividends, certain interest and foreign oil-related income	*173	*753
Carryover:		
Total	26,950	194,408
On income other than DISC dividends, certain interest and foreign oil-related income	26,685	193,690
On certain interest	1,062	698
Total foreign taxes	210,725	633,176
Foreign tax credit computed	210,725	329,589

*Estimate should be used with caution because of the small number of sample returns on which it was based.
NOTE: Detail may not add to total because of rounding.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED AND WITH FORM 2555, EXEMPTION OF INCOME EARNED ABROAD

Table 15.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Number of returns	Income and taxes from all sources								
		Adjusted gross income	Taxable income	U.S. income tax against which foreign tax credit was allowed	Foreign tax credit claimed	Gross income from foreign sources	Deductions	Taxable income less loss from foreign sources	Foreign taxes paid or accrued	Carryover
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
All geographic areas	**32,982**	**1,025,009**	**829,682**	**253,071**	**168,256**	**849,691**	**80,660**	**769,029**	**262,588**	**164,016**
Canada	**3,464**	**94,016**	**72,406**	**22,465**	**16,439**	**75,207**	**8,955**	**66,251**	**41,147**	**21,652**
Latin America, total	**5,912**	**175,018**	**144,905**	**43,458**	**29,353**	**154,671**	**12,518**	**142,153**	**41,861**	**30,148**
Mexico	1,195	34,886	28,619	9,060	5,871	30,770	2,065	28,705	11,075	8,377
Central America, total	296	8,155	7,104	2,105	1,265	7,554	492	7,062	1,404	*830
Panama (excluding Canal Zone)	135	4,880	4,297	1,337	704	4,396	400	3,996	835	*408
Caribbean countries, total	279	7,300	5,534	1,621	1,137	6,080	432	5,648	2,240	2,127
Jamaica	124	3,615	2,746	884	591	2,772	365	2,408	1,285	*460
South America, total	4,286	131,171	109,511	32,831	21,988	115,762	9,784	105,977	28,054	19,265
Argentina	127	3,389	2,854	752	555	3,288	*199	3,089	*192	*3,003
Brazil	1,871	62,160	52,341	15,424	11,597	54,048	4,735	49,313	14,898	6,232
Colombia	315	7,629	5,685	1,940	841	7,075	798	6,277	1,959	1,659
Ecuador	162	3,961	3,229	830	730	3,531	*234	3,298	1,548	*1,155
Peru	465	10,013	7,811	2,023	1,691	9,299	620	8,679	3,659	714
Venezuela	1,273	42,120	35,662	11,376	6,238	37,352	3,367	33,985	5,457	4,622
Other Western Hemisphere, total	**167**	**5,555**	**4,136**	**1,318**	**1,046**	**5,454**	**906**	**4,548**	**1,790**	**1,909**
Netherlands Antilles	60	2,385	2,059	626	554	2,295	155	2,140	1,161	*1,440
Europe, total	**12,437**	**475,128**	**380,916**	**123,574**	**77,071**	**376,313**	**40,904**	**335,408**	**108,243**	**59,103**
Common Market countries, total	10,624	410,831	327,267	107,005	65,395	320,059	34,411	285,647	91,616	49,792
Belgium	1,904	77,103	65,810	21,083	16,055	66,056	4,248	61,807	21,758	12,013
Denmark	111	2,872	2,446	770	700	2,736	203	2,533	1,000	465
France (including Andorra)	1,576	69,689	57,777	19,788	11,759	56,527	5,917	50,610	14,418	7,554
Italy (including San Marino)	457	43,197	25,449	13,312	1,979	12,009	1,132	10,877	2,472	1,855
Luxembourg	215	8,045	6,968	2,097	1,753	7,645	643	7,002	2,832	3,324
Netherlands	919	32,465	26,425	8,340	5,635	27,895	4,147	23,748	8,362	5,153
United Kingdom	4,187	172,765	127,179	43,369	20,489	118,138	15,089	103,048	27,178	9,876
West Germany	1,853	65,497	54,837	17,521	14,134	58,587	7,194	51,392	22,867	16,621
Other West European countries, total	2,210	81,694	67,905	21,566	15,159	72,523	9,146	63,377	21,482	13,841
Austria	158	6,192	5,360	1,732	1,462	5,649	398	5,251	2,377	635
Greece	68	2,108	1,833	604	302	1,812	286	1,526	430	*399
Norway	179	4,895	4,061	1,152	1,072	4,705	256	4,449	2,333	1,064
Portugal	93	2,263	1,868	565	453	2,262	*511	1,751	*645	*358
Spain	509	15,625	12,555	3,558	1,909	14,279	2,444	11,835	1,915	1,173
Sweden	137	5,306	4,640	1,548	1,390	4,880	326	4,554	2,798	1,330
Switzerland	1,064	47,026	39,313	13,233	9,241	41,477	5,867	35,610	11,574	9,014
Africa, total	**2,639**	**70,512**	**57,441**	**16,233**	**11,691**	**60,592**	**4,842**	**55,751**	**18,294**	**11,616**
North Africa, total	942	24,502	20,472	5,629	4,948	22,897	1,195	21,702	9,205	3,963
Egypt	148	4,212	3,719	1,005	857	4,020	*249	3,772	1,380	*236
Libya	644	18,180	15,246	4,278	3,887	16,939	861	16,078	7,324	3,679
East Africa	154	3,234	2,727	666	500	3,350	*166	3,184	*368	*699
West and Central African countries, total	959	24,634	19,544	5,198	3,631	20,099	2,117	17,981	5,262	5,126
Nigeria	502	15,829	12,845	3,591	2,475	12,295	1,431	10,864	3,405	4,191
Southern Africa, total	669	20,022	15,952	5,070	2,889	15,595	1,466	14,129	3,924	2,025
South Africa (including South-West Africa)	599	19,187	15,422	4,961	2,882	15,479	1,440	14,038	3,905	2,025
Asia, total	**9,144**	**253,341**	**210,011**	**61,018**	**42,398**	**222,034**	**19,060**	**202,974**	**62,504**	**46,177**
Middle East, total	3,606	82,925	66,512	17,869	13,238	71,509	7,063	64,445	20,535	21,263
Iran	1,168	31,508	25,612	7,187	5,492	26,864	2,927	23,936	9,853	2,832
Lebanon	80	2,745	2,370	678	417	3,080	*389	2,691	575	*494
Saudi Arabia	2,220	44,762	35,335	9,047	6,691	38,254	3,645	34,609	9,565	17,439
Southern and Southeastern Asia, total	3,352	91,224	76,286	21,468	15,974	81,366	6,556	74,811	27,089	15,249
Indonesia	1,542	33,657	27,931	7,425	5,938	30,215	1,875	28,340	10,891	3,396
Malaysia	341	9,435	7,982	2,340	1,833	8,842	463	8,379	2,486	2,220
Philippines	476	14,066	11,756	3,243	2,324	13,344	2,083	11,261	4,901	4,563
Singapore	999	32,737	27,240	7,782	5,208	27,609	1,853	25,756	7,459	4,223
Thailand	141	5,066	4,473	1,314	1,002	4,854	454	4,400	1,283	1,165
Eastern Asia, total	2,272	83,241	70,845	23,098	13,977	73,005	5,787	67,218	15,487	10,241
China, Republic of (Taiwan)	253	7,152	6,213	1,811	1,120	6,085	269	5,816	1,151	*730
Hong Kong	714	22,509	19,140	5,786	3,237	20,613	860	19,752	3,123	2,994
Japan (including Okinawa and Ryukyu Islands)	1,380	55,265	46,963	15,967	9,580	47,298	4,734	42,564	11,061	7,328
South Korea, Republic of	33	1,573	1,428	463	309	1,612	*105	1,507	361	*71
Oceania, total	**1,068**	**28,878**	**23,802**	**6,851**	**4,030**	**23,904**	**2,421**	**21,482**	**7,221**	**4,462**
Australia	698	20,545	17,225	5,237	3,625	17,807	1,982	15,825	6,644	4,269

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED AND WITH FORM 2555, EXEMPTION OF INCOME EARNED ABROAD

Table 15.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from all sources–Continued		Income and taxes from specific geographic categories						
			Gross income						
				Other than certain interest					
	Total foreign taxes available for credit	Foreign tax credit computed	Total	Total	Dividends	Rents and royalties	Gross gain from sale of capital assets	Wages, salaries and other employee compensation	Business or profession
	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)
All geographic areas	**426,606**	**168,539**	**849,691**	**844,639**	**4,664**	**3,275**	**13,488**	**785,045**	**22,823**
Canada	**62,800**	**16,441**	**54,725**	**53,727**	**699**	**449**	**956**	**46,102**	**3,872**
Latin America, total	**72,009**	**29,380**	**144,992**	**143,551**	**1,123**	***413**	**5,307**	**132,395**	**2,236**
Mexico	19,451	5,878	27,933	26,660	174	*72	*1658	24,514	*159
Central America, total	2,234	1,265	6,199	6,137	*149	*7	*472	5,189	*171
Panama (excluding Canal Zone)	1,243	704	3,172	3,110	*11	—	*472	2,471	*7
Caribbean countries, total	4,367	1,147	5,712	5,701	*34	—	*224	5,443	—
Jamaica	1,746	591	2,596	2,596	*34	—	*224	2,338	—
South America, total	47,319	21,998	105,051	104,955	765	*334	2,953	97,152	1,906
Argentina	3,194	556	2,096	2,096	—	*2	—	*2,077	*16
Brazil	21,130	11,605	47,723	47,667	248	*332	553	44,267	*1,478
Colombia	3,618	841	6,367	6,367	*68	—	*2,323	3,716	*254
Ecuador	2,704	730	3,377	3,377	*244	—	*29	2,988	—
Peru	4,373	1,691	8,371	8,370	*31	—	—	8,336	—
Venezuela	10,079	6,238	34,385	34,346	175	—	*48	33,036	*158
Other Western Hemisphere, total	**3,699**	**1,046**	**3,890**	**3,850**	***13**	***140**	***208**	**3,233**	**—**
Netherlands Antilles	2,601	554	2,220	2,220	*11	*14	—	2,193	—
Europe, total	**167,347**	**77,226**	**360,965**	**358,838**	**1,793**	**1,485**	**3,743**	**333,429**	**12,208**
Common Market countries, total	141,409	65,496	302,784	301,256	962	1,119	3,391	280,363	10,392
Belgium	33,771	16,079	60,938	60,929	*3	*17	*111	58,250	*1,702
Denmark	1,464	707	1,272	1,265	*(1)	—	*16	1,103	—
France (including Andorra)	21,973	11,761	51,404	51,232	434	*7	*279	47,072	2,290
Italy (including San Marino)	4,328	1,979	10,268	10,267	*(1)	*16	—	9,098	*597
Luxembourg	6,156	1,753	4,853	4,739	—	—	*7	4,708	—
Netherlands	13,515	5,670	20,497	20,400	142	*11	*40	17,687	*2,359
United Kingdom	37,054	20,506	101,657	101,302	138	338	2,292	97,239	638
West Germany	39,489	14,157	50,534	49,761	244	*730	644	43,845	2,806
Other West European countries, total	35,323	15,214	57,715	57,121	830	*365	352	52,626	1,817
Austria	3,012	1,462	4,778	4,734	—	—	—	4,731	*2
Greece	829	302	1,485	1,485	—	—	—	*1,482	—
Norway	3,397	1,072	3,850	3,850	—	—	—	3,800	—
Portugal	1,003	453	*1,371	*1,371	—	—	—	*1,133	*193
Spain	3,087	1,909	10,725	10,695	*(1)	*22	—	10,634	*2
Sweden	4,127	1,390	4,316	4,316	*1	—	*27	4,246	—
Switzerland	20,588	9,296	30,115	29,595	826	*344	325	25,546	*1,619
Africa, total	**29,910**	**11,697**	**47,775**	**47,773**	**196**	**—**	***132**	**46,109**	***140**
North Africa, total	13,168	4,950	21,830	21,830	—	—	*46	20,746	—
Egypt	1,616	857	3,872	3,872	—	—	—	3,808	—
Libya	11,003	3,889	16,020	16,020	—	—	*46	15,000	—
East Africa	1,067	500	2,864	2,864	*14	—	—	*2,710	*140
West and Central African countries, total	10,389	3,635	16,566	16,566	—	—	*9	16,443	—
Nigeria	7,596	2,475	9,913	9,913	—	—	*9	9,790	—
Southern Africa, total	5,949	2,889	6,515	6,514	182	—	*77	6,210	—
South Africa (including South-West Africa)	5,930	2,882	6,397	6,396	181	—	*76	6,094	—
Asia, total	**108,681**	**42,472**	**210,277**	**210,010**	**800**	**330**	**2,469**	**198,663**	**4,161**
Middle East, total	41,799	13,241	66,982	66,981	*127	*10	*713	63,987	*1,319
Iran	12,686	5,494	24,318	24,318	—	—	*204	23,807	*21
Lebanon	1,068	417	2,798	2,798	—	—	—	1,550	*875
Saudi Arabia	27,004	6,692	37,184	37,184	—	*10	*509	36,235	*264
Southern and Southeastern Asia, total	42,338	16,041	76,082	76,030	*161	*181	*1,007	71,725	*2,475
Indonesia	14,287	5,943	27,076	27,046	—	*27	*797	26,131	*(1)
Malaysia	4,706	1,873	7,135	7,134	—	—	—	7,134	—
Philippines	9,463	2,324	12,301	12,301	*161	*154	*65	10,380	*1,423
Singapore	11,682	5,209	23,422	23,405	—	—	*145	21,938	*1,052
Thailand	2,448	1,023	3,991	3,986	—	—	—	3,986	—
Eastern Asia, total	25,828	14,003	67,212	66,999	511	*139	748	62,952	*367
China, Republic of (Taiwan)	1,881	1,142	5,182	5,150	*14	—	*198	4,937	—
Hong Kong	6,117	3,238	18,464	18,424	*373	—	*1	17,297	*109
Japan (including Okinawa and Ryukyu Islands)	18,389	9,583	42,022	41,881	124	*139	*550	39,175	*257
South Korea, Republic of	432	309	1,543	1,543	—	—	—	1,543	—
Oceania, total	**11,683**	**4,040**	**20,301**	**20,286**	**11**	***453**	***527**	**19,144**	***9**
Australia	10,913	3,626	14,508	14,493	11	*453	*527	13,352	*7

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED AND WITH FORM 2555, EXEMPTION OF INCOME EARNED ABROAD

Table 15.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from specific geographic categories—Continued: Gross income—Continued: Certain interest	Deductions: Total	Deductions: On income other than certain interest: Total	Business or professional expenses	Expenses directly allocable to rents and royalties	Other expenses directly allocable to specific income items	Expenses not directly allocable to specific income items	Gross capital loss and other losses from foreign sources
	(20)	(21)	(22)	(23)	(24)	(25)	(26)	(27)
All geographic areas	**5,052**	**80,660**	**80,213**	**5,055**	**1,113**	**27,329**	**45,562**	**1,154**
Canada	**998**	**6,450**	**6,365**	**566**	**204**	**1,144**	**4,311**	**139**
Latin America, total	**1,442**	**10,814**	**10,796**	***122**	***76**	**3,921**	**6,540**	**136**
Mexico	1,274	1,920	1,907	—	*36	169	1,684	*18
Central America, total	*62	377	377	—	*2	*227	147	*(1)
Panama (excluding Canal Zone)	*62	314	*314	—	—	*190	*124	*(1)
Caribbean countries, total	*11	376	375	—	—	*183	87	*105
Jamaica	—	326	326	—	—	*183	*38	*105
South America, total	95	8,139	8,137	*122	*38	3,343	4,621	*13
Argentina	—	*108	*108	*8	*29	*7	*64	—
Brazil	56	3,328	3,327	*9	*9	1,255	2,043	*11
Colombia	—	771	771	—	—	*193	578	—
Ecuador	—	*231	*231	—	—	*8	*223	—
Peru	*1	559	559	*48	—	*160	351	*(1)
Venezuela	*38	3,008	3,007	*59	—	1,643	1,304	*1
Other Western Hemisphere, total	***40**	**825**	**822**	**—**	***121**	***79**	**582**	***41**
Netherlands Antilles	—	148	148	—	*16	*79	53	—
Europe, total	**2,126**	**39,080**	**38,747**	**3,325**	**639**	**12,790**	**21,365**	**628**
Common Market countries, total	1,528	32,138	31,827	2,080	385	9,852	18,940	569
Belgium	9	3,949	3,949	*59	*33	1,281	2,542	*33
Denmark	*7	112	111	*2	—	*43	*58	*8
France (including Andorra)	171	5,483	5,473	*217	*14	2,326	2,839	*77
Italy (including San Marino)	*1	443	443	*6	*15	104	317	—
Luxembourg	114	318	316	—	—	*226	90	—
Netherlands	*97	2,826	2,801	*1,454	*25	397	910	*14
United Kingdom	355	13,024	12,974	*25	*162	3,402	9,292	93
West Germany	773	5,906	5,683	*317	*135	2,015	2,872	*344
Other West European countries, total	594	6,938	6,917	*1,245	254	2,938	2,421	58
Austria	*43	254	252	*1	—	*65	184	*1
Greece	—	244	244	*85	—	*109	50	—
Norway	*(1)	237	237	—	*1	*136	99	—
Portugal	—	*381	*381	*20	*9	*312	*40	—
Spain	*30	1,237	1,236	—	*26	1,053	157	*(1)
Sweden	*(1)	287	287	—	—	*145	143	*(1)
Switzerland	521	4,133	4,115	*1,139	*218	1,023	1,678	57
Africa, total	***1**	**2,920**	**2,920**	**—**	**—**	**1,160**	**1,760**	**—**
North Africa, total	—	1,132	1,132	—	—	412	720	—
Egypt	—	*245	*245	—	—	*214	*31	—
Libya	—	801	801	—	—	162	639	—
East Africa	—	*159	*159	—	—	*145	*14	—
West and Central African countries, total	—	1,137	1,137	—	—	317	820	—
Nigeria	—	550	550	—	—	*137	413	—
Southern Africa, total	*1	491	491	—	—	*286	205	—
South Africa (including South-West Africa)	*1	465	465	—	—	*286	179	—
Asia, total	**266**	**16,874**	**16,869**	**732**	***37**	**6,389**	**9,576**	**135**
Middle East, total	*1	6,626	6,626	*253	*9	2,837	3,515	*12
Iran	—	2,756	2,756	*7	—	1,534	1,214	*2
Lebanon	—	*347	*347	*191	—	*69	*87	—
Saudi Arabia	—	3,400	3,400	*10	*9	1,234	2,136	*10
Southern and Southeastern Asia, total	53	5,952	5,951	*287	*5	2,347	3,312	—
Indonesia	*30	1,546	1,546	—	*5	599	942	—
Malaysia	*1	382	382	—	—	239	143	—
Philippines	—	2,009	2,009	*96	—	749	1,165	—
Singapore	*17	1,569	1,569	*189	—	496	883	—
Thailand	*5	269	269	*2	—	*124	143	—
Eastern Asia, total	213	4,296	4,292	*192	*23	1,204	2,749	*124
China, Republic of (Taiwan)	*32	234	234	—	—	*113	120	—
Hong Kong	*40	658	657	*34	—	196	427	*(1)
Japan (including Okinawa and Ryukyu Islands)	140	3,301	3,298	*158	*23	823	2,171	*123
South Korea, Republic of	—	*103	*103	—	—	*73	*30	—
Oceania, total	***15**	**1,863**	**1,863**	**—**	***32**	**851**	**915**	***65**
Australia	*15	1,446	1,446	—	*32	779	569	*65

Footnotes at end of table.

