MARSHAL W. PEARCE
CERTIFIED PUBLIC ACCOUNTANT
606 GUARANTY BANK PLAZA
CORPUS CHRISTI, TEXAS 78401

Judge Hector Depena
P. O. Box 1152
Corpus Christi, Texas 78403

RE: International Radio Company

5-2-75

Dear Judge Depena,

Before I can file the 1120S Tax Return to close the corporation (report due 5-15-75), it will be necessary to collect from each unit of ownership in KCCT an amount of $ 301.50 or a total of $ 2,261.22. This must be completed on or befor May 10, 1975.

If you have any questions, please let me know.

Thank you,

Marshal W. Pearce, CPA

MWP:lm

Form **1120S** | **U.S. Small Business Corporation Income Tax Return** for the calendar year 1973 or other taxable year beginning 12-1, 1973, ending 11-30, 1974 | **1973**

(FINAL)

Department of the Treasury
Internal Revenue Service

A Date of election as small business corporation

B Business Code No. (see page 7 of instructions)

Name / Number / City:

HV 74-1198017 NOV 30,1974 D74 N
INTERNATIONAL RADIO CO
RADIO STATION KCCT
BOX 5206 403 S STAPLES
CORPUS CHRISTI TX 78405

C Employer Identification No.

D County in which located: NUECES

E Enter total assets from line 14, column D, Schedule L

IMPORTANT—All applicable lines and schedules must be filled in. If the lines on the schedules are not sufficient, see instruction N.

GROSS INCOME	1	Gross receipts or gross sales .... Less: returns and allowances	1	86413.43
	2	Less: cost of goods sold (Schedule A) and/or operations (attach schedule)	2	
	3	Gross profit	3	86413.43
	4	(a) Domestic dividends	4(a)	
		(b) Foreign dividends	4(b)	
	5	Interest on obligations of the U.S. and U.S. instrumentalities	5	
	6	Other interest	6	
	7	Gross rents	7	
	8	Gross royalties	8	
	9	Gains and losses (separate Schedule D, Form 1120S and/or Form 4797):		
		(a) Net short-term capital gain reduced by any net long-term capital loss	9(a)	
		(b) Net long-term capital gain reduced by any net short-term capital loss (if more than $25,000, see instructions). (SEE 1099's)	9(b)	196780.35
		(c) Ordinary gain or (loss) from Part II, Form 4797 (attach Form 4797)	9(c)	38543.68
	10	Other income (see instructions—attach schedule)	10	
	11	Total income, lines 3 through 10	11	321737.46
DEDUCTIONS	12	Compensation of officers (Schedule E)	12	
	13	Salaries and wages (not deducted elsewhere)	13	59897.50
	14	Repairs (see instructions)	14	355.24
	15	Bad debts (Schedule F if reserve method is used)	15	2585.46
	16	Rents	16	2070.00
	17	Taxes (attach schedule)	17	7869.93
	18	Interest	18	9584.30
	19	Contributions (not over 5% of line 28 adjusted per instructions—attach schedule)	19	
	20	Amortization (attach schedule)	20	
	21	Depreciation (Schedule G)	21	1866.55
	22	Depletion (attach schedule)	22	
	23	Advertising	23	4304.58
	24	Pension, profit-sharing, etc. plans (see instructions)	24	
	25	Employee benefit programs (see instructions)	25	
	26	Other deductions (attach schedule)	26	41600.15
	27	Total deductions, lines 12 through 26	27	130133.71
	28	Taxable income, line 11 less line 27	28	191603.75
TAX	29	Income tax on capital gains (Schedule J)	29	N/A
	30	Minimum tax (see instructions.) Check here ☐ if Form 4626 is attached	30	
	31	Total tax (add lines 29 and 30)	31	
	32	Credits: (a) Tax deposited with Form 7004 (attach copy) — 32(a)		
		(b) Tax deposited with Form 7005 (attach copy) — 32(b)		
		(c) Credit for U.S. tax on special fuels, nonhighway gas, and lubricating oil (see instructions—attach Form 4136) — 32(c)		
	33	TAX DUE (line 31 less line 32). See instruction G for depositary method of payment →	33	
	34	OVERPAYMENT (line 32 less line 31) →	34	

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 he has any knowledge.

The Internal Revenue Service does not require a seal on this form, but if one is used, please place it here.

TAXPAYERS COPY

Date — Signature of officer — Title

5/6/75 — Date — Signature of individual or firm preparing the return — Preparer's address — Emp. Ident. or Soc. Sec. No.

74-1267760
MARSHAL W. PEARCE
CERTIFIED PUBLIC ACCOUNTANT
606 GUARANTY BANK PLAZA
CORPUS CHRISTI, TEXAS

Schedule A COST OF GOODS SOLD (See instruction 2)

Method of inventory valuation (specify) ▶

Was there any substantial change in the manner of determining quantities, costs, or valuations between opening and closing inventory? ☐ Yes ☐ No. If "Yes," attach explanation.