RETURNS WITH FORM 1116 FILED IN SUPPORT OF FOREIGN TAX CREDIT CLAIMED AND WITH FORM 2555, EXEMPTION OF INCOME EARNED ABROAD

Table 15.—Income and Taxes, and Foreign Income, Taxes and Credit, by Selected Country to Which Foreign Taxes Were Paid—Continued

[All figures are estimates based on samples—money amounts are in thousands of dollars]

Selected country	Income and taxes from specific geographic categories—Continued								
	Taxable income (less loss)			Foreign taxes paid or accrued					
					On income other than certain interest				On certain interest
						Taxes withheld on—			
	Total	Other than certain interest	Certain interest	Total	Total	Dividends	Rents and royalties	Other foreign taxes paid or accrued	
	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)
All geographic areas	**769,029**	**764,423**	**4,605**	**262,588**	**261,775**	**478**	***212**	**261,084**	**813**
Canada	**48,275**	**47,362**	**913**	**33,803**	**33,585**	**22**	*(1)	**33,563**	**219**
Latin America, total	**134,178**	**132,755**	**1,424**	**40,012**	**39,799**	**129**	***1**	**39,669**	**213**
Mexico	26,013	24,753	1,260	10,658	10,452	*24	—	10,429	206
Central America, total	5,822	5,760	*61	1,147	1,147	*(1)	—	1,147	*(1)
Panama (excluding Canal Zone)	2,857	2,796	*61	688	688	—	—	688	*(1)
Caribbean countries, total	5,335	5,325	*10	2,194	2,194	—	—	2,194	—
Jamaica	2,271	2,271	—	1,268	1,268	—	—	1,268	—
South America, total	96,911	96,819	93	26,005	25,998	105	*1	25,892	7
Argentina	1,988	1,988	—	*115	*115	—	—	*115	—
Brazil	44,395	44,340	55	13,513	13,509	*37	*1	13,471	*4
Colombia	5,596	5,596	—	1,779	1,779	*20	—	1,758	—
Ecuador	3,146	3,146	—	1,515	1,515	*37	—	1,478	—
Peru	7,812	7,811	*1	3,536	3,536	*8	—	3,528	*(1)
Venezuela	31,376	31,339	*37	4,932	4,929	*2	—	4,927	*3
Other Western Hemisphere, total	**3,065**	**3,027**	***37**	**1,356**	**1,356**	(1)	—	**1,356**	—
Netherlands Antilles	2,072	2,072	—	1,144	1,144	—	—	1,144	—
Europe, total	**321,884**	**320,090**	**1,794**	**104,225**	**103,901**	**230**	***73**	**103,599**	**324**
Common Market countries, total	270,645	269,429	1,217	87,243	87,076	166	*67	86,843	167
Belgium	56,990	56,981	9	20,420	20,418	*(1)	*1	20,417	*2
Denmark	1,160	1,153	*7	393	392	—	—	392	*1
France (including Andorra)	45,921	45,760	161	12,409	12,373	*33	—	12,339	36
Italy (including San Marino)	9,825	9,824	*1	1,979	1,979	—	—	1,979	*(1)
Luxembourg	4,536	4,423	112	1,824	1,824	—	—	1,824	—
Netherlands	17,671	17,600	*71	6,711	6,711	63	—	6,648	*(1)
United Kingdom	88,633	88,328	305	22,490	22,435	41	*66	22,328	55
West Germany	44,628	44,078	550	20,903	20,831	*28	—	20,803	72
Other West European countries, total	50,777	50,204	573	16,835	16,679	64	*6	16,609	156
Austria	4,523	4,483	*40	2,063	2,044	—	—	2,044	*19
Greece	1,240	1,240	—	320	320	—	—	320	—
Norway	3,613	3,613	*(1)	2,089	2,089	—	—	2,089	—
Portugal	990	990	—	*337	*337	—	—	*337	—
Spain	9,488	9,459	*29	1,464	1,464	*(1)	*(1)	1,464	—
Sweden	4,029	4,029	*(1)	2,495	2,495	*1	—	2,495	*(1)
Switzerland	25,982	25,479	503	7,854	7,717	63	*6	7,648	137
Africa, total	**44,855**	**44,853**	***1**	**15,897**	**15,897**	**24**	—	**15,873**	—
North Africa, total	20,697	20,697	—	9,006	9,006	—	—	9,006	—
Egypt	3,627	3,627	—	1,369	1,369	—	—	1,369	—
Libya	15,219	15,219	—	7,135	7,135	—	—	7,135	—
East Africa	2,705	2,705	—	*284	*284	*3	—	*282	—
West and Central African countries, total	15,429	15,429	—	4,667	4,667	—	—	4,667	—
Nigeria	9,363	9,363	—	3,092	3,092	—	—	3,092	—
Southern Africa, total	6,023	6,022	*1	1,940	1,940	21	—	1,919	—
South Africa (including South-West Africa)	5,932	5,931	*1	1,921	1,921	21	—	1,900	—
Asia, total	**193,402**	**193,141**	**261**	**59,633**	**59,600**	**68**	***6**	**59,525**	**33**
Middle East, total	60,356	60,355	*1	19,300	19,300	*59	—	19,241	—
Iran	21,562	21,562	—	9,340	9,340	—	—	9,340	—
Lebanon	2,451	2,451	—	514	514	—	—	514	—
Saudi Arabia	33,784	33,784	—	9,118	9,118	—	—	9,118	—
Southern and Southeastern Asia, total	70,130	70,079	51	25,855	25,855	*(1)	—	25,854	—
Indonesia	25,530	25,500	*30	10,130	10,130	—	—	10,130	—
Malaysia	6,752	6,752	*1	2,371	2,371	—	—	2,371	—
Philippines	10,292	10,292	—	4,600	4,600	*(1)	—	4,600	—
Singapore	21,853	21,836	*16	6,889	6,889	—	—	6,889	—
Thailand	3,722	3,717	*5	1,061	1,061	—	—	1,061	—
Eastern Asia, total	62,915	62,707	209	14,478	14,445	9	*6	14,429	33
China, Republic of (Taiwan)	4,949	4,916	*32	1,066	1,060	*5	—	1,055	*6
Hong Kong	17,806	17,767	*39	2,761	2,761	*(1)	—	2,761	*(1)
Japan. (including Okinawa and Ryukyu Islands)	38,720	38,583	137	10,292	10,266	4	*6	10,256	26
South Korea, Republic of	1,440	1,440	—	358	358	—	—	358	—
Oceania, total	**18,438**	**18,424**	***15**	**6,638**	**6,635**	***1**	***131**	**6,502**	***3**
Australia	13,062	13,047	*15	6,116	6,113	*1	*131	5,980	*3

*Estimate should be used with caution because of the small number of sample returns on which it was based.

(1) Less than $500 per return.

NOTE: The data in columns 2 through 12 pertain to the total activity of the taxpayer with income or taxes attributable to a particular country. Since many taxpayers have income or taxes attributable to more than one country, the data in these columns are not additive to any meaningful totals. Detail may not add to total because of rounding.

Section 4

Explanation of Terms

The following explanations include definitions and limitations of the data, as well as descriptions of adjustments made in processing the statistics. The terms explained in this section are unique to the Exemption of Income Earned Abroad by Individuals, and to the Computation of Foreign Tax Credit by Individuals. For the related data items shown which are reported by taxpayers on the U.S. Individual Income Tax Return, Form 1040, the explanations of them can be found in Statistics of Income--1975 Individual Income Tax Returns. The explanations contained in this section are designed to aid the user in interpreting the statistical content of this report and should not be construed as interpretations of the Internal Revenue Code or related regulations, procedures, or policies. Code sections cited were those in effect for 1975.

Bona Fide Foreign Residence Test

Determination of whether a U.S. citizen was a bona fide foreign resident was dependent on the application of the principles of Code section 871 relating to what constituted residence or nonresidence of an alien in the United States. Generally, bona fide foreign residence was determined by the taxpayer's length and nature of stay abroad. The criterion was to establish a distinction between transients and those who truly made their home abroad and who thus assumed all corresponding obligations. Under this test, taxpayers had to be bona fide foreign residents for a full tax year before they could exempt any foreign earned income.

A taxpayer did not fail to meet the requirements if there was ultimate intention to return home to the United States. Thus it was possible for a taxpayer's domicile to be in the United States while having a bona fide residence abroad.

Business or Profession Income

This source of foreign gross income was reported on Form 1116 by individuals who were sole proprietors of foreign businesses and by self-employed members of professions. Includible in gross income from businesses or professions were gross receipts and professional fees, but not any gain from the sale of capital assets, rents, royalties or dividend income which were required to be reported separately on Form 1116. Expenses attributable to business or professional income as well as business losses also were required to be reported separately. Business or profession income reported on From 1116 did not include any tax-exempt amounts reported on Form 2555.

Business Income Less Loss

Net business income was reported on Form 2555 by individuals who were sole proprietors of foreign businesses and by self-employed taxpayers engaged in professional occupations such as doctors and lawyers. Generally, sole proprietors abroad whose income resulted from business establishments in which they had a capital investment and from which they rendered personal services could exempt from U.S. tax no more than 30 percent of the net profit. This percentage depended on the value of the taxpayers personal services to the business and in some cases it was not even possible to allow as much as 30 percent of the net profits as "earned income." In cases where capital was not an income-producing factor so that only personal services produced the income, the 30 percent rule did not apply. In this case, all of the income was considered earned.

Carryover

This was the remaining amount of subsequent or prior years' creditable foreign taxes in excess of the limitation, per-country or overall for the year in which the taxes were paid or accrued. These excess taxes were carried back or over and included with current year creditable foreign taxes. Excess foreign taxes could be carried back 2 years and forward 5 years. They were applied against any "excess limitation" which was the amount by which limitation on the credit exceeded current year creditable foreign taxes.

Excess taxes were first applied against the excess limitation, if any, of the second preceding year, and then of the first preceding year. Amounts remaining, if any, were then carried over to the first, second, and succeeding years through the fifth year, for inclusion in the foreign tax credit. If they could not be included in the foreign tax credit by the fifth year, they could not be used. There are no data on carrybacks because the excess tax carried back was reported only on amended returns and amended returns for prior years were not used for the statistics.

Taxpayers could not credit excess taxes for a year in which one method of limitation was used against excess limitation for a year in which the other method was used. Also, taxpayers could not carry back or carry over eligible foreign taxes in excess of the limitation to a year in which foreign taxes were taken as a deduction.

For purposes of determining the foreign tax credit, taxpayers using the per-country limitation were required to compute the carryback and carryover for each country separately. When the overall limitation was used, taxpayers were not required to report the amount of carryback or carryover on a country basis. In addition, the foreign tax credit limitation had to be computed separately with respect to the aggregate dividends received from all Domestic International Sales Corporations (DISC's). See also "Domestic International Sales Corporation (DISC) Dividends."

Certain Interest Income

A separate foreign tax credit computation for certain interest income was required by Code section 904. The interest to which the separate computation applied was defined, specifically, as all interest income except amounts:

(1) derived from any transaction which was directly

related to the active conduct of a foreign trade or business, such as interest on accounts receivable by a foreign business arising from its ordinary business transactions;
(2) derived from the conduct of a banking, financing, or similar business;
(3) received from a foreign corporation in which the U.S. taxpayer owned, directly or indirectly, at least 10 percent of the voting stock; and
(4) received on obligations acquired where it was necessary to dispose of an active foreign trade or business or to dispose of securities in a foreign corporation in which the U.S. taxpayer owned at least 10 percent of the voting stock.

Credit-Limitation Method

The amounts classified by credit limitation method were based on the method used by the taxpayer in the foreign tax credit computation on Form 1116. The limitation established a ceiling on the amount of foreign taxes which could be claimed as a credit in any one year, so that the taxpayer was subject to the higher of the effective U.S. or foreign tax rate on taxable income from foreign sources. This ceiling, in effect, prevented the credit from reducing that portion of the U.S. tax attributable to income derived from within the United States. Taxpayers were permitted to choose from two alternative methods: (1) the per-country limitation and (2) the overall limitation. See also "Per-Country Limitation Method" and "Overall Limitation Method."

Deductions

In determining taxable income from sources within a particular foreign country on Form 1116, expenses, costs or losses connected with producing foreign source gross income were allowed as deductions from the foreign gross income reported. Includible as common types of expenses related to sole proprietorships and professionals in foreign countries were those for administrative, general selling, delivery, freight, utilities, insurance, legal, professional fees, salaries and wages (excluding those payments to owners or partners) and cost of sales and operations. Deductions related to rent and royalty income included repairs, depreciation and depletion. Gross capital losses were also considered as deductions in the computation of taxable income from foreign sources.
In addition, those expenses not directly allocable to specific income items had to be apportioned to foreign income by a fraction. The numerator of the fraction was the gross income from sources within a particular foreign country and the denominator was gross income from all sources, both domestic and foreign.

Dividends

Dividends received directly or indirectly from outside the United States were required to be reported separately by taxpayers filing Form 1116. Generally, a foreign dividend was any distribution made by a foreign corporation to stockholders, whether in money or in property, out of earnings and profits. Dividends received indirectly as a beneficiary of income from foreign estates or trusts and as a partner's distributive share of foreign partnership profits retained their characteristics and were reported as foreign dividends on Form 1116. Liquidation distributions, distributions of stock rights and returns of capital were excluded from foreign dividends. Dividends from abroad were not eligible for the dividend exclusion reported on Form 1040.

Domestic International Sales Corporation (DISC) Dividends

Dividends deemed or actually paid by a DISC were treated as dividends from outside the United States to the extent the dividends were attributable to certain export receipts of the DISC. Thus, all stockholders could claim a foreign tax credit for any foreign taxes imposed directly on a DISC dividend. The limitation on foreign tax credit was applied separately with respect to aggregate dividends received from all DISC's.

Estate or Trust

This source of foreign gross income reported on Form 1116 was the beneficiaries' share of fiduciary income from a foreign estate or trust. Ordinary income from estates or trusts included amounts required to be distributed and amounts credited to the beneficiary's account from current year fiduciary income whether or not actually received plus all other amounts actually paid or credited to the beneficiary to the extent of their distributable income.
Taxpayers excluded from estate or trust gross income their share of dividends, gains or losses from sales of capital assets and estate or trust losses which were required to be reported separately on the Form 1116.

Foreign Tax Credit Claimed

A credit against U.S. income tax was permitted for foreign taxes paid or accrued only if nonbusiness deductions were itemized and the foreign tax was excluded from those deductions. The credit claimed on Form 1040 related to the income and profits taxes paid or accrued to foreign countries or U.S. possessions (including Puerto Rico) of the United States and included the taxpayer's share of such taxes paid through partnerships and fiduciaries. The tax credit was limited to the same proportion of the U.S. income tax against which foreign tax credit was allowed, as the taxable income from foreign sources bore to the entire taxable income, but could not exceed the amount of foreign tax paid. Amounts in excess of the limitation could be carried back 2 years and the remainder carried forward 5 years for use in computing the credit for these years. See also "Carryover" and "U.S. income tax against which foreign tax credit was allowed."

Foreign Tax Credit Computed

This is the amount shown on the Form 1116, "Computation of Foreign Tax Credit—Individuals, Fiduciary, or Nonresident Alien Individual." The tables show both total foreign tax credit computed and the separate foreign tax credit computed for taxes on certain interest.
In some instances the total foreign tax credit "computed" was greater than the foreign tax credit "claimed" on the individual income tax return, which limited the credit claimed to U.S. income tax before all credits, except the personal exemption credit. (See "U.S. income tax against which foreign tax credit was allowed.") For the most part, this situation occurred on returns with the per-country limitation method of computing the credit (see "Per-country credit-limitation method,") when there was a net loss associated with one or more foreign countries. Under this limitation method, the tax credit was computed separately for each country or U.S. possession

(including Puerto Rico) for which there was both taxable income and eligible foreign taxes, using the following formula:

$$\begin{array}{c} \text{U.S. income} \\ \text{tax against} \\ \text{which foreign} \\ \text{tax credit} \\ \text{was allowed} \end{array} \times \frac{\begin{array}{c}\text{Taxable income from} \\ \text{sources within the} \\ \text{foreign country or} \\ \text{U.S. possessions}\end{array}}{\begin{array}{c}\text{Taxable income from} \\ \text{all sources, foreign} \\ \text{and domestic}\end{array}}$$

Consequently, for countries where net losses were incurred, the sum of the taxable income from each country where there was net income or profit (which was the numerator of the fraction shown above) exceeded the individual's total net taxable income from foreign sources, which included the foreign losses. As a result, the foreign tax credit computed on the Form 1116 could exceed the U.S. tax liability on total taxable income, an amount that reflected losses as well as income. Foreign tax credit computed on Form 1116 in excess of foreign tax credit claimed on the individual income tax return could also occur when an individual using the per-country limitation had an overall loss from domestic sources which was less than the overall income from foreign sources.

Foreign Taxes Paid or Accrued

Foreign taxes paid or accrued by the U.S. taxpayer were income, war profits and excess profits taxes paid or accrued to foreign countries or U.S. possessions (including Puerto Rico). These taxes included amounts withheld on dividends, rents, royalties and similar remittances, DISC dividends and certain interest. All the taxes must actually have been paid, or normally have been accrued in a way that fixed the amount of tax and established the liability of the taxpayer, before they qualified as creditable. If later payment of the tax differed from the amount of the tax formerly reported, the foreign tax credit had to be adjusted accordingly for the year the credit was taken.

Geographic Classification: Area or Country

The amounts classified by country (and appropriate area and subarea) in the statistics for tax exempt income earned abroad were based on the country of bona fide foreign residence or 17-month foreign presence reported by the taxpayer on Form 2555. If the taxpayer claimed the exemption based on 17-month foreign presence and more than one country was shown, the country to which the Form 2555 data were assigned was the country for which the taxpayer reported the greatest number of full days of presence during the taxable year (because the foreign earned income was reported in total and not by country). In the case of joint returns with a separate Form 2555 for husband and wife, if two separate countries were reported, the country to which the combined Form 2555 amounts were assigned was the one having the largest amount of total foreign earned income.

The amounts classified by country (and appropriate area and subarea) for the foreign tax credit statistics were based on the country to which taxable income (or loss) was attributed or to which foreign taxes were paid or accrued as reported on Form 1116. Also, since the foreign tax credit for foreign taxes paid or accrued on DISC dividends were required to be computed without regard to country on their aggregate they could not be attributed to a specific foreign country. As a result they were tabulated separately and included in the "All geographic areas, total" line. In addition, even though the foreign taxes paid or accrued with respect to foreign oil-related income were reported on a country-by-country basis the foreign tax credit statistics present them on their aggregate in the "All geographic areas, total" line.

The grouping of countries into areas and subareas in the tables was based on the classification of country designations used by the Department of Commerce for 1975 in compiling U.S. foreign trade statistics.

Gross Gain from Sales of Capital Assets

This source of foreign gross income reported on Form 1116 by individuals represented the difference between the gross sales price and the cost (or other basis) from the sale or exchange of capital assets. Capital assets, for tax purposes, meant property either held for personal use or property regarded or treated as an investment, such as stocks, bonds, and nonbusiness real estate. Included in gross gain was the net gain (after adjustments for the property types mentioned below) from the sale or exchange of property held for more than 6 months and used in a trade or business under Code section 1231, even though such property was excluded from the tax definition of capital assets. Examples of the property or transactions covered by section 1231, were depreciable, depletable, and real property used in a trade or business; most livestock if held for breeding purposes; the value of unharvested crops sold with the land they grew on; certain cut timber; and under specified conditions, iron, timber, and coal rights. In computing net gain under section 1231, certain adjustments first had to be made in the case of depreciable and real property including farmland.

Gross capital gain also included the net capital gain received from a partnership, estate or trust, or from a Small Business Corporation electing to be taxed through its stockholders.

Any gross loss from the sale of capital assets was included in the table column, "Gross capital loss and other losses from foreign sources." See also "Deductions."

Gross Income from Foreign Sources

The following types of foreign source income were required to be reported separately on the Form 1116:

(1) Dividends
(2) Rents and royalties
(3) Salaries and wages
(4) Business or profession income
(5) Estate or trust income
(6) Gross gain from sales of capital assets
(7) Dividends from DISC's
(8) Certain interest income, and
(9) Foreign oil-related income

Gross income from foreign sources did not include any tax-exempt foreign earned income from personal services reported on Form 2555.

Overall Credit Limitation Method

Under the overall limitation method, the foreign tax credit was computed based on the sum of foreign taxes paid or accrued to all foreign countries and U.S. possessions (including Puerto Rico). The credit could not exceed the proportion of U.S. income tax which taxable income from all foreign sources bore to total taxable income, both domestic and foreign. The formula used was:

$$\begin{array}{l} \text{U.S. income} \\ \text{tax against} \\ \text{which foreign} \\ \text{tax credit} \\ \text{was allowed} \end{array} \times \frac{\begin{array}{l}\text{Taxable income from} \\ \text{all foreign sources} \\ \text{and U.S. possessions}\end{array}}{\begin{array}{l}\text{Taxable income from} \\ \text{all sources, foreign} \\ \text{and domestic}\end{array}}$$

This percentage could never exceed 100 as provided by Code section 904. See also "Foreign tax credit computed."

Partnership Income Less Loss

Partnership net income was reported on Form 2555 by individuals who were members of a partnership, syndicate, joint venture or association. When capital investment and personal services in a foreign country were material income-producing factors, a certain portion of the partners share of the net profits were treated as "earned income." They were considered tax exempt under Code section 911, if they represented a reasonable allowance for personal services actually rendered by the taxpayer. However, no more than 30 percent of net profits could be considered earned and thereby reported on Form 2555. This percentage depended on the value of the taxpayer's personal services to the business and, therefore, in some cases, it was not even possible to allow as much as 30 percent of the net profits as earned income.

Pensions and Annuities

Pensions represented periodic income received after retirement and made in consideration of past services to an employer. Annuities were income payable at stated intervals in consideration of a specific premimum. In general, earned income received as pensions or annuities were not tax-exempt and not reported by the taxpayer on Form 2555, if attributable to employer contributions made after December 31, 1962 for services rendered outside the United States after that date.

Before enactment of the Revenue Act of 1962, Code section 72 provided that in determining what an employee or annuitant paid into a pension plan or for an annuity contract, contributions made by the employer were treated as employee contributions, if these contributions would not have been taxable income to the employee had they been paid directly to the employee in the first place. This provision, therefore, had the effect of excluding employer contributions to a pension plan from tax in the year when payment was received were the employee living abroad and qualified for the tax exemption.

The tax-exempt status of employer contributions remains, and is shown in the tables, for contributions made on or before December 31, 1962, and for those made after that date provided the contributions were for services performed on or before that date and the pension or annuity plan provisions were in effect on March 12, 1962.

Per-Country Credit-Limitation Method

Under the per-country limitation, the foreign tax credit was computed separately for each foreign country or U.S. possession (including Puerto Rico). The credit for foreign taxes paid or accrued to each country was limited to that proportion of U.S. income tax which taxable income from the foreign country or possession bore to total taxable income, both domestic and foreign. The formula used was:

$$\begin{array}{l} \text{U.S. income} \\ \text{tax against} \\ \text{which foreign} \\ \text{tax credit} \\ \text{was allowed} \end{array} \times \frac{\begin{array}{l}\text{Taxable income from} \\ \text{sources within the} \\ \text{foreign country or} \\ \text{U.S. possessions}\end{array}}{\begin{array}{l}\text{Taxable income from} \\ \text{all sources, foreign} \\ \text{and domestic}\end{array}}$$

This percentage could never exceed 100 as provided by Internal Revenue Service Code section 904. See also "Foreign tax credit computed."

Reduction for Certain Foreign Taxes

Taxes paid or accrued to a foreign country or U.S. possession (including Puerto Rico) on "mineral income" had to be reduced if a deduction for percentage depletion was allowed for any part of the income. Foreign mineral income was defined as income derived from the extraction of minerals from deposits, the processing of these minerals into primary products, and the transportation, distribution, or sales of the raw or primary materials. This reduction had to be made on a country-by-country basis, regardless of the limitation method used to compute the credit. Under this provision foreign income taxes paid or accrued to a foreign country on this mineral income, were reduced to the extent that the foreign taxes exceeded the amount of U.S. tax on such income. This reduction, therefore, did not allow these excess foreign taxes on mineral income to be used in the credit computation.

Rents and Royalties

These sources of foreign gross income were reported on Form 1116 by individuals who received rental income as stated returns or payments by tenants or other users of property. Rents were payments at fixed intervals for the temporary possession or use of foreign capital such as apartments, houses, tourist homes, and motels or trailer courts. Royalty income represented the owner's share of the proceeds for the use of a right such as patent, copyright or minerals.

Salaries and Wages

Salaries and wages as reported on Form 2555 and Form 1116 were amounts of compensation for personal services. Also includable were commissions, bonuses, tips, severance pay, and fees. Salaries and wages reported as part of the foreign tax credit computation excluded those tax-exempt amounts reported on Form 2555.

17-Month Foreign Presence Test

Those taxpayers who did not establish a bona fide foreign residence could exempt income earned abroad from U.S. tax if they were physically present in a foreign country or countries for at least 510 full days (17 months) during any period of 18 consecutive months.

Tax-Exempt Amount of U.S. Citizens Meeting Bona Fide Foreign Residence Test

When individuals qualified under the bona fide foreign residence test, they were allowed an annual exemption from adjusted gross income of up to $20,000 of foreign earned income from personal services.

However, when individuals had been bona fide residents of a foreign country or countries for an uninterrupted period of 3 consecutive years, they could exclude up to $25,000 of foreign earned income annualy. Because this income was not subject to U.S. tax, none of this amount was allowed in the computation of the foreign tax credit.

When qualified individuals time abroad included only a part of a particular tax year the exclusion of up to $20,000 ($25,000) applied on a prorated basis. The formula used to find the maximum exclusion was:

$$\frac{\text{Number of qualified days abroad in the tax year}}{365} \times \begin{array}{l}\$20{,}000 \text{ or} \\ \$25{,}000 \text{ (if applicable).}\end{array}$$

Tax-Exempt Amount of U.S. Citizens Meeting 17-Month Foreign Presence Test

When individuals qualified under the 17-month foreign presence test, they were allowed an exemption from adjusted gross income of up to $20,000 of foreign earned income from personal services for a full tax year. This exemption remained at $20,000 regardless of the length of time the individual stayed abroad. Because this income was not subject to U.S. tax none of this amount was allowed in the computation of the foreign tax credit.

When qualified individuals time abroad included only a part of a particular tax year the exclusion of $20,000 applied on a prorated basis. The formula used to find the maximum exclusion was:

$$\frac{\text{Number of qualified days abroad in the tax year}}{365} \times \$20{,}000.$$

Taxable and Nontaxable Returns

Taxability or nontaxability was determined by the presence or absence of U.S. income tax after credits and the additional tax for tax preferences ("minimum tax"). Some returns classified as nontaxable may have had a liability from self-employment tax, the social security tax on tip income, taxes from re- computing prior-year investment or work incentive (WIN) credits, or taxes from excess contributions to or premature withdrawals from individual retirement accounts, or other taxes; however, these taxes were disregarded for purposes of this classification. This was because the first two were considered social security (rather than income) taxes, and the remaining ones were not based on the current year's income.

Taxable Amount of Income Earned Abroad Attributable to Current Year

This amount was the foreign earned income for personal services that was not tax-exempt. It was reported as part of the taxpayer's adjusted gross income. Taxable income earned abroad was computed by subtracting from total income earned abroad for personal services the tax-exempt amount.

Taxable Income (Less Loss) from Foreign Sources

For purposes of the foreign tax credit computation taxable income from foreign sources was defined the same way as taxable income from U.S. source, i.e., gross income subject to tax less the applicable deductions and adjustments used to determine such taxable income. The determinations of gross income, applicable deductions and losses, and taxable income from sources outside the United States and within each foreign country or U.S. possession (including Puerto Rico) was made in accordance with Code sections 638, 861 through 864, and 907. If the overall limitation of the foreign tax credit was used, all income from sources outside the United States including "high seas" income had to be taken into account. Gross income did not include foreign earned income from personal services exempt from U.S. tax under Code section 911.

In computing taxable income from foreign sources for purposes of the foreign tax credit, all expenses and losses directly related to the credit were deductable from gross income from foreign sources and, in addition, other expenses (such as itemized deductions) not directly allocable to specific items of income had to be apportioned to that foreign income by a fraction, the numerator of which was the gross income from foreign sources and the denominator of which was gross income from all sources.

The deduction for personal exemptions was not taken into account in computing taxable income from foreign sources. Likewise for computing the foreign tax credit, taxable income from all sources also was computed without regard to the personal exemptions.

Total Foreign Taxes Available for Credit

This was the total of all eligible foreign taxes paid or accrued plus any carryover of prior-years taxes in excess of the credit limitation in those years minus the reduction for foreign taxes on mineral income required under Code section 901. See also "Foreign Taxes Paid or Accrued", "Carryover", and "Reduction for Certain Foreign Taxes."

Total Income Earned Abroad Attributable to Current Year

This amount reported on Form 2555 represents the total of all "earned income" received as compensation for personal services rendered in foreign countries. Includible compensation was wages, salaries, and professional fees as well as certain types of noncash remuneration, allowances and reimbursements. Noncash remuneration included homes, cars and other property facilities. Allowances and reimbursments considered as earned income included those for the cost of living; overseas differentials; and for family, education, home leave, and living quarters.

Income not considered earned and therefore not tax-exempt included dividends, gambling winnings, and alimony. In the case of certain types of income their status as earned income depended upon the specific conditions in each instance. Generally, these represented business profits; income from pensions, and annuities, rents and royalties.

Total Tax-Exempt Amount

See "Tax-Exempt Amount of U.S. Citizens Meeting Bona Fide Foreign Residence Test" and "Tax-Exempt Amount of U.S. Citizens Meeting 17-Month Foreign Presence Test."

Type of Residence Status Abroad

The exemption from U.S. tax of income earned abroad was based on either bona fide foreign residence or 17-month foreign presence reported by the taxpayer on Form 2555 and was the basis for classifying the statistics by type of residence status abroad. Returns with no indication of either status and $20,000 or less of exempt foreign income ($40,000 or less on joint returns with separate Forms 2555 for husband and wife) were considered as having met the 17-month foreign presence test. Returns with no indications of residence status abroad and more than $20,000, up to $25,000, of foreign earned income (more than $40,000, up to $50,000, for joint returns with separate Forms 2555 for husband and wife) were considered as having met the bona fide foreign presence test. See also "Bona Fide Foreign Residence Test" and "17-Month Foreign Presence Test."

U.S. Income Tax Against Which Foreign Tax Credit Was Allowed

This amount was U.S. income tax before credits minus the credit for personal exemptions, but before any other allowable tax credits.

Section 5

Forms and Instructions, 1975

CONTENTS

Form 1040 — US Individual Income Tax Return — 1975

Department of the Treasury—Internal Revenue Service

For the year January 1–December 31, 1975, or other taxable year beginning ...., 1975, ending ...., 19......

Please print or type

Name (If joint return, give first names and initials of both)	Last name	Your social security number	For Privacy Act Notification, see page 2 of Instructions.
Present home address (Number and street, including apartment number, or rural route)		Spouse's social security no.	For IRS use only
City, town or post office, State and ZIP code		Occupation: Yours ▶ / Spouse's ▶	

Requested by Census Bureau for Revenue Sharing ▶ A In what city, town, village, etc., do you live? B Do you live within the legal limits of the city, town, etc.? ☐ Yes ☐ No ☐ Don't know C In what county and State do you live? County / State D In what township do you live? (See page 4.)

Filing Status

1 ☐ Single (check only ONE box)
2 ☐ Married filing joint return (even if only one had income)
3 ☐ Married filing separately. If spouse is also filing give spouse's social security number in designated space above and enter full name here ▶
4 ☐ Unmarried Head of Household (See page 5 of Instructions) ▶
5 ☐ Qualifying widow(er) with dependent child (Year spouse died ▶ 19). See page 5 of Instructions.

Exemptions

6a Regular ☐ Yourself ☐ Spouse — Enter number of boxes checked ▶
b First names of your dependent children who lived with you .... Enter number ▶
c Number of other dependents (from line 27) . ▶
d Total (add lines 6a, b, and c) . . . . . ▶
e Age 65 or over . . ☐ Yourself ☐ Spouse; Blind . . . . ☐ Yourself ☐ Spouse — Enter number of boxes checked ▶
7 Total (add lines 6d and e) . . . . . . ▶

8 Presidential Election Campaign Fund . . ▶ Do you wish to designate $1 of your taxes for this fund? . . . Yes / No. If joint return, does your spouse wish to designate $1? . . . Yes / No. Note: If you check the "Yes" box(es) it will not increase your tax or reduce your refund.

Please attach Copy B of Forms W-2 here

Income

9 Wages, salaries, tips, and other employee compensation (Attach Forms W-2. If unavailable, see page 3 of Instructions.)	9	
10a Dividends (See pages 7 and 14 of Instructions) $.........., 10b Less exclusion $.........., Balance ▶ (If gross dividends and other distributions are over $400, list in Part I of Schedule B.)	10c	
11 Interest income. [If $400 or less, enter total without listing in Schedule B / If over $400, enter total and list in Part II of Schedule B]	11	
12 Income other than wages, dividends, and interest (from line 36)	12	
13 Total (add lines 9, 10c, 11, and 12)	13	
14 Adjustments to income (such as "sick pay," moving expenses, etc. from line 42)	14	
15 Subtract line 14 from line 13 (Adjusted Gross Income) (If less than $8,000, see page 8 of Instructions on "Earned Income Credit.")	15	

- If you do not itemize deductions and line 15 is under $15,000, find tax in Tables and enter on line 16a.
- If you itemize deductions or line 15 is $15,000 or more, go to line 43 to figure tax.
- CAUTION. If you have unearned income and can be claimed as a dependent on your parent's return, check here ▶ ☐ and see page 7 of Instructions.

Tax, Payments and Credits

16a Tax, check if from: ☐ Tax Tables ☐ Tax Rate Schedule X, Y, or Z ☐ Schedule D ☐ Schedule G OR ☐ Form 4726	16a	
b Credit for personal exemptions (multiply line 6d by $30)	b	
c Balance (subtract line 16b from line 16a)	c	
17 Credits (from line 54)	17	
18 Balance (subtract line 17 from line 16c)	18	
19 Other taxes (from line 63)	19	
20 Total (add lines 18 and 19)	20	
21a Total Federal income tax withheld (attach Forms W-2 or W-2P to front)	21a	
b 1975 estimated tax payments (include amount allowed as credit from 1974 return)	b	
c Earned income credit	c	
d Amount paid with Form 4868	d	
e Other payments (from line 67)	e	
22 Total (add lines 21a through e)	22	

Pay amount on line 23 in full with this return. Write social security number on check or money order and make payable to Internal Revenue Service.

Please attach Check or Money Order here

Balance Due or Refund

23 If line 20 is larger than line 22, enter BALANCE DUE IRS ▶ (Check here ▶ ☐, if Form 2210, Form 2210F, or statement is attached. See page 8 of Instructions.)	23	
24 If line 22 is larger than line 20, enter amount OVERPAID ▶	24	
25 Amount of line 24 to be REFUNDED TO YOU ▶	25	
26 Amount of line 24 to be credited on 1976 estimated tax. ▶	26	

If all of overpayment (line 24) is to be refunded (line 25), make no entry on line 26.

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

Your signature — Date | Preparer's signature (other than taxpayer) — Date

Spouse's signature (if filing jointly, BOTH must sign even if only one had income) | Address (and ZIP Code)

Form 1040 (1975) Page 2

Other Dependents

(a) NAME	(b) Relationship	(c) Months lived in your home. If born or died during year, write B or D.	(d) Did dependent have income of $750 or more?	(e) Amount YOU furnished for dependent's support. If 100% write ALL.	(f) Amount furnished by OTHERS including dependent.
				$	$

27 Total number of dependents listed in column (a). Enter here and on line 6c . . . ▶

Part I Income other than Wages, Dividends, and Interest

28 Business income or (loss) (attach Schedule C)	28	
29a Net gain or (loss) from sale or exchange of capital assets (attach Schedule D)	29a	
29b 50% of capital gain distributions (not reported on Schedule D—see page 9 of Instructions)	29b	
30 Net gain or (loss) from Supplemental Schedule of Gains and Losses (attach Form 4797)	30	
31a Pensions, annuities, rents, royalties, partnerships, estates or trusts, etc. (attach Schedule E)	31a	
31b Fully taxable pensions and annuities (not reported on Schedule E—see page 9 of Instructions)	31b	
32 Farm income or (loss) (attach Schedule F)	32	
33 State income tax refunds (does not apply if refund is for year in which you took the standard deduction—others see page 9 of Instructions)	33	
34 Alimony received	34	
35 Other (state nature and source—See page 9 of Instructions) ▶	35	
36 Total (add lines 28 through 35). Enter here and on line 12 ▶	36	

Part II Adjustments to Income

37 "Sick pay." (attach Form 2440 or other required statement)	37	
38 Moving expense (attach Form 3903)	38	
39 Employee business expense (attach Form 2106 or statement)	39	
40a Payments to a Keogh (H.R. 10) retirement plan	40a	
40b Payments to an individual retirement arrangement from attached Form 5329, Part III	40b	
41 Forfeited interest penalty for premature withdrawal—see page 10 of Instructions	41	
42 Total (add lines 37 through 41). Enter here and on line 14 ▶	42	

Part III Tax Computation (Do not use this part if you use the Tax Tables to find your tax.)

43 Adjusted gross income (from line 15)	43	
44 (a) If you itemize deductions, check here ▶ ☐ and enter total from Schedule A, line 41 and attach Schedule A. (b) If you do not itemize deductions and line 15 is $15,000 or more, check here ▶ ☐ and: If box on line 2 or 5 is checked, enter 16% of line 15 but not more than $2,600; if box on line 1 or 4 is checked, enter $2,300; if box on line 3 is checked, enter $1,300	44	
45 Subtract line 44 from line 43	45	
46 Multiply total number of exemptions claimed on line 7, by $750	46	
47 Taxable income. Subtract line 46 from line 45	47	

(Figure your tax on the amount on line 47 by using Tax Rate Schedule X, Y, or Z, or if applicable, the alternative tax from Schedule D, income averaging from Schedule G, or maximum tax from Form 4726.) Enter tax on line 16a.

Part IV Credits

48 Retirement income credit (attach Schedule R)	48	
49 Investment credit (attach Form 3468)	49	
50 Foreign tax credit (attach Form 1116)	50	
51 Contributions to candidates for public office credit—see page 10 of Instructions	51	
52 Work Incentive (WIN) credit (attach Form 4874)	52	
53 Purchase of new principal residence credit (attach Form 5405)	53	
54 Total (add lines 48 through 53). Enter here and on line 17 ▶	54	

Part V Other Taxes

55 Tax from recomputing prior-year investment credit (attach Form 4255)	55	
56 Tax from recomputing prior-year Work Incentive (WIN) credit (attach Schedule)	56	
57 Minimum tax. Check here ▶ ☐, if Form 4625 is attached	57	
58 Tax on premature distributions from attached Form 5329, Part V	58	
59 Self-employment tax (attach Schedule SE)	59	
60 Social security tax on tip income not reported to employer (attach Form 4137)	60	
61 Uncollected employee social security tax on tips (from Forms W-2)	61	
62 Excess contribution tax from attached Form 5329, Part IV	62	
63 Total (add lines 55 through 62). Enter here and on line 19 ▶	63	

Part VI Other Payments

64 Excess FICA, RRTA, or FICA/RRTA tax withheld (two or more employers—see page 10 of Instructions)	64	
65 Credit for Federal tax on special fuels, nonhighway gasoline and lubricating oil (attach Form 4136)	65	
66 Credit from a Regulated Investment Company (attach Form 2439)	66	
67 Total (add lines 64 through 66). Enter here and on line 21e ▶	67	

1975
Instructions for Form 1040
AND for Schedules A, B, C, D, E, F, R, and SE

Watch for Tax Law Changes

At the time we printed this instruction pamphlet, Congress was considering proposals to add or change several tax law provisions. If any changes in the tax law are enacted and apply to 1975, they must be taken into account in computing 1975 income taxes. Internal Revenue will do its best to provide supplemental forms, instructions and information for taxpayers affected by any new legislation.

From The Commissioner

This instruction pamphlet contains information needed to complete Form 1040 and Schedules A, B, C, D, E, F, R, and SE. If, however, you decide to use Short Form 1040A, you can get Form 1040A and its instructions from any Internal Revenue Service office and many banks and post offices.

I am sorry to say that the 1040 Form is more complex than last year's and this instruction pamphlet is longer than last year's. This year the Census Bureau has called on us to collect some detailed residence data, and we have changed the return and instructions to provide for the new credits for personal exemptions, earned income, and purchase of a new principal residence. We have also provided for the new deduction for payments to individual retirement plans and the taxes that may apply as a result of excess contributions or premature distributions.

The keys to a simpler tax return are (1) a simpler tax law and (2) our asking you for only what the law requires us to obtain.

Please note the Presidential Election Campaign Fund Checkoff on line 8 of your 1040. Without increasing your tax or decreasing your refund, you have the right to earmark $1 (on a joint return, $1 each for husband and wife) of your taxes for a general fund to meet expenses of the 1976 Presidential Election.

The instructions have been provided to help you prepare your own return. If you need help, please call us at the number listed for your area on page 38 or visit your nearest Internal Revenue office. If you decide to have someone else help you, be sure to select a qualified person.

You can help yourself and us if you check your return to make sure that it is correct and then file it early. Thanks for your cooperation.

Donald C. Alexander

Commissioner of Internal Revenue

Department of the Treasury
Internal Revenue Service

New Features for 1975

Please note these important new changes that have been made because of revisions in the tax laws:

Credit for Personal Exemptions—line 16(b)

This new credit of $30 for each exemption claimed on line 6(d) is available to all filers. See page 7.

Earned Income Credit—line 21(c)

If line 15 is less than $8,000 and you reported wages, salaries, tips, etc., on line 9, or had self-employment income, you may be eligible to claim this refundable credit. See page 8. A worksheet has been provided to assist eligible filers in figuring this credit. Self-employed persons can be eligible for this credit even though their net earnings from self-employment are less than $400.

Payments to an Individual Retirement Arrangement—line 40(b)

You may be able to deduct up to a limit of $1,500 of payments made to individual retirement accounts, or for individual retirement annuities or bonds. See page 10.

Forfeited Interest Penalty for Premature Withdrawal from Time Savings Accounts—line 41

You can deduct a forfeited interest penalty for premature withdrawal from a time savings account. See page 10.

Purchase of New Principal Residence Credit—line 53

If after March 12, 1975, you purchased and occupied a new principal residence that was constructed or being constructed before March 26, 1975, you may be able to claim a 5% credit based on the purchase price. See page 10.

Tax on Premature Distributions—line 58

If you cashed in your individual retirement arrangement prematurely, you may be subject to an additional tax. See page 10.

Excess Contributions Tax—line 62

If you contributed to your individual retirement arrangement an amount in excess of the maximum amount deductible, you may have to pay a 6% excise tax on the amount of such excess. See page 10.

Who Must File

The income levels at which most filers must file have been increased. See page 3.

Standard Deduction

The standard deduction has been increased. See page 7 and Form 1040, line 44(b).

Tax Tables

Tax Tables have been increased to cover incomes up to $15,000.

Privacy Act Notification

The Privacy Act of 1974 provides that each Federal Agency inform individuals, whom it asks to supply information, of the authority for the solicitation of the information and whether disclosure of such information is mandatory or voluntary; the principal purpose or purposes for which the information is to be used; the routine uses which may be made of the information; and the effects on the individual of not providing the requested information. This notification applies to the U.S. Individual Income Tax Returns, to declarations of estimated tax, to U.S. Quarterly Gift Tax Returns, and to any other tax return required to be filed by an individual, and to schedules, statements, or other documents related to the returns, and any subsequent inquiries necessary to complete, correct, and process the returns of taxpayers to determine the correct tax liability and to collect any unpaid tax, interest, or penalty.

The Internal Revenue Code requires every person liable for any tax imposed by the Code to make a return or statement according to the forms and regulations prescribed by the Internal Revenue Service (sections 6001 and 6011 and the Regulations pertaining thereto). Individuals required to make returns, statements, or other documents shall include their Social Security Numbers to provide proper identification and to permit processing the returns (section 6109 and the Regulations pertaining thereto).

The principal purpose for soliciting tax return information is to administer the Internal Revenue laws of the United States. This includes the determination and collection of the correct amount of tax. In addition, with respect to U.S. Individual Income Tax Returns, IRS is soliciting information concerning place of residence for the Bureau of the Census for revenue-sharing and other Census purposes. The completion of all appropriate items requested by the return forms and related data is mandatory except for the Presidential Election Campaign Fund designation on the U.S. Individual Income Tax Returns, which is voluntary.

The Code provides penalties for failure to file a return, failure to supply information required by law or regulations, failure to furnish specific information required on return forms or for furnishing fraudulent information. Other effects of not providing all or part of the requested information may include the disallowance of claimed exemptions, exclusions, credits, deductions or adjustments resulting in increased tax liability, the loss of Social Security credits, loss or delay in issuance of a refund for overpayment, interest and penalty charges on unpaid taxes, and other disadvantages to the taxpayer.

The routine uses which may be made of tax return information include disclosure to the Department of Justice in connection with actual or potential criminal prosecution or civil litigation; to other Federal Agencies; to States, the District of Columbia, the Commonwealth of Puerto Rico, or possessions of the United States to assist in the administration of their tax laws; to other persons in accordance with and to the extent permitted by law and regulations; and to foreign governments in accordance with treaties.

Further information concerning the requirements for filing returns and furnishing information may be obtained from any Internal Revenue Service office.

This will be the principal notification under the Privacy Act of 1974 concerning the solicitation of information in connection with any tax return or tax liability of an individual. Additional notices may be given (but are not required) with respect to specific information requests during the course of tax administration activities such as audit, investigation or collection of any tax, interest, or penalty. Please retain this notification with your tax records and refer to it any time you are requested to furnish additional information.

Guide for Preparing a Return

You may find it helpful in completing your Form 1040 to follow these steps and check them off as you go.

—— **Step 1.—Gather up your income records** including Forms W-2, W-2P, and 1099. If your employer does not give you a Form W-2 by January 31, or if the one you have is not correct, contact your employer as soon as possible. Only your employer can issue your W-2 or correct it. If unable to secure Form W-2 from your employer by February 16, contact an Internal Revenue Service office.

—— **Step 2.—If you are going to itemize** your deductions, collect your expense records, such as medical and dental bills, real estate taxes, State income tax, home mortgage interest, and charitable contributions. To make sure you do not forget any items, look on pages 11 through 13 of these instructions. Check the types of expenses you can deduct. Put these records aside until later.

—— **Step 3.—Get any forms or schedules you need but did not receive by mail.** See the order blank. It will help you decide which ones you will need.

—— **Step 4.—Name and Address.** Use the mailing label on the forms we sent you. Correct your name and address if necessary. Also show your apartment number if you have one. If you did not receive forms with a label, print or type your name and address.

—— **Step 5.—Social Security Number.** If your social security number is wrong on the label or if you did not receive a label, show your correct number on your return. If you are married, please give numbers of both you and your spouse whether you file jointly or separately.

If you do not have a social security number, get an application **Form SS–5** from a Social Security Administration office, post office, or from IRS. File it with the local office of the **Social Security Administration. Do this** early enough to make sure you receive a number before April 15. If you do not receive a number by April 15, file your return without it and write **"Applied for"** in the space for social **security number.**

Don't forget to show occupations in spaces in upper right corner just below social security blocks.

—— **Step 6.—Revenue Sharing.** The Census Bureau advises you to answer questions A, B, and C; also D, if applicable. See instructions for Revenue Sharing on page 4.

—— **Step 7.—Filing Status.** Check only one box (lines 1 through 5). Your tax rate depends on the box you check. So before you decide, see instructions for Filing Status on page 5.

—— **Step 8.—Exemptions.** Fill in lines 6a, b, c, d, e, and 7. See instructions for Exemptions on page 5.

—— **Step 9.**—Check appropriate "Yes" or "No" box(es) on line 8 (Presidential Election Campaign Fund). If you check the "Yes" box(es), it will not increase your tax or reduce your refund.

—— **Step 10.—Fill in the schedules and** forms mentioned for lines 10, 11, 28 through 32, and 37 through 40b if you need to. Enter the totals from your schedules on the correct lines on Form 1040.

If you need more space on forms or schedules, attach separate sheets that follow the same size and arrangement of the printed forms, but show your totals on the printed forms. Be sure to put your name and social security number on these separate sheets.

—— **Step 11.—Fill in lines 9 through 15.** This will give you your adjusted gross income. The instructions between lines 15 and 16a are guides to tell you where to proceed after you have filled in line 15. If the third instruction is applicable, be sure to check the block.

—— **Step 12.—Decide whether to use the standard deduction or itemize your deductions.** The instructions Should You Use the Standard Deduction or Itemize Your Deductions? on page 7 will help you decide.

—— **Step 13.—Figure your tax if you decided to take the standard deduction and you DID NOT check the block between lines 15 and 16a (if you checked the block, follow the instructions on page 7; or, if you decided to itemize, skip to Step 14).** If line 15 is under $15,000, find your tax in the Tax Tables. (The standard deduction is included and your tax is already figured out for you.) Show the tax on line 16a. Skip the rest of this step and step 14.

If line 15 is $15,000 or more, fill in lines 43 through 47 on the back of Form 1040. (Your standard deduction goes on line 44.) Use Tax Rate Schedule X, Y, or Z to figure your tax. Show the tax on line 16a. Skip step 14.

—— **Step 14.—Figure your tax if you decided to itemize deductions.** Fill in Schedule A and enter your total deductions on line 44 of Form 1040. Fill in lines 43, 45, 46, and 47. Use Tax Rate Schedule X, Y, or Z to figure your tax. Show the tax on line 16a.

—— **Step 15.—Figure your credit for personal exemptions.** Multiply the number of personal exemptions on line 6d by $30 and enter the amount on line 16b (but do not enter more than the tax shown on line 16a).

—— **Step 16.—Fill in lines 48 through 67 if you have credits, other taxes, or other payments to report.** Complete the forms or schedules asked for. Enter the amounts from these lines on the front of Form 1040. Fill in any other amounts needed for lines 17 through 26.

—— **Step 17.—If you owe tax,** show amount on line 23. Attach check or money order for full amount when you file. Make it out to "Internal Revenue Service" and be sure to write your social security number on it. If line 23 is under $1, you do not have to pay.

—— **Step 18.—If we owe you a refund,** show amount on line 24. On line 25 or 26, show whether you want some or all of the money refunded or credited to 1976 estimated tax. If line 24 is under $1, we will send you a refund only on written request.

—— **Step 19.—Recheck Your Return.** Go over all items and make sure they are right. Also check your arithmetic.

—— **Step 20.—Sign Your Return.** It is not considered a return unless you do. Both you and your spouse must sign a joint return. If you pay someone to prepare your return, be sure that person also signs. If prepared by a firm or corporation, it should be signed in the name of the firm or corporation. If prepared by your regular, full-time employee, such as a clerk, secretary, or bookkeeper, the employee does not have to sign.

—— **Step 21.—Attachments.** Attach Forms W-2 or W-2P (copy B) to front of Form 1040. If you took an adjustment for sick pay on line 37, be sure to attach Form 2440 or other required statement. Attach schedules in alphabetical order and forms other than W-2 or W-2P in numbered order to the back of Form 1040. If you owe tax, be sure to attach your payment to the front of Form 1040.

Note: *If you move after filing your return and you are expecting a refund, you should notify both the post office serving your old address and the service center where you filed your return, of your address change. This will help in forwarding your check to your new address as promptly as possible. Be sure to include your social security number in any correspondence with the IRS.*

Form 1040 Instructions

Where to Get Forms

In general, we mail forms and schedules directly to you based on what you filed last year. Many people will need only Form 1040. The order blank inside the tax forms package will help you get many of the forms, schedules, and publications referred to in these instructions. Many banks and post offices have the same material. However, if you don't find what you need there, please fill out the order blank and we will send them to you.

Who Must File
(See page 6 for examples of income)

File a return if you are:	And your gross income is at least:
Single (legally separated, divorced, or married living apart from spouse with dependent child) and are under 65 . .	$2,350
Single (legally separated, divorced, or married living apart from spouse with dependent child) and are 65 or older	3,100
A person who can be claimed as a dependent on your parent's return, and have taxable dividends, interest, or other unearned income . .	750
A qualifying widow(er) with dependent child and are under 65	2,650
A qualifying widow(er) with dependent child and are 65 or older	3,400
Married filing jointly, living together at the end of 1975 (or at date of death of spouse), and both are under 65 . . .	3,400

File a return if you are:	And your gross income is at least:
Married filing jointly, living together at the end of 1975 (or at date of death of spouse), and one is 65 or older . . .	$4,150
Married filing jointly, living together at the end of 1975 (or at date of death of spouse), and both are 65 or older . .	4,900
Married filing separate return or married but not living together at end of 1975 . .	750
A person with income from sources within U.S. possessions	750

Self employed and your net earnings from self-employment were at least $400.

If income tax was withheld or if you are eligible for the earned income credit, then even though you are not required to file a return, you should file to get a refund. If you are filing solely because of the earned income credit, see Form 1040A Instructions to determine whether you can file Short Form 1040A.

These rules are for all U.S. citizens and resident aliens, including those under 21 years of age.

U.S. Citizens Living Abroad.—Generally, foreign source income must be reported on your return. **Get Publication 54,** Tax Guide For U.S. Citizens Abroad.

Death of Taxpayer.—If a person died in 1975, or in 1976 before filing a return for 1975, the surviving spouse or executor or administrator of the estate must file a return for the deceased. If a refund is due, attach Form 1310 to the return.

The executor or administrator can file a joint return for the decedent with the surviving spouse. If an executor or administrator has not been appointed, the survivor can still file a joint return. The 1975 income of the decedent prior to death and the income of the surviving spouse for the entire year must be included in the joint return.

If you are filing such a joint return, write in the signature area "Filing as surviving spouse." Show the date of death in the name and address space. For more information, **get Publication 559,** Federal Tax Guide for Survivors, Executors, and Administrators.

Foreign Bank, Securities, and Other Financial Accounts.—If you had a financial interest in, or signature authority or other authority over a bank, securities, or other financial account in a foreign country at any time in 1975, you must complete **Form 4683** and attach it to your return.

Rounding Off to Whole Dollars.—You may round off cents to the nearest whole dollar on your return and schedules. You can drop amounts under 50 cents—increase amounts from 50 to 99 cents to next dollar. Example, $1.39 becomes $1 and $2.69 becomes $3.

Recordkeeping Requirements.—Get Publication 552, Recordkeeping Requirements and A Guide To Tax Publications, for details.

Information on Tax Changes.—Get Publication 553, Highlights of 1975 Changes in the Tax Law, for more information concerning important tax law changes and watch for later changes not included in Pub. 553.

When to File.—As soon as you can after **January 1,** but not later than April 15, 1976. Late filing may subject you to penalties and interest. See instructions for Penalties and Interest on page 8.

Where To File.—Mail your return to the **Internal Revenue Service Center** for the place where you live. Use the addressed envelope that came with your return, or use the address for your State.

If you are located in:	Use this address:
New Jersey, New York City and counties of Nassau, Rockland, Suffolk, and Westchester	1040 Waverly Avenue Holtsville, N.Y. 11799
New York (all other counties), Connecticut, Maine, Massachusetts, New Hampshire, Rhode Island, Vermont	310 Lowell Street Andover, Massachusetts 01812
District of Columbia, Delaware, Maryland, Pennsylvania	11601 Roosevelt Boulevard Philadelphia, Pennsylvania 19155
Alabama, Florida, Georgia, Mississippi, South Carolina	4800 Buford Highway Chamblee, Georgia 30006
Michigan, Ohio	Cincinnati, Ohio 45298
Arkansas, Kansas, Louisiana, New Mexico, Oklahoma, Texas	3651 S. Interregional Hwy. Austin, Texas 78740
Alaska, Arizona, Colorado, Idaho, Minnesota, Montana, Nebraska, Nevada, North Dakota, Oregon, South Dakota, Utah, Washington, Wyoming	1160 West 1200 South St. Ogden, Utah 84201
Illinois, Iowa, Missouri, Wisconsin	2306 E. Bannister Road Kansas City, Missouri 64170
California, Hawaii	5045 East Butler Avenue Fresno, Calif. 93888
Indiana, Kentucky, North Carolina, Tennessee, Virginia, West Virginia	3131 Democrat Road Memphis, Tennessee 38110
Panama Canal Zone, American Samoa	11601 Roosevelt Boulevard Philadelphia, Pa. 19155
Guam	Commissioner of Revenue and Taxation Agana, Guam 96910
Puerto Rico (or if excluding income under section 933) Virgin Islands: Non-permanent residents	11601 Roosevelt Boulevard Philadelphia, Pa. 19155
Virgin Islands: Permanent residents	Department of Finance, Tax Division, Charlotte Amalie, St. Thomas, Virgin Islands 00801
Foreign country and have an A.P.O. or F.P.O. address	Center for your permanent home State
Foreign country: U.S. citizen and those excluding income under section 911 or 931	11601 Roosevelt Boulevard Philadelphia, Pa. 19155

The following Statement and Instructions have been supplied by the Bureau of the Census

Revenue Sharing Residence Questions

General Instructions

The residence questions, immediately below the address portion of the return, are authorized under section 6017A of the Internal Revenue Code. The law authorizes a penalty to be imposed for failure to supply this information without reasonable cause. Answers to these residence questions will be supplied to the Bureau of the Census, and held by Census in strict confidence, to be used in developing current statistical estimates of population and per capita income; such estimates are used principally for determining the distribution of general revenue sharing funds to State and local governments. These questions are needed because your mailing address may not accurately identify the local jurisdiction(s) in which you reside.

If you have difficulty answering the residence questions (for example, the correct name of your municipality or whether you live within its legal boundaries), you may be able to obtain assistance from your local government officials. If they are unable to answer your inquiries, write to the Bureau of the Census, Residence Question, Washington, D.C. 20233, or call collect 812–948–2111 between the hours of 8 a.m. and 5 p.m. (EST) Monday through Friday.

Specific Instructions

Question A.—In what city, town, village, etc., do you live?—Enter the name of the city, town, village, or borough in which you maintain your principal residence on the day you complete the tax form. If you are not sure of the name of the municipality in which you live, enter the name your area is known by.

—If you are filing a joint return, but not living with your spouse, answer the questions for either residence.

—If you are a college student away from home, answer the questions for the place where you reside while attending college.

—If you are a member of the Armed Forces and live on base, answer the questions for such base. If you live off base, answer the questions for the place where you live off base.

—If you are a crew member on board a U.S. vessel, and have no principal place of residence, answer the questions for the vessel's home port.

Question B.—Do you live within the legal limits of the city, town, etc.?—Every municipality has definite legal limits. If the area where you live is unincorporated, or is outside the legal limits of the place you named in answer to Question A, check No to Question B. If you are not sure whether you live within the legal limits, check **Don't Know** to Question B.

Question C.—In what county and State do you live?

County.—Enter the full name, not an abbreviation, of the county, parish (Louisiana), or organized borough (Alaska) in which you live. If you live in a city that is not part of any county (such as Baltimore City, Maryland; St. Louis City, Missouri; Fairfax City, Virginia, etc.), make no entry for county name. It is important to distinguish between Baltimore City and Baltimore County, St. Louis City and St. Louis County, and Fairfax City and Fairfax County.

State.—Enter the name of the State (or District of Columbia) where you live. If you live outside the United States, enter "Outside U.S."

Question D.—In what township do you live?—Enter the full name of your township or equivalent area (town, plantation, etc.) only if you live in one of the following States:

Connecticut (towns)	Nebraska (townships and precincts)
Illinois (townships and precincts)	New Hampshire (towns)
Indiana (townships)	New Jersey (townships)
Kansas (townships)	New York (towns)
Maine (towns and plantations)	North Dakota (townships)
Massachusetts (towns)	Ohio (townships)
Michigan (townships)	Pennsylvania (townships)
Minnesota (townships)	Rhode Island (towns)
Missouri (townships)	South Dakota (townships)
	Vermont (towns)
	Wisconsin (towns)

IRS will figure your tax if your income on line 15 is $20,000 or less, was only from wages, salary and tips, dividends, interest, pensions and annuities, and you want to take the standard deduction.

All you do is:

1. Place your name and address label on your return, or fill in name, address, and social security number. Also fill in occupation and revenue sharing blocks. On a joint return, show names, social security numbers and occupations of both you and your spouse. If you are married, give social security numbers of both you and your spouse even though you file separately.
2. Fill in lines 1 through 7.
3. Check appropriate "Yes" or "No" box(es) on line 8 (Presidential Election Campaign Fund).
4. Fill in lines 9 through 15, lines 17, 19, 21a, b, and e, if necessary. Also, attach Form 4683 (Foreign Bank Account), if applicable.
5. On a joint return, show your and your spouse's income separately in the space below the line 15 entry space so IRS can figure your tax in the way that will give you the smallest tax.
6. Sign your return. Both you and your spouse must sign a joint return.
7. File on or before April 15, 1976.

We will then figure your tax and send you a refund check if you paid too much or bill you if you did not pay enough.

Note: *If you are eligible to claim the earned income credit (see page 8), we will figure the credit for you if you write EIC on line 21c. If you have a retirement income credit, we will figure that also. Just attach* **Schedule R** *after you have answered the question for columns A and B, and filled in lines 2 and 5. Then write* **RIC** *on line 17 of Form 1040.*

Instructions for Page 1 of Form 1040

Filing Status

Decide How You Should File From the Explanations Below

Were You Married or Single?—If you were married on December 31, consider yourself married for the whole year. If you were single, divorced, or legally separated on December 31, consider yourself single for the whole year. If you were a "Married person living apart from your spouse" as described on this page, consider yourself single for the whole year.

If your spouse died during 1975, consider yourself married for the whole year.

Married People.—Should you file joint or separate returns?

Joint Return.—In most cases, married couples will pay less tax if they file jointly.

You and your spouse can file a joint return even if you did not live together for the full year, or if one of you was a resident alien for the whole year. But you cannot file jointly if one of you was a nonresident alien at any time during the year. Both you and your spouse are responsible for any tax due on a joint return, so if one of you does not pay, the other will have to.

Things to Remember on a Joint Return.—Use the mailing label sent you with your return if it shows names and social security numbers of both you and your spouse. If it does not, or if you did not receive a label, show first names and middle initials of both. For example: John F. and Mary L. Doe. Enter social security numbers for both. Show all income, exemptions, and deductions of you and your spouse. Both of you must sign the return.

Separate Returns.—You can file separately if both you and your spouse had income or if only one of you had income. Both you and your spouse must figure your tax the same way. This means if one itemizes deductions, the other must itemize. If one takes the percentage standard deduction, the other must take the percentage standard deduction and cannot take the low-income allowance (this is $950 for a separate return). You each report only your own income, exemptions, and deductions, and you are responsible only for the tax due on your own return. If you and your spouse live in a community property State and both itemize deductions, those paid from joint funds can be divided equally between you. Get **Publication 555**, Community Property and the Federal Income Tax.

Tax Savings.—Before you file a separate return, see if you can reduce your tax by meeting the tests described in "Were You Married and Living Apart From Your Spouse?" If so, use the Single filing status or, if you qualify, Unmarried Head of Household.

Things to Remember on a Separate Return.—Check the box on line 3, "Married filing separately." If both you and your spouse file separate returns, write your spouse's full name in the space provided on line 3 and enter spouse's social security number in the designated space.

Check the applicable boxes on lines 6a and 6e if you can claim the exemptions for your spouse. See instructions for Exemptions on this page. Only the one who had income should sign the return.

Were You Married and Living Apart from Your Spouse?—Some married people can file as Single or as Unmarried Head of Household and ignore the rules for married people filing separate returns. This means that you may be eligible to claim the earned income credit. It also means that if your spouse itemizes deductions, you do not have to. You can use the standard deduction if you want and your limit is $2,300 instead of the $1,300 allowed married persons filing separately. Both you and your spouse can file this way if both meet the tests.

You can file as a single person, and check the box on line 1 for Single, if you meet all of the following tests:

(1) You file a separate return.

(2) You paid more than half the cost to keep up your home for 1975.

(3) Your spouse did not live in your home at any time during 1975.

(4) For over six months of 1975, your home was the main home of your child or stepchild whom you can claim as a dependent.

You can check the box on line 4 for Unmarried Head of Household if your home in test (4), above, was the child's main home for all of 1975.

Were You an Unmarried Head of Household?—There are special tax rates for a person who can meet the tests for being an Unmarried Head of Household. See Tax Tables and Tax Rate Schedule Z.

Generally, you may use unmarried head of household tax rates ONLY IF on December 31, 1975, you were single or legally separated, AND met test (1) or (2) below.

(1) You paid more than half the cost of keeping up a home which was the main home of your father or mother you can claim as a dependent (you did not have to live with that parent).

(2) You paid more than half the cost of keeping up your home which, except for temporary absences for vacation, school, etc., was lived in all year by one of the following:

(a) Your unmarried child, grandchild, foster child or stepchild. This person did not have to be your dependent.

Note: *If you are claiming the filing status of "Unmarried Head of Household" because of an unmarried child, grandchild, foster child or stepchild who is* **not** *your dependent, enter that person's name in the space provided on line 4.*

(b) Any other person listed in (5)(a) under "Lines 6b and 6c—Children and Other Dependents" on page 6, that you can claim as a dependent provided he or she is not your dependent under a multiple support agreement (this is where two or more taxpayers supported the relative and no one gave more than half the support).

Taxpayers married to nonresident aliens can qualify as unmarried head of household under certain circumstances. Consult an IRS office for further information, including information on limited standard deduction and how to figure your tax.

Were You a Qualifying Widow or Widower with a Dependent Child?—You may still be able to use joint return tax rates for 1975. See Tax Tables and Tax Rate Schedule Y.

If your spouse died during 1974 or 1973 and you did not remarry before the end of 1975, you can file a return for 1975 showing only your own income, exemptions, and deductions, and figure the tax at joint return rates if you meet all of the following tests:

(1) You could have filed a joint return with your spouse for the year your spouse died. Whether you actually filed jointly does not matter.

(2) You have a child or stepchild you can claim as a dependent.

(3) Your home was the main home of that child during 1975, except for temporary absences for vacation and school.

Check the box on line 5 "Qualifying widow(er) with dependent child" and give year of death in the parenthesis. Do not claim an exemption for your spouse. You can claim the exemption only for the year your spouse died.

If your spouse died in 1975 and you did not remarry, read "Were You Married or Single?" on this page. If spouse died before 1973, read "Were You an Unmarried Head of Household?" on this page to determine if you qualify, otherwise you must file as Single.

Exemptions ($750 for Each Exemption You Can Take)

If you take your tax from the Tax Tables, do not take a separate deduction for exemptions. The deduction has already been allowed in the Tax Tables.

Lines 6a and 6e—You and Your Spouse.—

For You.—You can always take one exemption for yourself. Take two exemptions

if you were blind, or are 65 or older. Take three if you were both blind and 65 or older. Be sure to check all the boxes for the exemptions you can take.

Age and blindness are determined as of December 31. However, if your 65th birthday was on January 1, 1976, you can consider yourself 65 on December 31, 1975.

You can take the age and blindness exemptions for you and your spouse if your spouse does not file a separate return. Do not take these exemptions for your children or other dependents.

Proof of Blindness.—If you are completely blind, attach a statement to this effect. In cases of partial blindness, submit with your return each year a statement from an eye physician or registered optometrist that you: (a) cannot see over 20/200 with glasses or (b) your field of view does not exceed 20 degrees. If, however, this eye condition will never improve beyond the standards in (a) or (b), you may submit a certified opinion to this effect from a skilled examining eye physician. You need to attach this opinion only once to your return. In subsequent years attach only a statement referring to this opinion.

For Your Spouse.—If you are filing a joint return, you can take an exemption for your spouse. If you file a separate return, you can take an exemption for your spouse only if your spouse had no income and was not the dependent of someone else.

The exemptions for your spouse are like your own—one, if your spouse was neither blind nor 65 or older—two, if blind or 65 or older—three, if both blind and 65 or older.

Nonresident Alien Spouse.—You may claim your spouse's exemptions only if your spouse had no income from United States sources and is not the dependent of another taxpayer. Use lines 6a and 6e to claim exemptions for a nonresident alien spouse. When claiming your spouse's regular exemption on line 6a, write "NRA" to the right of the line 6a.

Death of Spouse.—If your spouse died during 1975, check the boxes for the exemptions you could have taken for your spouse on the date of death. See instructions for Death of Taxpayer on page 4.

Lines 6b and 6c—Children and Other Dependents.—Show on line 6b the first names and the total number of your dependent children who lived with you during 1975.

If you claim other dependents, complete columns (a) through (f) on line 27. Enter on line 6c the total number of dependents shown on line 27.

Each person you claim as a dependent has to meet all of the following tests:

(1) Income.—Received less than $750 income. (If your child[1] was under 19 or was a full-time student, ignore this test. See "Student Dependent.")

(2) Support.—Received over half his or her support from you or is treated as receiving over half of his or her support from you under rules for "Children of divorced or separated parents" or "Dependent supported by two or more taxpayers" on this page. If you file a joint return, the support can be from either spouse. See "Meaning of Support."

(3) Married Dependents.—Did not file a joint return with his or her spouse.

(4) Citizenship or Residence.—Was a citizen or resident of the U.S., a resident of Canada, Mexico, the Republic of Panama or Canal Zone, or an alien child adopted by and living with a U.S. citizen in a foreign country.

(5) Relationship.—Met one of the following tests:

(a) Was related to you in one of the following ways (if you file jointly, the dependent can be related to either you or your spouse)—

Child[1]	Stepbrother	Daughter-in-law
Stepchild	Stepsister	If related by blood:
Mother	Stepmother	Uncle
Father	Stepfather	Aunt
Grand-parent	Mother-in-law	Nephew
Brother	Father-in-law	Niece
Sister	Brother-in-law	
Grandchild	Sister-in-law	
	Son-in-law	

[1] Child includes:
Your son, daughter, stepson, stepdaughter.
A child who lived in your home as a member of your family if placed with you by an authorized placement agency for legal adoption.
A foster child who lived in your home as a member of your family for the whole year.

(b) Was a person who lived in your home as a member of your family for the whole year.

Meaning of Support.—Support includes things like food, a place to live, clothes, medical and dental care, and education.

Generally in figuring support, you use the actual cost of these things. But if you provide a place for the dependent to live, include it at fair rental value.

Support **DOES NOT** include things like purchase of an automobile, furniture or appliances, income taxes and social security taxes, premiums for life insurance or funeral expenses for a deceased dependent.

In figuring who furnished over half of a dependent's support, include the dependent's own money used for his or her support, even if his or her money was not taxable. For example, include social security benefits, but if your child was a student, do not include amounts he or she received as scholarships.

Student Dependent.—Even if your child had income of $750 or more, you can claim him or her as a dependent if he or she was a full-time student and met tests (2), (3), and (4) on this page.

To qualify as a student, your child had to meet one of the following tests:

(1) was enrolled as a full-time student at an educational institution[2] during any 5 months of 1975, or

(2) took a full-time, on-farm training course during any 5 months of 1975. (The course had to be given by an educational institution[2] or a State, county, or local government agency.)

[2] Educational institution means a school that has a regular teaching staff, course of study, and body of students in attendance. It includes elementary schools, junior and senior high schools, colleges, universities, technical and mechanical schools. It also includes a night school in which the student is enrolled for the number of hours or classes that is considered full-time attendance at a similar day school. It does not include on-the-job training courses, correspondence schools, etc.

For more information, get **Publication 532**, Filing and Dependency Information for Students and Parents.

Children of Divorced or Separated Parents.—In most cases, the parent who has custody of the child for the greater part of the year can take the exemption. But there are exceptions. The parent who does NOT have custody (or who has the child for the shorter time), may take the exemption if:

1. he or she contributed at least $600 toward the child's support during 1975, and the decree of divorce or separate maintenance (or a written agreement between the parents) states he or she can take the exemption, or
2. he or she contributed $1,200 or more for child support during 1975 (regardless of how many children), and the parent having custody cannot prove that he or she contributed more than the other parent contributed.

Note: *For purpose of determining the amount of child support, the parent who has remarried and has custody may count the support furnished by the new spouse.*

For exceptions and other information get **Publication 501**, Your Exemptions and Exemptions for Dependents.

Dependent Supported by Two or More Taxpayers.—If two or more taxpayers supported a person and no one gave more than half the support, get **Form 2120** and **Publication 501**.

Birth or Death of Dependent.—Take a $750 exemption for a dependent who died or was born during 1975 if he or she met the tests for a dependent for the time he or she lived.

Line 8.—Presidential Election Campaign Fund.—You may designate $1 of your tax to the fund by checking the "Yes" box on line 8. On a joint return, the election to designate or not designate is available to both spouses. For example: (1) Both may elect to designate $1 each for a total of $2. (2) Both may elect not to designate. (3) One may elect to designate $1 and the other choose not to. If you check the "Yes" box(es), it will not increase your tax or reduce your refund.

Note: If you check a "Yes" box, you may not change that designation after a return is filed. However, if you check a "No" box but after you file your return you wish to designate $1, you may change your designation to "Yes" by filing an amended return on or before December 31, 1977. You may use Form 1040X, Amended U.S. Individual Income Tax Return.

What Income To Report

Examples of Income You Must Report.—

Wages including employer supplemental unemployment benefits, salaries, bonuses, commissions, fees, and tips.
Dividends.
Earned income from sources outside U.S. (See Form 2555.)
Earnings (interest) from savings and loan associations, mutual savings banks, credit unions, etc.
Interest on tax refunds.
Interest on bank deposits, bonds, notes.
Interest on U.S. Savings Bonds.
Interest on arbitrage bonds issued after Oct. 9, 1969, by State and local governments.
Profits from businesses and professions.
Your share of profits from partnerships and small business corporations.
Pensions, annuities, endowments, including lump-sum distributions.
Supplemental annuities under the Railroad Retirement Act (but not regular Railroad Retirement Act benefits).
Profits from the sale or exchange of real estate, securities, or other property.
Sale of personal residence. (See Instructions for Schedule D.)
Rents and royalties.
Your share of estate or trust income, including accumulation distribution from trusts.
Alimony, separate maintenance or support payments received from and deductible by your spouse or a former spouse.
Prizes and awards (contests, raffles, etc.).
Refunds of State and local taxes (principal amounts) if they were deducted in a prior year and resulted in tax benefits.
Fees received for jury duty and precinct election board duty.
Fees received by an Executor, Administrator, or Director.
Embezzled or other illegal income.

Examples of Income You Do Not Report.—

Disability retirement payments and other benefits paid by the Veterans Administration.

Dividends on veterans' insurance.

Federal Income Tax Rebate.

Life insurance sums received at a person's death.

Workmen's compensation, insurance, damages, etc., for injury or sickness.

Interest on certain State and municipal bonds.

Federal social security benefits.

Gifts, money or other property you inherited or that was willed to you.

Insurance repayments that were more than the cost of your normal living expenses if you lost the use of your home because of fire or other casualty. Repayments of the amount you spent for normal living expenses must be reported as income.

Line 9.—Wages, Salaries, Tips, etc.— Show the total of all wages, salaries, fees, commissions, tips, bonuses, and other amounts your employers paid you before they took out for taxes, insurance, etc. Include in this total:

(1) The amount shown on Form W-2 in the box "Wages, Tips and Other Compensation" in 1975.

(2) Tips you did not report to your employer (Show any social security tax due on these tips on line 60—instructions for this are on page 10).

(3) Wages you received but do not have a Form W-2 for.

(4) Disability retirement income if you are below the mandatory retirement age.

(5) Fair market value of meals and living quarters if given by your employer as a matter of your choice and not for your employer's convenience. If your employer provided meals where you worked for your employer's convenience, do not report their value. Do not report the value of living quarters if you had to accept them as a condition of employment.

(6) Strike and lockout benefits paid by a union from union dues, including both cash and the fair market value of goods received, unless the facts clearly show that such benefits were intended as a gift.

Get Publication 525, Taxable Income and Nontaxable Income, for more information on reporting income received in the form of goods, property, meals, etc.

If your employer paid you more than you spent for business expenses, see the instructions for Reporting Deductions and Excess Payments on page 9.

Line 10a—Dividends.—For explanation of dividend income, see instructions for Schedule B on page 14. If you received $400 or less in dividends and other distributions, show the amount after subtracting nontaxable distributions and capital gain distributions, on line 10a. You do not need to list them on a separate schedule.

If you received more than $400, fill in Schedule B and list names of all payers and amounts received. The note below tells you whether you need to complete Schedule D. Show on Form 1040, line 10a, the total dividends received (this is gross dividends less capital gain distributions and any nontaxable distributions).

Note: *If you received capital gain distributions and do not need Schedule D to report any other gains or losses or to figure the alternative tax, do not fill in that schedule. Instead, show 50% of your capital gain distributions on Form 1040, line 29b.*

Line 10b—Exclusion.—For explanation of dividends exclusion see instructions on page 14.

Line 11—Interest Income.—For explanation of interest income, see page 14. If you received $400 or less in interest, show the total amount on this line. You do not need to fill in a separate schedule.

If you received over $400, fill in Schedule B and list names of all payers and amounts received. Then show the total amount on Form 1040, line 11.

Should You Use the Standard Deduction or Itemize Your Deductions?

You must decide whether to take the standard deduction or to itemize your actual deductions for charitable contributions, medical expenses, interest, taxes, etc. Because the standard deduction varies at different income levels, it will generally be helpful to follow these guidelines based on your adjusted gross income (line 15).

If you are:

- Married filing jointly or a qualifying widow(er) with dependent child, you should itemize deductions if your income on line 15 of Form 1040 is:
  - less than $11,875 and your itemized deductions total more than $1,900.
  - between $11,875 and $16,250 and your itemized deductions total more than 16% of line 15.
  - over $16,250 and your itemized deductions total more than $2,600.
- Married filing separately:
  Divide the dollar amounts specified for joint returns in half and be sure to use only the total of your own deductions.
- Single or Unmarried Head of Household, you should itemize deductions if your income on line 15 of Form 1040 is:
  - less than $10,000 and your itemized deductions total more than $1,600.
  - between $10,000 and $14,375 and your itemized deductions total more than 16% of line 15.
  - over $14,375 and your itemized deductions total more than $2,300.

Tax—Credits—Payments

If you check the block between lines 15 and 16a, follow these instructions.

If you can be claimed as a dependent on your parent's return and line 15 includes income other than earned income (see next paragraph for definition of earned income) figure your tax by completing Part III of Form 1040. Do **NOT** use the Tax Tables.[3] An example of this is an unmarried full time student (or an unmarried person under 19 years of age) who has dividend or interest income on his or her own return and his or her parents are filing a return of their own. **If you don't itemize your deductions substitute the following instruction for line 44(b):**

44(b) If you do not itemize deductions, enter the larger of:

1. 16% of that part of line 15 that is attributable to earned income but not more than $2,300 if single; or $1,300 if married filing separately, or
2. $1,600 if single; or $950 if married filing separately, but not more than your earned income included on line 15.

[3] However, you may use the Tax Tables to find your tax instead of following the substitute instruction for line 44(b) if line 15: (1) includes less than $750 of income other than earned income, and (2) is less than $10,000 if single or $5,950 if married filing separately and your spouse does not use the percentage standard deduction.

"Earned Income" means wages, salaries, professional fees, etc., for personal services rendered. It does not include compensation for your services that was a distribution of earnings and profits other than a reasonable allowance for your work for a corporation. If you were engaged in a business in which both personal services and capital were material income producing factors, consider as earned income for personal services rendered, an amount not in excess of 30% of your share of net profits of the business.

Line 16a—Tax—

How To Figure Your Tax If You Take the Standard Deduction and the Above Instruction Isn't Applicable

If line 15 is under $15,000, find your tax in the Tax Tables. The standard deduction has been allowed in these tables. Also, the deduction for the exemptions you claimed has already been allowed in these tables. Enter the tax on line 16a.[4]

If line 15 is $15,000 or more, fill in lines 43 through 47. (Your standard deduction goes on line 44.) Use Tax Rate Schedule X, Y, or Z to figure your tax. Enter the tax on line 16a.[4]

How To Figure Your Tax if You Itemize Deductions

Fill in Schedule A and enter your total deductions on line 44. Fill in lines 43, 45, 46, and 47. Use Tax Rate Schedule X, Y, or Z to figure your tax. Enter the tax on line 16a.[4]

Other Ways to Figure Your Tax

Schedule G, Income Averaging.—It may be advantageous to use the "averaging method" if after subtracting $3,000 from your 1975 taxable income (line 47), the balance is over 30 percent of the total of your taxable income for the last four years (1971 through 1974). If you use this method, fill in Schedule G. For more information, get **Publication 506,** Computing Your Tax Under the Income Averaging Method.

Schedule D, Alternative Tax.—It may be advantageous to use the alternative tax if you have a net long-term capital gain, or if your net long-term capital gain was more than your net short-term capital loss. See Alternative Tax Computation on Schedule D. If you use this method, fill in Schedule D.

Form 4726, Maximum Tax on Earned Income.—The tax on earned taxable income is limited to a maximum rate of 50 percent. Get **Form 4726** for more information if your earned taxable income was over:

$38,000 and you are single,
$52,000 and you are married filing jointly or are a qualifying widow(er) with dependent child, or
$38,000 and you claim unmarried head of household status.

Line 16b—Credit for Personal Exemptions.—Multiply the number of personal exemptions on line 6d by $30 and enter the amount (but do not enter more than the tax shown on line 16a).

Line 21a—Federal Income Tax Withheld.— Enter the total income tax withheld as shown on your Forms W-2 or W-2P.

Line 21b—Estimated Tax Payments.— Fill in on this line any payments you made on your estimated Federal income tax for 1975.

[4] Include in the amount on line 16a any partial tax from Form 4970, Tax on Accumulation Distribution of Trusts, or Form 4972, Special 10-Year Averaging Method, which may be used by recipients of lump-sum distributions from qualified employees' trusts or annuity plans.

If you and your spouse filed a joint declaration of estimated tax for 1975 but decide to file separate income tax returns for 1975, either of you can claim all the estimated tax paid. Or, you can each claim part in whatever amounts you agree to. Be sure to show the social security numbers of both on the separate returns.

If you and your spouse filed separate estimated tax declarations for 1975 but decide to file a joint income tax return for 1975, enter on this line the total of the amounts paid on your separate declarations. Be sure to show both social security numbers on your joint return.

Follow the above instructions even if your spouse died.

Line 21c—Earned Income Credit.—

Generally, if line 15, or your earned income if greater, is less than $8,000 you may be able to claim a refundable credit based on your earned income. For this purpose earned income means wages and salaries after the sick pay exclusion, if applicable, tips, other employee compensation, and your net earnings from self-employment as shown on Schedule SE (Form 1040), line 13. If you are married you must file a joint income tax return to be eligible for the credit; however, certain married persons living apart with a dependent child may be eligible to claim the credit—see Were You Married and Living Apart from Your Spouse? on page 5.

Complete the Earned Income Credit Worksheet only if you:

(1) did not check the box on Form 1040, line 3 (married filing separately);
(2) are not entitled to file Form 2555, Exemption of Income Earned Abroad, or Form 4563, Exclusion of Income from Sources in United States Possessions; AND,
(3) can answer "Yes," to all of the following questions.

	Yes	No
A Is your adjusted gross income, Form 1040, line 15, less than $8,000?		
B Is your earned income (see line 5 below) less than $8,000?		
C Did you pay more than half the cost of keeping up a home in the U.S. in which you lived and which for the entire year (except for temporary absences for vacation, school, etc.) was also the home of your child whom you can claim as a dependent? (See pages 5 and 6)		
D Was your dependent child under 19 years of age or a student? (See page 6.)		

Earned Income Credit Worksheet

1 Amount of wages, salaries, tips, etc. (from Form 1040, line 9)		
2 Sick pay exclusion (from Form 1040, line 37)		
3 Subtract line 2 from line 1		
4 Net earnings from self-employment (from Schedule SE (Form 1040), line 13)		
5 Earned income (add lines 3 and 4. However if line 4 is a loss, subtract line 4 from line 3.)		
6 Adjusted gross income (from Form 1040, line 15)		
7 Amount from line 5 or line 6, whichever is larger		
8 Enter 10% of line 5 but not more than $400		
If line 7 is $4,000 or less, do not complete the rest of this worksheet but enter the amount from line 8 on Form 1040, line 21c.		
9 Amount from line 7		
10 Limitation base	4,000	
11 Subtract line 10 from line 9		
12 Enter 10% of line 11		
13 Earned income credit (subtract line 12 from line 8). Enter here and on Form 1040, line 21c. **(Do Not File—Retain For Your Records)**		

Line 21d—Extension of Time to File 1975 Return.—If you filed an application to request an automatic 2-month extension of time to file Form 1040 for 1975, enter the amount paid with Form 4868 on this line.

Line 22—Special Note for Beneficiary of a Trust.—If you have a tax credit because of the "throwback" rule, include the credit in your total for line 22 (see Form 4970). On the dotted line to the left of the line 22 entry space, write "Throwback credit," and show the amount.

Line 23—Balance Due.—In most cases, people who have income tax withheld from their wages will find that the amount withheld will be fairly close to their tax for the year. Sometimes it is not, and this is more likely to happen if both you and your spouse worked.

If you find that you need more income tax withheld for 1976, you can file a new allowance certificate, Form W-4, with your employer and claim fewer allowances. Or you can ask your employer to withhold more money. If you prefer, you can file a Declaration of Estimated Tax on Form 1040-ES and make installment payments. For more information, get **Publication 505,** Tax Withholding and Declaration of Estimated Tax.

Penalties and Interest

Avoid penalties and interest by correctly filing and paying tax when due. The law provides a penalty of from 5 percent to 25 percent of the tax for late filing unless you can show reasonable cause for the delay. If you file a return late, send a full explanation with the return.

Penalties are also provided for late payment of tax unless you can show reasonable cause for the delay.

Taxes Not Paid when Due.—The penalty for failure to pay taxes when due is ½ of 1 percent of the unpaid amount for each month or part of a month it remains unpaid—up to 25 percent of the unpaid amount. The penalty applies to any unpaid tax shown on a return. It also applies to any portion of additional tax shown on a bill if it is not paid within 10 days from the date of the bill. This penalty is in addition to the applicable interest charge on late payments.

Penalty for Not Paying Enough Tax During the Year.—Add lines 21c, 57, 60, 61, 62, and 65. Subtract this total from line 20 and call the difference total A. Add lines 21c, 21d (unless extension is filed and tax is paid before January 31, 1976), 65, and 66. Subtract this total from line 22 and call the difference total B.

If total B is less than 80 percent (66⅔ percent for farmers and fishermen) of total A, you may owe a penalty unless you meet one or more of the exceptions explained on Form 2210 (Form 2210F for farmers and fishermen). Attach this form or a statement to your return to show how you figured the penalty or which exceptions you believe you meet.

If you owe a penalty, check the box between lines 23 and 24, and show the amount in the bottom margin on page 1 of Form 1040 and write "Penalty—estimated tax." If you owe tax on line 23, include the penalty amount in with your total. Or, if you are due a refund, subtract the penalty amount from overpayment on line 24.

Line 26—Overpayments Credited to 1976 Estimated Tax.—We will apply amounts you want credited to estimated tax to the account under your social security number, unless you attach a request to apply it to your spouse's account. The request should include the social security number of your spouse if it is not shown on the return.

Declaration of Estimated Tax

Citizens of the United States or residents of the United States, Puerto Rico, Virgin Islands, Guam and American Samoa must make a declaration of estimated tax if their total estimated tax is $100 or more and they:

(1) Can reasonably expect to receive more than $500 from sources other than wages subject to withholding; or,

(2) Can reasonably expect gross income to exceed—

(a) $20,000 for a single individual, a head of a household, or a widow or widower entitled to the special tax rates;
(b) $20,000 for a married individual entitled to file a joint declaration with spouse, but only if the spouse has not received wages for the taxable year;
(c) $20,000 for a married individual living apart from spouse as described on page 5;
(d) $10,000 for a married individual entitled to file a joint declaration with spouse, but only if both spouses received wages for the taxable year; or,
(e) $5,000 for a married individual not entitled to file a joint declaration with spouse.

See Form 1040-ES for details.

Instructions for Page 2 of Form 1040

PART I.—Income Other Than Wages, Dividends, and Interest

Miscellaneous Income

Line 29b—50% of Capital Gain Distributions.—*If you do not need Schedule D to report any other gains or losses or to figure the alternative tax, do not fill in that schedule. Instead, show 50% of your capital gain distributions here.*

Line 31b—Fully Taxable Pensions and Annuities.—See Instructions for Schedule E for information on pensions and annuities.

Use this line to report: *(1)* Pensions and annuities if you paid no part of their cost. *(2)* Military retirement pay from Form W-2P. *(3)* Amounts received as annuity under the special rule (see Instructions for Schedule E) if you recovered your entire cost before January 1, 1975.

Line 33—State Income Tax Refunds.—Show only that part of refund of State income tax attributable to itemized deductions taken in a prior year that resulted in a Federal tax benefit. Do not offset this amount against your deduction for current year taxes.

Line 34—Alimony Received.—Show amounts you received as alimony or separate maintenance.

Line 35—Other.—Use this line to report and tell the source of any income you cannot find a place for on your return or other schedules. Include prizes, awards, and amounts you recovered for bad debts, medical expenses or other items that reduced your tax in a prior year.

Also report gross lottery and gambling winnings. You must report the gross winnings as income on line 35. Lottery and gambling losses can be taken as an itemized deduction only on Schedule A. However, such losses are limited to the amount of winnings reported.

Generally, self-employment income must be reported on Schedule C (Form 1040) or Schedule F (Form 1040). However, if you received self-employment income such as directors' fees and you did not incur any expenses with respect to this income, you may enter the total amounts received here and on Schedule SE (Form 1040), line 5(e).

Net Operating Loss.—If you lost money in a trade or business in 1975, you can subtract the loss from your 1975 income. (The loss can also be from a personal casualty or theft loss or from selling or disposing of real or depreciable property used in your trade or business.)

If your losses were more than your income, the difference may result in a "net operating loss." Generally, you can use it to reduce your income for the three years before 1975 and the five years after. This means you have to carry the loss back to 1972 and then bring any remaining loss forward to 1973, 1974, and 1976 through 1980. If you are due a refund from the "carryback," you may use Form 1045 to get a quick refund.

If you had a loss in a prior year to carry forward to 1975, enter it as a "minus" figure on line 35. Attach a separate sheet showing how you figured the amount.

PART II.—Adjustments to Income

Line 37—Sick Pay Exclusion.—You may be able to take an exclusion for pay you received while you were absent from work because of injury or sickness if you were covered by a sick pay plan paid for by your employer. If both you and your employer paid for the plan, you may be able to exclude all the benefits you received from the part you paid. But there is a limit on excluding benefits you received from the part your employer paid.

A disability pension may also qualify for the sick pay exclusion.

For information on how to figure your exclusion, get **Form 2440** and **Publication 522**, Adjustments to Income for Sick Pay.

Enter the amount of your sick pay exclusion on line 37 and attach Form 2440 (or other required statement showing how you figured the exclusion, when you were absent, regular weekly rate of pay, and whether you were in the hospital).

Line 38—Moving Expenses.—Employees, including new employees, and self-employed persons, including partners, can deduct certain moving expenses. The move had to be in connection with your job or business. The expenses you can deduct include the cost of moving your family, furniture and other household goods, and personal belongings. You can also deduct meals and lodging while traveling to your new home.

Up to a certain amount, you can also deduct for: *(1)* Travel, meals, and lodging for househunting trips you made after getting the job and before you moved. *(2)* Meals and lodging while in temporary quarters in the general area of your new place of work, for up to 30 days after you got the job. *(3)* Expenses for selling, buying, or leasing your new or old home.

For more information, get **Form 3903** and **Publication 521**, Tax Information on Moving Expenses.

If you find you can deduct moving expenses, fill in Form 3903. Also, report on Form 1040, line 9, all amounts you were paid or repaid for moving expenses. (If you were employed, these amounts should be included on Form 4782 and in total wages, tips and other compensation on the Form W-2 your employer gave you.) Then show your allowable expenses on line 38.

Line 39—Employee Business Expenses (and Employer Payments).—

Deductible Expenses and Excess Payments.—You can deduct the expenses listed below that were not paid by your employer.

(1) Travel and Transportation.—You can deduct bus, taxi, plane, or train fares or the cost of using your car in your work.

(2) Meals and Lodging.—You can deduct these if you were temporarily away on business at least overnight from the general area of your main place of work. You cannot deduct the cost of meals on daily trips where you did not need to sleep or rest.

(3) Outside Salesperson.—In addition to the above, an outside salesperson can generally deduct other expenses necessary in sales work. For example, selling expenses, stationery, and postage. An outside salesperson is one who does all selling away from employer's place of business. If your main duties are service and delivery, such as a milk driver-salesperson, you are not considered an outside salesperson.

(4) Other Business Expenses.—If you itemize deductions on Schedule A, you can also deduct other business expenses under the heading "Miscellaneous deductions." Examples of these expenses are dues to unions and professional organizations and the cost of tools, materials, etc., that your employer did not pay for.

If you paid part of an expense and your employer paid part, you can deduct the amount you paid. If your employer paid you more than you spent, report the difference as income. (See instructions for Reporting Deductions and Excess Payments on this page.)

If you claim a deduction for business expenses, attach **Form 2106** or a statement showing the following: *(1)* The total of all amounts received from or charged to your employer and nature of your occupation. *(2)* The amount of your business expenses broken down into broad subjects. *(3)* The number of days away from home on business.

Even if you do not claim a deduction for your business expenses, you must attach the above information to your return unless you were required to, and did make a satisfactory accounting of them to your employer.

You are considered to have made a satisfactory accounting if:

(1) You received either a daily allowance of no more than **$44** instead of actual living expenses or the maximum per diem rate authorized to be paid by the Federal Government in the locality in which the travel is performed, or a mileage allowance of no more than 15 cents a mile. However, an employer may grant an additional allowance for parking fees and tolls attributable to the traveling and transportation expenses as separate items.

(2) Your expenses were the type necessary to carry out your employer's trade or business, and you gave your employer proof of the time, place, and business reason of the travel.

If you use your own car for business reasons, you can deduct what it cost you for business use. Instead of figuring your actual expenses such as gas, oil, repairs, license tags, insurance, and depreciation, you can take a fixed mileage rate.

This is figured at 15 cents a mile for the first 15,000 miles and 10 cents for each mile over 15,000. Add to this amount your parking fees and tolls.

For automobiles that have been or are considered fully depreciated, the standard mileage rate is 10 cents a mile for all business mileage.

You can change methods of figuring your cost from year to year. But you cannot change to the fixed mileage rate if you claimed depreciation and did not use the straight line method, or if you claimed additional first-year depreciation.

For more information, get **Publication 463**, Travel, Entertainment, and Gift Expenses.

Reporting Deductions and Excess Payments.—Report expenses and payments as explained below.

(1) **If your employer paid you more than you spent, report the difference on line 35, under "Other."**

(2) **If you spent more than your employer paid you for travel and transportation, meals and lodging, and outside salesperson expenses, you can deduct the difference on line 39. If you itemize deductions and had other business expenses your employer did not pay for, you can deduct them under "Miscellaneous deductions" on Schedule A.**

(3) **If your expenses equaled the payments you received (or were more than the payments but you do not want to claim a deduction for the difference), write on the bottom margin of page 2, Form 1040, "Employer payments were not more than my business expenses."**

Note: *If your Form W–2 includes amounts your employer paid you for business expenses, attach Form 2106 or a statement. (See instructions for Deductible Expenses and Excess Payments.) Include your total expense on line 39.*

Lines 40a and 40b—Payments to a Retirement Plan or Arrangement.—To support deductions, file the applicable forms listed below.

(1) Sole proprietors who have Keogh (H.R. 10) plans should file Form 5500–K or Form 5500 for such plans. Do not attach to your Form 1040.

Partners are not required to file returns for Keogh plans in which they participate. However, partnerships are required to file Form 5500 or Form 5500–K to report on Keogh plans.

Complete a Form 5500–K for all plans with fewer than 100 participants and with at least one owner-employee and file as a separate return. Attach completed Forms 5504 and 5505, as appropriate, to the Form 5500–K. Complete a Form 5500 for each plan with 100 or more participants and file as a separate return. Attach completed Forms 5504 and 5505, as appropriate, to the Form 5500. If you file two or more Forms 5500, attach them to Form 5501. File these forms on or before the 15th day of the 5th month following the close of your taxable year.

(2) Individuals who have made contributions to an individual retirement arrangement enter the allowable deduction shown on Form 5329, Part III. Married persons, both of whom qualify for the deduction, filing a joint return, should attach a Form 5329 for each taxpayer and enter the combined deductions on line 40b.

Individuals who have an individual retirement account or annuity, must attach Form 5329 whether or not a contribution was made in the year. Also, attach Form 5498 to Form 5329, except for individual retirement bonds.

Caution: Failure to file Form 5329 by the due date, without reasonable cause, will result in a penalty of $10 a day for each day it is not filed, not to exceed $5,000.

Line 41—Forfeited Interest Penalty for Premature Withdrawal.—You can deduct a forfeited interest penalty for premature withdrawal from a time savings account on this line. Enter the amount of forfeiture shown on your Form 1099–INT here. Note: Be sure to include the gross amount of 1975 interest income in line 11.

PART IV.—Credits

Line 48—Retirement Income Credit.—See **Instructions for Schedule R.**

Line 49—Investment Credit.—For exceptions and conditions under which you can take an investment credit, get **Form 3468.**

Line 50—Foreign Tax Credit.—You can claim credit for income tax payments to a foreign country or U.S. possession only if you itemize deductions. For more information, get **Form 1116.**

Line 51—Credit for Contributions to Candidates for Public Office, etc.—You may claim a tax credit here or an itemized deduction on Schedule A, line 33, **but you cannot claim both,** for contributions to candidates for public office and political committees and to newsletter funds of candidates and elected public officials. **Publication 585,** Voluntary Tax Methods to Help Finance Political Campaigns, explains the circumstances under which a deduction or credit for a contribution is more advantageous.

If you elect to claim a credit, the amount of the credit is one-half of the political contributions paid, but not more than $25 ($50 if married and filing a joint return). Do not enter more than the amount on line 16c reduced by the amount of credits on lines 48, 49, and 50. Make a side calculation before you enter the credit here.

Line 52—Credit for Wages Paid or Incurred in Work Incentive (WIN) Program.—Business employers may claim a credit of 20% of the salaries and wages paid or incurred to employees hired under a Work Incentive (WIN) Program. The credit is allowed for salaries and wages paid or incurred in the first 12 months of employment.

Employers may also claim a credit of 20% of salaries and wages paid for business or nonbusiness employment of certain Federal welfare recipients hired after March 29, 1975, for services performed before July 1, 1976. For nonbusiness employers, this credit is limited to $1,000 for each employee. See Form 4874.

Line 53—Credit for Purchase of New Principal Residence.—You may be able to claim a credit of 5% of the purchase price of your new principal residence that was constructed or being constructed before March 26, 1975, and acquired and occupied after March 12, 1975. The maximum credit is $2,000. See Form 5405.

PART V.—Other Taxes

Line 55—Tax from Recomputing Prior Year Investment Credit.—Enter the difference between the credit taken in a prior year and the credit you refigured due to disposing of the property early. Attach **Form 4255.**

Line 56—Tax from Recomputing a Prior Year Work Incentive (WIN) Credit.—If a WIN employee is dismissed before the end of the first 12 months of employment or during the following 12 calendar months, you must repay (with certain exceptions) any tax credit previously taken on the salaries and wages paid or incurred to that employee. See Form 4874.

The tax from recomputing a prior year (WIN) credit may not be offset against the current year's (WIN) credit.

Line 57—Minimum Tax.—If you have items of tax preference (accelerated depreciation, stock options, long-term capital gains, etc.) of more than $30,000 ($15,000 if married filing separately), attach **Form 4625** even if there is no minimum tax due.

Line 58—Tax on Premature Distributions from Individual Retirement Arrangements.—Enter any tax due as shown on Form 5329, Part V.

Line 59—Self-employment Tax.—Enter amount shown on Schedule SE, line 18.

Lines 60 and 61—Tax on Tip Income.—If you received tips of $20 or more in a month that you did not report to your employer, or if your wages were not enough for your employer to withhold social security or railroad retirement tax on tips that you reported, you must pay these taxes with your Form 1040.

For tips you did not report but must pay social security tax on, attach **Form 4137.** Enter the tax on line 60. For tips you have to pay railroad retirement tax on, contact your nearest Railroad Retirement Board office for information. Include the tax on line 60. On the dotted line to the left of the line 60, write "RR tax on tips."

The Form W–2 your employer gives you will show any social security tax you owe on tips you reported to your employer. Enter that amount on line 61.

Be sure all your tips are included as income on Form 1040, line 9.

Line 62—Excess Contribution Tax on Individual Retirement Arrangements.—Enter any tax due as shown on Form 5329, Part IV.

Line 63—Tax on Income Subject to the Penalty Under Section 72(m)(5).—If you received income resulting from a premature or excessive distribution from a qualified employees' pension plan or trust when you are (or were) also an owner of the business, such income is subject to a penalty under section 72(m)(5) of the Code. Enter the amount of tax in your total for line 63. On the dotted line to the left of the line 63 entry space, write "72(m)(5) Tax", and show the amount.

PART VI.—Other Payments

Line 64—Excess FICA, RRTA, or FICA/RRTA Tax Withheld—More Than One Employer.—

If you had more than one employer in 1975 and together they paid you more than $14,100 in wages, too much social security (FICA) tax, railroad retirement (RRTA) tax, or combined FICA and RRTA tax may have been taken out of your wages. If too much was withheld, you may be able to take credit for it against your income tax. Follow the steps below to figure your credit. If you are filing a joint return, you have to figure this separately for you and your spouse.

Step 1. (a) Add all FICA and RRTA tax withheld by employers from your wages for 1975.* Enter the total here	$
(b) Add all uncollected FICA or RRTA tax on tips, if any. Enter the total here . .	
Step 2. Add (a) and (b)	$
Step 3. Subtract	824.85
Step 4. Enter this amount on Form 1040, line 64	$

***Note:** *Do not include more than $824.85 for any one employer. If any one employer withheld more than $824.85, ask that employer to refund that excess to you. You cannot take credit for it on your return.*

Line 65—Credit for Federal Taxes on Special Fuels, Nonhighway Gasoline and Lubricating Oil.—Enter on this line any tax credit you can take for:

(1) **Gasoline used—**
- (a) on a farm for farming use.
- (b) in vehicles and machines used off the highway, such as in boats and, generally, in commercial aircraft.
- (c) in vehicles furnishing certain public transportation by land.

(2) Lubricating oil used for any purpose other than in a highway motor vehicle.

(3) **Special fuels used—**
- (a) on a farm for farming use.
- (b) in vehicles furnishing certain public transportation by land.
- (c) generally, in commercial aviation or under other conditions not subject to tax.

Attach **Form 4136.** For more information, get **Publication 225,** Farmer's Tax Guide, or **Publication 378,** Federal Fuel Tax Credit or Refund for Nonhighway and Transit Users.

Line 66—Credit for Taxes Paid by Regulated Investment Companies.—Enter credit here. Attach **Copy B of Form 2439.**

Form **2555**
(Rev. Oct. 1975)
Department of the Treasury
Internal Revenue Service

Exemption of Income Earned Abroad

▶ Attach to Form 1040.

For taxable year ending ....

This Form is to be Used Only by United States Citizens and Certain Resident Aliens (See Instruction 1.)

Name of taxpayer	Social security number
Foreign address (including Country)	Your occupation

Name of employer ▶

Employer's address	U.S. ▶
	Foreign ▶

Give the latest year for which you filed a U.S. income tax return ▶ Office where filed ▶

For an explanation of the provisions under which earned income of citizens abroad is exempt, see instructions. You may obtain Publication 54, Tax Guide for U.S. Citizens Abroad, and all forms from any Internal Revenue office, U.S. Embassy, or Consulate.

Check status under which you claim exemption of earned income from services abroad
☐ Bona fide residence. Complete Parts I and III.
☐ Physical presence. Complete Parts II and III.

Complete all items in the parts pertaining to your status. If an item does not apply, write "DOES NOT APPLY." Failure to submit required information may result in disallowance of the claimed exemption.

Part I To be Completed for Bona Fide Residence Only

1 Foreign country in which you claim bona fide residence .... Residence began .... (Date), ended .... (Date)

2 Kind of living quarters in foreign country ☐ Purchased house ☐ Rented house or apartment ☐ Rented room ☐ Quarters furnished by employer

3 Did your family live with you abroad during any part of the taxable year? . . . . ☐ Yes ☐ No
If "Yes," for what period? ....

4 (a) Have you made a statement to the authorities of the foreign country you claim bona fide residence in that you are not a resident of that country? . . . . ☐ Yes ☐ No

(b) Are you required to pay income tax to the country you claim bona fide residence in? . . . . ☐ Yes ☐ No
If you made a statement to the authorities of the foreign country that you are not a resident, and the country holds you are not subject to its income tax, you do not qualify for this U.S. exemption. (See Instruction 8(c).)

5 Complete the following for days present in the U.S. or its possessions during the taxable year:

Date arrived in U.S.	Date departed from U.S.	Number of days in U.S. on business	Amount earned in U.S. on business (Attach statement showing computation.)	Date arrived in U.S.	Date departed from U.S.	Number of days in U.S. on business	Amount earned in U.S. on business (Attach statement showing computation.)

6 (a) State any contractual terms or other conditions relating to the length of your employment abroad. ....

(b) State the type of visa you entered the foreign country under. ....

(c) Did your visa contain any limitations as to the length of your stay or employment in a foreign country? . . . . ☐ Yes ☐ No
If "Yes," attach explanation.

(d) List the places where you have resided and the dates of residence since you left the U.S. to establish residence abroad. ....

(e) Did you maintain a home in the U.S. while residing abroad? . . . . ☐ Yes ☐ No
If "Yes," show address of your home, whether it was rented, and the names and relationships of the occupants. ....

Part II To be Completed for Physical Presence Only

7 The 18-month period the exemption for physical presence in a foreign country is based on is from .... through ....

8 Enter all travel abroad during the 18-month period the exemption is based on, except travel between foreign countries that did not involve travel on or over international waters for 24 hours or more. If the last entry is an arrival in a foreign country, insert number of full days to end of 18-month period. If there was no travel to report during the period, write in schedule that you were physically present in a foreign country or countries during the entire 18-month period

Name of country (including U.S.)	Date and time departed	Date and time arrived	Full days present in country	Number of days in U.S. on business	Amount earned in U.S. on business (Attach statement showing computation.)

9 Enter prior years you claimed exemption for income earned abroad under section 911 ▶

e70—16—83641-1

Form 2555 (Rev. 10-75) Page 2

Part III To be Completed for Both Bona Fide Residence and Physical Presence

10 Enter below your total earned income, including noncash remuneration. (See Instructions 7 and 8(d).)
Is part of the income (such as bonuses) attributable to services performed in past years or to be performed for years other than this year? . . . . ☐ Yes ☐ No
If "Yes," see Instructions 10(a) and 11.

Do not report exempt income on your Form 1040, but enter all taxable income in the appropriate sections of the form. If you received all or part of your income in foreign currency, translate its exchange value into terms of U.S. dollars at the rates prevailing at the time you actually or constructively received the income.

Earned income (for personal services rendered in foreign countries)	Exchange rates used	Amount (in U.S. dollars)
11 (a) Total wages, salaries, bonuses, commissions, etc., received during this year		
(b) Amount attributable to prior years or future years. (See Instructions 10(a) and 11.)		
(c) Balance attributable to this year. (Subtract line 11(b) from line 11(a).)		
12 Pensions and annuities (See Instruction 10(d).)		
13 Allowable share of income for personal services rendered. (See Instructions 7 and 10(e).)		
(a) In a business (including farming) or profession. (Attach Schedule C or F (Form 1040).)		
(b) In a partnership (Give name, address, and nature of income.)		
14 Noncash remuneration (Market value of property or facilities furnished by employer. Attach statement showing how determined.)		
(a) Home		
(b) Car		
(c) Other property facilities (Specify.)		
15 Other income (Specify.)		
16 Allowances or reimbursements		
(a) Cost of living		
(b) Overseas differential		
(c) Family		
(d) Education		
(e) Home leave		
(f) Quarters		
(g) For any other purpose (Specify.)		
17 Total earned income from sources outside the U.S.		
18 Amount exempt (If exempt status changed during the taxable year, complete schedule below.)		
19 Taxable income (Line 17 less line 18. If less than zero, enter zero. Enter here and report on Form 1040.)		

Schedule for Computation of Exemption Claimed in Part III, line 18, above.

(The $20,000 and $25,000 exemptions are for full taxable years. Prorate them if your exempt status changes during the taxable year. See Instructions 8(a)(ii) and 10(c).)

	A	B
20 Applicable exemption	$20,000	$25,000
21 Number of exemption qualifying days in taxable year		
22 Total number of days in taxable year		
23 Percentage applicable (Divide the number of days on line 21 by the number of days on line 22.)	%	%
24 Allowable exemption (Multiply the amount on line 20 by the percent on line 23.)	$	$
25 Total allowable exemption (Add amounts on line 24, columns A and B. Enter here and on line 18.)		$

(If more space is needed for any schedule, etc., attach statement.)

e70—16—83641-2

Instructions

1. General.—To determine whether you must file Form 1040, see Who Must File on page 3 of that form's instructions. In determining whether you must file a return, be sure to include your income earned abroad even though it may qualify for tax exemption, as explained below.

U.S. citizens in foreign countries are subject to the same U.S. income tax laws as those living in the U.S. However, there is an exception as to their earned income as defined in instruction 7, received for personal services rendered abroad. A limited amount of earned income may be exempt from tax if a citizen meets either the "bona fide residence" test or the "physical presence" test (See Instructions 8 and 9.) Detailed information about these provisions may be found in **Publication 54**, Tax Guide for U.S. Citizens Abroad.

Resident aliens of the U.S. from certain foreign countries with whom tax treaties are in effect qualify for the benefits of section 911(a)(2) of the Code (physical presence) to the same extent as U.S. citizens under "nondiscrimination" clauses of such treaties. To determine whether the country of which you are a citizen contains such a "nondiscrimination" clause in its treaty with the U.S., get **Publication 54**, Tax Guide for U.S. Citizens Abroad.

2. How to file.—If you qualify for exemption on any part of your **earned income** from sources outside the U.S., show your exempt income and information supporting it on this form. Then attach it to your completed Form 1040.

If you earned your only income **abroad** and all of it qualifies for exemption, you need only complete this form and attach it to a Form 1040 showing your name, address, social security number, and signature.

Report on your Form 1040 compensation earned in the U.S. for personal services performed before foreign residence began. Also report on Form 1040 all other items of gross income, including earned income that does not qualify for exemption (such as a pro rata part of your earned income if part of the personal services was rendered during temporary business trips to the U.S.).

Note: If you qualify for the benefits of section 911, you can not claim the earned income credit.

3. Where to file.—File Form 2555 with Form 1040 with the Internal Revenue Service Center, 11601 Roosevelt Boulevard, Philadelphia, Pennsylvania 19155.

4. When to file.—April 15 is the due date for filing calendar year income tax returns. However, if you are residing or traveling outside the U.S. on April 15, you are automatically allowed an extension of 2 months to June 15. The 2-month automatic extension also applies to fiscal year taxpayers.

If you take advantage of the automatic extension, you are required to attach a statement to your return showing that you were residing or traveling outside the U.S. on the due date of your return. Interest is charged at the applicable rate on any unpaid tax from the due date of the return until the date of payment.

5. Special extensions of time for filing.—If you expect to qualify for the exemption explained in Instruction 8 or 9 on a date more than 2 months after the regular due date of your return, you may apply on Form 2350 for an extension to a date after that on which you expect to qualify for the exemption. Send the application for extension to the office where the return will be filed, before the due date of the return (for calendar year taxpayers, this would be June 15). Interest is charged in the same manner as explained in Instruction 4.

6. Joint returns—Alien spouse.—You may file a joint return if both you and your spouse are U.S. citizens and you both use the same taxable year. If you file a joint return complete separate Forms 2555 if each of you has exempt earned income. You may not file a joint return if either you or your spouse was a nonresident alien at any time during the taxable year. However, you may claim an exemption for a nonresident alien spouse who had no gross income from U.S. sources and was not the dependent of another taxpayer.

In applying the exclusion limitations under community property laws, the total community income exempt cannot exceed the amount that would be exempt if the income were not community property.

Married persons eligible to file a joint return under the rules of the above paragraph may do so even if one of them has exempt earned income and the other does not.

7. Earned Income.—Earned income from sources outside the U.S. means wages, salaries, professional fees, and other compensation for personal services actually rendered. It does not include compensation for personal services to a corporation that consists of a distribution of earnings or profits rather than a reasonable allowance as compensation for the personal services. It does not include dividends, capital gains, interest, etc.

If you engaged in a non-corporate trade or business in which both personal services and capital were material income-producing factors, a reasonable allowance as compensation for your personal services will be considered earned income. This earned income amount, however, cannot be more than 30 percent of your share of the net profits from the trade or business.

8. Bona fide residence (sec. 911(a)(1) Internal Revenue Code).—

(a) General.—

(i) If you are a bona fide resident of a foreign country or countries for an uninterrupted period **which includes an entire taxable year**, you can, subject to the rules in Instruction 10, exclude up to $20,000 or $25,000 of your earned **income** from personal services rendered abroad for each taxable year. For each of the first 3 consecutive years of your bona fide foreign residence, you can exclude no more than $20,000 earned income for each year. The maximum exclusion for each year of bona fide foreign residence after the first 3 consecutive years is $25,000.

(ii) Use the following example to determine the exclusion amount when the third consecutive year does not end with the last day of the taxable year:

Assuming the third consecutive year for a calendar year taxpayer ends on June 30, prorate both the $20,000 and $25,000 during that year. The $20,000 limitation will apply for January 1 through June 30, and the $25,000 limitation will apply for July 1 through December 31.

(b) Determination of residence.—No specific rule can be stated for determining whether you are a bona fide resident of a foreign country, because the determination involves your intention as to the length and nature of your stay. Your intention to establish a bona fide residence in a foreign country may be evidenced by words and acts. If these conflict, more emphasis will be placed on acts than words. Generally, if you go to a foreign country for a definite purpose of a temporary nature and return to the U.S. after that purpose has been accomplished, you are not a bona fide resident of the foreign country. However, if accomplishing the purpose requires an extended and indefinite stay, and you therefore make your home in the foreign country, you may be a bona fide resident of the foreign country for Federal income tax purposes.

(c) Statement of nonresidence.—If you made a statement to the authorities of a foreign country in which you have earned income that you are not a resident of that country, and you have been held not subject to its income tax, you will not be considered a bona fide resident of that foreign country. If you made such a statement and a determination is being made as to whether you qualify as a bona fide foreign resident, provided no adverse determination has been made by the authorities of the

foreign country on your nonresidence status, you will be considered not subject to the income tax of that foreign country.

(d) Treatment of noncash remuneration.—If you qualify as a bona fide resident and received noncash remuneration in the form of a right to use property or facilities (such as a home or car), it will be taxable in the same manner as any other compensation, subject to the $20,000 or $25,000 exclusion.

(e) Definitions.—

(i) Entire taxable year.—If you use the calendar year as your taxable year, your entire taxable year is the period beginning January 1 and ending December 31.

(ii) Uninterrupted period.—The term uninterrupted period in (a), above, refers to a U.S. citizen's bona fide residence and not to his or her physical presence in the foreign country.

9. Physical presence (sec. 911(a)(2) Internal Revenue Code).—

(a) General.—If you are physically present in a foreign country or countries for a total of at least 510 days during any period of 18 consecutive months, you can, subject to the rules in Instruction 10, exclude up to $20,000 of your earned income for each taxable year. You can do this provided the earned income is for personal services performed outside the U.S. and is attributable to the 18-month period.

(b) Determination of 18-month period and application of 510-day rule.—In figuring the minimum of 510 full days' presence in any foreign country or countries, add all separate periods of presence during the 18-month period. The 510 full days need not be consecutive, but may be interrupted by periods during which you are traveling over international waters or are otherwise not present in a foreign country. (For additional information and examples, see **Publication 54**, Tax Guide for U.S. Citizens Abroad.)

(c) Definition of a full day.—Full day means a period of 24 consecutive hours beginning at midnight.

10. Special rules that apply to bona fide residence and physical presence.—

(a) Rule of attribution.—In general, a taxpayer receives **earned income** in the same taxable year he or she performs personal services. This taxable year is used to determine the exemption under the bona fide residence and physical presence tests.

A taxpayer may receive **earned income** in one taxable year for personal services performed in another. **Under** the rule of attribution, this **earned income** is considered as received in the taxable year in which the personal services are performed. However, to be exempt, **earned income** must be received before the close of the taxable year following the year in which the services are performed. For example, if a cash basis taxpayer received $3,000 in 1975 for services performed in 1974 he or she would include this $3,000 as 1974 **earned income** for determining the amount of exemption. If exempt, the $3,000 would be excluded from his or her income in 1975.

This rule applies only in determining the amount of the exemption and does not affect the reporting time of any amounts not exempt. In no case can amounts be attributed to any year in which the services performed are insubstantial. (For additional information, see **Publication 54**, Tax Guide for U.S. Citizens Abroad, or contact any Internal Revenue Service office or representative.)

(b) Treatment of amounts paid by U.S. Government, etc.—Earned income paid to U.S. citizens by the U.S. or any of its instrumentalities is not exempt from tax under the bona fide residence or physical presence tests. This includes pay received from our Armed Forces' post exchanges, officers' and enlisted men's clubs and messes, motion picture services, and other similarly organized activities under the jurisdiction of the Armed Forces, even though they may be supported by nonappropriated funds.

(c) Accrual of exemption.—A U.S. citizen becomes entitled to the exemption on a daily basis throughout the taxable year. The number of days to be used in figuring the exemption is the number of days in the taxable year for which the exemption is claimed.

(d) Treatment of pensions or annuities.—In general, earned income received as pensions or annuities is not exempt if attributable to employer contributions made after December 31, 1962, for services rendered outside the U.S. after that date. (For rules on the allocation of employer contributions under prefunded pension or annuity plans, see section 1.72–8 of the Income Tax Regulations. For rules on the treatment of pensions or annuities received under unfunded plans, see sections 1.911–1(c) and 1.911–2(d)(5) of the Regulations.)

(e) Treatment of deductions.—Exclude any expenses, losses, or items otherwise deductible (except deductions allowed for personal exemptions) that are properly allocable to or chargeable against earned income exempt from tax under the bona fide residence or physical presence tests, in figuring your taxable income. If expenses incurred for services performed abroad are attributable to both exempt and nonexempt earned income, attach a statement showing the amounts attributable to both for income items on lines 11, 13, 14, and 15. Prorate such expenses, based on the ratio that your exempt earned income bears to your total earned income for services performed abroad. Do not claim expenses allocable to exempt income.

(f) Definition of foreign country.—The term foreign country means territory under the sovereignty of a government other than that of the U.S. and includes the air space over the territory. It does not include U.S. possessions.

11. Amounts attributable to services performed on or before December 31, 1962.—If you received an amount after December 31, 1962, for services performed on or before that date, you may be able to exclude it from your gross income on the ground that a right to receive it existed on March 12, 1962. Such a right (whether forfeitable or nonforfeitable) is considered to exist on March 12, 1962, if it is in a contract, agreement, plan, or provision of foreign law in force on March 12, 1962. The existence of such a contract, agreement, plan, or provision of foreign law may be established by:

(a) written evidence;

(b) evidence of a trade custom governing the method of payment of persons performing the same type of services;

(c) evidence of an oral agreement between the person performing services and the person for whom they are performed as to the method of computing compensation for the services; or

(d) evidence of the provision of foreign law.

If for any taxable year you claim an exemption on the grounds described in this Instruction, attach to this form a statement of the facts you rely on to support the exemption. (For more information, see section 1.911–1(c) of the Income Tax Regulations or contact any Internal Revenue Service office or representative.)

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Form **1116** (Rev. Oct. 1975) Department of the Treasury Internal Revenue Service

Computation of Foreign Tax Credit

Individual, Fiduciary, or Nonresident Alien Individual

For calendar year 19........, or other taxable year beginning ...., 19........, and ending ...., 19........

Attach to Form 1040, 1041, or 1040NR

Name	Resident of (*Name of country*)	Social security number
Address (Number and street, city or town, State and ZIP code or country)	Citizen of (*Name of country*)	Employer identification no.

Schedule A—Taxable Income from Sources Outside the U.S.

	1. Name of Foreign Country or U.S. Possession (Use a separate line for each)	2. Gross Income from Sources Outside the U.S. (a) Dividends	(b) Gross Rents and Royalties	(c) Gross Gain from Sale of Capital Assets	(d) Wages, salaries and Other Employee Compensation	(e) Business or Profession (Sole Proprietorship)	(f) Gross Income from Trusts and Estates	(g) Other (Attach schedule)	(h) Total (Add columns (a) through (g))
A									
B									
C									
D									
E									
F									
G									
Totals (Add lines A through G)									
Section 904(f) Interest (See general instruction J(4))									

	3. Applicable Deductions and Losses — Directly Allocable Deductions: (a) Expenses Directly Allocable to Business or Profession	(b) Depreciation and Depletion Directly Allocable to Rent and Royalty Income	(c) Repairs and Other Expenses Directly Allocable to Rent and Royalty Income	(d) Other Expenses Directly Allocable to Specific Income Items (Attach schedule)	(e) Ratable Share of All Other Deductions Not Directly Allocable (Attach schedule)	(f) Gross Capital Loss and Other Losses from Foreign Sources	(g) Total Applicable Deductions and Losses (Add columns (a) through (f))	4. Taxable Income or (Loss) from Sources Outside the U.S. (Column 2(h) less column 3(g). Enter here and in Schedule B, column 8)
A								
B								
C								
D								
E								
F								
G								
Totals								
Section 904(f) Interest								

Form 1116 (10-75) Page **2**

Schedule B—Foreign Taxes Paid or Accrued and Computation of Foreign Tax Credit

Computation is made under ▶ ☐ per-country limitation ☐ overall limitation } (See General Instruction J and Note at beginning of Specific Instructions for Schedule B.)

	1. Credit is claimed for taxes ☐ Paid ☐ Accrued — Date Paid	Date Accrued	2. Type of Tax	3. Statute Imposing Tax (Title, number, section, etc.) (Identify in detail)	4. Foreign Taxes Paid or Accrued (Attach receipt or copy of return) (See General Instruction H.) — In Foreign Currency — Tax Withheld at Source on: (a) Dividends	(b) Rents and Royalties	(c) Other Foreign Taxes Paid or Accrued	(d) Conversion Rate (Attach schedule)	In U.S. Dollars (See instruction for Schedule B, column 4.) — Tax Withheld at Source on: (e) Dividends	(f) Rents and Royalties	(g) Other Foreign Taxes Paid or Accrued	(h) Total Foreign Taxes Paid or Accrued (Add cols. (e), (f), and (g))
A												
B												
C												
D												
E												
F												
G												
Totals												
Section 904(f) Interest												

	5. Reduction for Taxes on Foreign Mineral Income and for Failure to Furnish Returns Required Under Section 6038	6. Carryback or Carryover (Attach schedule showing computation in detail)	7. Total Foreign Taxes (Column 4(h) plus column 6 less column 5)	8. Taxable Income or (Loss) from Sources Outside the U.S. (From Schedule A, column 4)	9. Total Taxable Income from All Sources (Before deduction for personal exemptions)	10. Column 8 Divided by Column 9	11. Total U.S. Income Tax Against Which Credit is Allowed (After credit for personal exemptions, but before other credits)	12. Limitation (Column 10 multiplied by column 11)	13. Credit (Column 12 or column 7, whichever is less)
A									
B									
C									
D									
E									
F									
G									
Totals									
Section 904(f) Interest									

Total Foreign Tax Credit—(Add the individual entries in column 13). Enter here and on your tax return. ▶

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Department of the Treasury
Internal Revenue Service

Instructions for Form 1116
(Revised October 1975)

Computation of Foreign Tax Credit—Individual, Fiduciary, or Nonresident Alien Individual

(References are to the Internal Revenue Code and Income Tax Regulations)

General Instructions

A. Who must file Form 1116.—Form 1116 must be attached to the income tax return of any taxpayer (individual, estate, or trust) electing to claim the benefits of a foreign tax credit.

The form must be carefully filled in with all the information called for and with the calculation of credits indicated.

B. Foreign taxes for which credit may be claimed.—The credit may be claimed for income, war profits, and excess profits taxes paid or accrued during the taxable year to any foreign country or to any U.S. possession.

The term "income, war profits, and excess profits taxes" includes a tax imposed by statute or decree by a foreign country or U.S. possession if: (1) that country or possession has in force a general income tax law; (2) the taxpayer claiming the credit would, in the absence of a specific provision applicable to the taxpayer, be subject to the general income tax; and (3) the general income tax is not imposed upon the taxpayer subject to the substituted tax.

A credit is not allowed for excess tax payments to a foreign country with which the U.S. has a tax treaty if such excess would be refunded by the foreign country if a tax treaty or overpayment claim were made. See Publication 54, Tax Guide for U.S. Citizens Abroad, for a listing of tax treaty benefits available against foreign tax.

No credit is allowed for amounts representing interest or penalties.

C. Taxpayers to whom credit not allowed.—The credit is not allowed to: (1) a U.S. citizen entitled to the benefits of the exemption provided by section 931 for income from U.S. possessions (section 931 (g)); (2) a nonresident alien other than an individual who is a bona fide resident of Puerto Rico during his or her entire taxable year (sections 874(c) and 901(b)(3)), except as provided in section 906 (see General Instruction L); or (3) a citizen of a U.S. possession (except Puerto Rico) who is not otherwise a U.S. citizen and who is not a U.S. resident, and persons who are inhabitants (which includes permanent residents) of the Virgin Islands (section 932).

Credit is also denied in a particular year to an individual who elects to pay the optional tax imposed by section 3, or elects to take the standard deduction under section 144. (Section 36.)

D. Taxes against which credit is allowed.—The foreign tax credit is allowed against income tax imposed by Chapter I but not against any: (1) increase in tax under section 47 (relating to dispositions of investment credit property); (2) increase in tax under section 50A(c) (relating to early termination of employment by an employer in a WIN program); (3) minimum tax for tax preferences imposed by section 56; (4) tax on premature distributions to owner-employees imposed by section 72 (m)(5)(B); (5) tax on lump sum distributions imposed by section 402(e); (6) tax imposed by section 408(f) (relating to additional tax imposed on income from certain retirement accounts); and (7) additional tax imposed by section 1333 (relating to war loss recoveries).

A nonresident alien individual may not take the credit against any tax imposed by section 871(a) on income not effectively connected with the conduct of a trade or business within the U.S.

E. Deduction denied if a credit is claimed.—If you elect for any taxable year to claim a credit for taxes to any extent, the election will apply to income, war profits, and excess profits taxes paid or accrued in the taxable year to all foreign countries and U.S. possessions, and no portion of the tax will be allowed as a deduction in the taxable year or any succeeding taxable year.

The election for any taxable year may be made or changed at any time before the end of the period prescribed for making a claim for credit or refund of tax for the taxable year. (Section 901(a).)

F. When foreign tax credit may be taken.—The credit may be taken for the year in which the taxes were paid or accrued, depending upon the method of accounting employed. However, if reporting on the cash basis, you may elect to take the credit for accrued taxes. Make the election by checking the appropriate box at the top of Schedule B, column 1, and follow the same procedure in all later years.

G. Credit for tax accrued but not paid.—If you claim a credit for tax accrued but not paid, Internal Revenue may require you to furnish a bond on Form 1117 as a condition precedent to the allowance of the credit.

H. Proof of credits.—Payment or accrual of each item of foreign tax for which you claim a credit must be substantiated by attaching to Form 1116 a receipt if the tax is paid, or the foreign tax return on which the tax is based if the tax is accrued but not paid. If such a receipt or return is in a foreign language, a certified translation must also be attached. Internal Revenue may accept secondary evidence of foreign taxes paid or accrued if it can be established to its satisfaction that it is impossible to furnish a receipt, return, or direct evidence of tax withheld.

I. Reduction in foreign taxes.—

(1) Taxes on foreign mineral income.—Taxes paid or accrued to a foreign country or U.S. possession on mineral income derived in the country or possession must be reduced if a deduction for percentage depletion under section 613 was allowed for any part of such mineral income. (Section 901(e).)

The reduction must be made on a country-by-country basis, regardless of the limitation method you use. A schedule must be attached showing in detail the computation of the reduction.

(2) Failure to furnish return required under section 6038.—For each failure of a taxpayer to furnish on or before the prescribed date any return or any information in any return required under authority of section 6038, all foreign taxes which may be taken into account for the foreign tax credit must be reduced by 10%. Additional reductions must be made if such failure continues for 90 days or more. (Section 6038(b).)

(3) Taxes on foreign oil and gas extraction income.—For taxable years ending after December 31, 1974, foreign taxes paid or accrued on foreign oil and gas extraction income must be reduced by the amount (if any) by which the amount of such taxes exceeds the product of the amount of foreign oil and gas extraction income derived in the taxable year and the applicable percentage from section 907(a)(2). (Section 907(a).)

(4) Taxes on foreign oil related income treated as income from sources within the U.S.—For taxable years ending after December 31, 1975 foreign taxes paid or accrued on foreign oil related income must be reduced in proportion to the amount of foreign oil related income derived in the taxable year which is treated as income from sources within the U.S. under section 907(f)(1)(A). (Section 907(f)(1)(B).)

J. Limitation on credit.—The credit is limited to a percentage of the total U.S. income tax against which the credit is allowed. The computation must be made by using either the per-country limitation or the overall limitation.

(1) Per-country limitation.—If the overall limitation is not elected, the per-country limitation applies. Under the per-country limitation, the credit is computed separately for each foreign country and U.S. possession. The credit is limited to that percentage of the total U.S. income tax against which the credit is allowed which taxable income from sources within each country or possession (but not in excess of total taxable income) is of total taxable income. (Section 904(a)(1).)

(2) Overall limitation.—If the overall limitation is elected, the credit is limited to that percentage of the total U.S. income tax against which the credit is allowed which taxable income from sources outside the U.S. (but not in excess of total taxable income) is of total taxable income. (Section 904(a)(2).)

(3) Election of the overall limitation.—The initial election to use the overall limitation may be made by checking the appropriate box at the top of Schedule B. The initial election may be made (or revoked) without the Commissioner's consent at any time before the end of the period prescribed for claiming a credit or refund of taxes for the taxable year for which the election is made. Once the initial election has been made and the period prescribed for making such election has expired, it may not be revoked without the Commissioner's consent.

(4) Separate limitations for: (a) section 904(f) interest income; (b) dividends from a DISC or former DISC; and (c) foreign oil related income.—In computing the credit for: (a) foreign taxes paid or accrued with respect to interest income described in section 904(f)(2); (b) foreign taxes paid or accrued with respect to dividends from a DISC or former DISC; and (c) foreign taxes paid or accrued with respect to foreign oil related income (in taxable years ending after December 31, 1974), limitations separate from all other income must be applied. (Sections 904(f) and 907(b).)

The separate limitation for section 904(f) interest must be applied on a per-country basis. The overall limitation cannot be used. Use the "Section 904(f) Interest" lines on Form 1116 to compute the credit for foreign taxes paid or accrued with respect to section 904(f) interest.

The separate limitation for dividends from a DISC or former DISC is applied to the aggregate of such dividends received in the taxable year from all DISCs and former DISCs. The computation of the credit for foreign taxes paid or accrued with respect to dividends from DISCs and former DISCs should be shown on an attachment to Form 1116.

The computation of the credit for foreign taxes paid or accrued with respect to foreign oil related income should be shown on an attachment to Form 1116. The attachment should be in a format similar to Form 1116. The separate limitation for foreign oil related income must be applied on an overall basis in taxable years ending after December 31, 1975.

K. Carryback and carryover of excess taxes paid.—Taxes paid or accrued to any foreign country or U.S. possession (reduced as described in General Instruction I) in excess of the applicable limitation may be carried back 2 years and then forward 5 years. The excess must first be applied to the earliest of the 7 years to which it may be carried, then to the next earliest year, etc. (Section 904(d).)

If a credit was not claimed in a taxable year to which the excess is carried, the excess is considered used in such year in the same manner as though a credit has been claimed.

The carryback and carryover provisions must be applied separately to the excess with respect to: (a) section 904(f) interest income; (b) dividends from a DISC or former DISC; (c) foreign oil related income (in taxable years ending after December 31, 1974); and (d) all other income from sources outside the U.S. (Sections 904 (f)(1) and 907(b).)

The excess is computed on an overall basis in taxable years in which the overall limitation applies. (Section 904(e)(1).)

The excess may not be carried from a per-country year to an overall year or vice versa (except as provided in section 907(e) and the regulations under section 904(f)). However, the years to which the excess may not be carried because a different limitation was used are counted in determining whether a carryback or carryover is available. (Section 904(e)(2).)

L. Nonresident alien individuals claiming foreign tax credit.—Section 906 allows nonresident alien individuals a foreign tax credit for income, war profits, and excess profits taxes paid or accrued to any foreign country or U.S. possession on income effectively connected with the conduct of a trade or business within the U.S. The credit is not applicable, however, to the extent the tax is imposed by a foreign country or possession upon income from U.S. sources solely because the nonresident alien individual is a citizen or resident of that foreign country or possession.

For more information obtain Publication 519, United States Tax Guide for Aliens, available free from any Internal Revenue office.

M. Method of reporting.—Report all amounts on the form in U.S. dollars, except as provided in Schedule B, columns 4(a), (b), and (c). If it is necessary to convert from foreign currency, attach a statement describing in detail how the conversion rate was determined.

Note: *For more information obtain Publication 514, Foreign Tax Credit for U.S. Citizens and Resident Aliens, available free from any Internal Revenue office.*

Specific Instructions

Schedule A—Taxable Income from Sources Outside the U.S.

The determination of gross income, applicable deductions and losses, and taxable income from sources outside the U.S. and within each foreign country or U.S. possession must be made in accordance with sections 638, 861 through 864, and 907(f) and the regulations thereunder, and applicable tax treaties. If the overall limitation is elected, all income from sources outside the U.S., including high seas income, must be taken into account. High seas income must be shown separately and properly identified.

Nonresident alien individuals should report in Schedule A only gross income, applicable deductions and losses, and taxable income from outside the U.S. which are effectively connected with the conduct of a trade or business within the U.S.

All applicable columns in Schedule A must be completed line by line including the "Totals" line, irrespective of the limitation method used.

Column 1.—Enter the names of all foreign countries and U.S. possessions within which income is sourced, and/or to which taxes are paid or accrued. If the foreign income is distributed through a partnership, estate, or trust, give the name and employer identification number of the partnership, estate, or trust, as well as country or possession.

Column 2.—Enter amounts in columns (a) through (h) in U.S. dollars. Include all income taxable by the U.S. whether or not taxable by the foreign country or U.S. possession.

Do not include in gross income earned income that is exempt under section 911. For more information on the exemption of income earned abroad obtain Publication 54, Tax Guide for U.S. Citizens Abroad, available free from any Internal Revenue office.

Column 3.—Enter amounts in columns (a) through (g) in U.S. dollars. Do not include deductions and losses attributable to earned income that is exempt under section 911.

Enter in columns (a), (b), (c), and (d) all deductions which apply directly to gross income from foreign sources.

Enter in column (e) the ratable share of all other deductions (such as itemized deductions) not directly allocable to specific items of income. The deduction for personal exemptions is not allowed in computing taxable income for this purpose. The share of the allowable deductions ratable to each country is computed by multiplying the total of such deductions by the ratio of gross income from sources within the country to total gross income from all sources.

Schedule B—Foreign Taxes Paid or Accrued and Computation of Foreign Tax Credit.

Note: *Regardless of the limitation method you use, complete columns 1 through 5 of Schedule B line by line including the "Totals" line, if applicable. If you use the overall limitation method, complete only the "Totals" and each "Section 904(f) Interest" line in columns 6 through 13. If you use the per-country limitation method, complete all lines except the "Totals" line in columns 6 through 13.*

Column 1.—If you claim credit for taxes accrued, show date of accrual of the tax and date of payment (if paid).

Column 2.—Enter the type of tax (income, war profits or excess profits).

Column 4.—Make all entries on the line for the country imposing the tax.

Enter amounts in columns (a), (b), and (c) in the currency of the foreign country (that is: pounds, francs, marks, etc.).

In column (d) show the rate(s) of exchange used and attach a statement describing in detail how the rate(s) was determined.

Column 5.—Enter in column 5 the reduction (if any) for taxes on foreign mineral income and for failure to furnish returns required under section 6038.

The reductions for taxes on foreign oil and gas extraction income and on foreign oil related income treated as income from sources within the U.S. should be applied and reported only on the attached schedule (see General Instruction J(4)) used for computing the credit with respect to foreign oil related income.

Column 7.—If you use the per-country limitation method, add columns 4(h) and 6 and subtract column 5 line by line. If you use the overall limitation method, perform the calculations only on the "Totals" and each "Section 904(f) Interest" line.

Column 8.—If you use the per-country limitation method, copy line by line the entries from Schedule A, column 4. Do not complete the "Totals" line. If you use the overall limitation method, copy only the entries on the "Totals" and each "Section 904(f) Interest" line in Schedule A, column 4.

If a loss appears on any line in column 8, do not complete that line in columns 9 through 13.

Column 9.—If you use the per-country limitation method, enter on each line total taxable income from all sources before deduction for personal exemptions. If you use the overall limitation method, enter that amount only on the "Totals" and each "Section 904(f) Interest" line.

For nonresident alien individuals, taxable income includes only that taxable income effectively connected with the conduct of a trade or business within the U.S.

Column 10.—If you use the per-country limitation method, the ratio of column 8 to column 9 must be computed line by line. If you use the overall limitation method, compute the ratio only for the "Totals" and each "Section 904(f) Interest" line. If column 8 exceeds column 9, enter a 1 (one) in column 10.

Column 11.—If you use the per-country limitation method, enter on each line the total U.S. income tax against which the credit is allowed after the credit for personal exemptions but before other credits. Do not make an entry on the "Totals" line. If you use the overall limitation method, enter that amount only on the "Totals" and each "Section 904(f) Interest" line.

See General Instruction D for taxes against which the credit is allowed.

Column 12.—If you use the per-country limitation method, the product of columns 10 and 11 must be computed line by line. If you use the overall limitation method, compute the product only on the "Totals" and each "Section 904(f) Interest" line.

Column 13.—If you use the per-country limitation method, enter for each line the amount in column 12 or column 7, whichever is less. If you use the overall limitation method, make the entries only for the "Totals" and each "Section 904(f) Interest" line.

Note: *If you derived foreign oil related income or received dividends from a DISC or former DISC in the taxable year, enter on your tax return the sum of: (1) the amount on the "Total Foreign Tax Credit" line; (2) the separately computed credit with respect to foreign oil related income; and (3) the separately computed credit with respect to dividends from DISCs and former DISCs.*

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