1 Inventory at beginning of year		5 Total of lines 1 through 4	
2 Merchandise bought for manufacture or sale		6 Less inventory at end of year	
3 Salaries and wages		7 Cost of goods sold (enter here and on line 2, page 1)	
4 Other costs (attach schedule)			

Schedule E COMPENSATION OF OFFICERS (See instruction 12)

1. Name of officer	2. Social security number	3. Title	4. Time devoted to business	5. Percentage of corporation stock owned	6. Amount of compensation	7. Expense account allowances
Total compensation of officers (enter here and on line 12, page 1)						

Schedule F BAD DEBTS—RESERVE METHOD (See instruction 15)

1. Year	2. Trade notes and accounts receivable outstanding at end of year	3. Sales on account	Amount added to reserve: 4. Current year's provision	Amount added to reserve: 5. Recoveries	6. Amount charged against reserve	7. Reserve for bad debts at end of year
1968						
1969						
1970						
1971						
1972						
1973						

Schedule G DEPRECIATION (See instruction 21)

Note: If depreciation is computed by using the Class Life (ADR) System for assets placed in service after 1970, or the Guideline Class Life System for assets placed in service before 1971, you must file Form 4832 (Class Life (ADR) System) or Form 5006 (Guideline Class Life System) with your return. Except as otherwise expressly provided in regulations section 1.167(a)–11(b)(5)(vi) and regulations section 1.167(a)–12, the provisions of Revenue Procedures 62–21 and 65–13 are not applicable for taxable years ending after 1970.

Check box(es) if you made an election this taxable year to use ☐ Class Life (ADR) System and/or ☐ Guideline Class Life System. See Publication 534.

1. Group and guideline class or description of property	2. Date acquired	3. Cost or other basis	4. Depreciation allowed or allowable in prior years	5. Method of computing depreciation	6. Life or rate	7. Depreciation for this year
1 Total additional first-year depreciation (do not include in items below) →						
2 Depreciation from Form 4832						
3 Depreciation from Form 5006						
4 Other depreciation:						
Buildings						
Furniture and fixtures						
Transportation equipment						
Machinery and other equipment						
Other (specify)						
5 Totals						
6 Less amount of depreciation claimed in Schedule A						
7 Balance—enter here and on line 21, page 1 Sch-						1866.55

Schedule H SUMMARY OF DEPRECIATION (other than additional first-year depreciation)

	Straight line	Declining balance	Sum of the years-digits	Units of production	Other (specify)	Total
1 Depreciation from Form 4832						
2 Depreciation from Form 5006						
3 Other						

Schedule J TAX COMPUTATION (See instructions)

1 Taxable income (line 28, page 1)		N/A
2 (a) Enter 48% of line 1 (members of controlled groups, see instructions)		
(b) Subtract $6,500 and enter difference	6,500.00	
3 Net long-term capital gain reduced by net short-term capital loss (from line 9(b), page 1)		
4 Subtract $25,000. (Statutory minimum.)		25,000.00
5 Balance (line 3 less line 4) (see instructions)		
6 Enter 30% of line 5 (see instructions)		
7 Income tax (line 2 or line 6, whichever is lesser). Enter here and on line 29, page 1		N/A

Schedule K COMPUTATION OF UNDISTRIBUTED TAXABLE INCOME AND SUMMARY OF DISTRIBUTIONS

Computation of Corporation's Undistributed Taxable Income

1 Taxable income (line 28, page 1)		191603.75
2 Less: (a) Money distributed as dividends out of earnings and profits of the taxable year	191603.75	
(b) Tax imposed on certain capital gains (line 31, page 1)	—.—	191603.75
3 Corporation's undistributed taxable income		—.—

SUMMARY OF DISTRIBUTIONS AND OTHER ITEMS (attach additional sheets if necessary)

1. Name and address of each shareholder	2. Social security number	3. Stock ownership: Number of shares	Period held: From	To	4. Compensation	5. Percentage of time devoted to business
A (SEE SCH.)						
B						
C						
D						

4 Actual dividend distributions taxable as ordinary income (Do not include amounts shown on line 6)	<5176.60>
5 Actual dividend distributions taxable as long-term capital gains (after tax)*	196780.35
6 Actual dividend distributions taxable as ordinary income and qualifying for dividend exclusion	
7 Nondividend distributions	
8 Undistributed taxable income—taxable as ordinary income or (loss)	
9 Undistributed taxable income—taxable as long-term capital gain (after tax)*	

*Each shareholder must be notified as to what amount of his pro rata share of long-term capital gains may qualify as subsection (d) gains. See section 1201(d).

10 INTEREST ON INVESTMENT INDEBTEDNESS:
(a) Investment interest expense ______
(b) Net investment income or (loss) ______
(c) Excess expenses over rental income attributable to net lease property ______
(d) Excess of net long-term capital gains over net short-term capital losses attributable to investment property ______

11 ITEMS OF TAX PREFERENCE:
(a) Accelerated depreciation of:
(1) Low-income rental housing ______
(2) Other real property ______
(3) Personal property subject to a net lease ______
(b) Amortization of:
(1) Certified pollution control facilities ______
(2) Railroad rolling stock ______
(3) On-the-job training facilities ______
(4) Child care facilities ______
(c) Reserves for losses on bad debts of financial institutions ______
(d) Excess percentage depletion ______
(e) Net long-term capital gain (after tax) 196780.35

12 INVESTMENT CREDIT PROPERTY:

Basis of new investment property	(a) 3 or more but less than 5 years	
	(b) 5 or more but less than 7 years	
	(c) 7 or more years	
Cost of used investment property	(d) 3 or more but less than 5 years	
	(e) 5 or more but less than 7 years	
	(f) 7 or more years	

Schedule K-1 COMPLETE A SEPARATE SCHEDULE K-1 FOR EACH SHAREHOLDER—File Copy A with Form 1120S, give Copy B to each shareholder, and keep Copy C for your records.

F Date incorporated 6-15-54

G Did the corporation at the end of the taxable year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? ☐ Yes ☒ No. (For rules of attribution, see section 267(c).) If the answer is "Yes," attach a schedule showing:
(a) name, address, and employer identification number; and
(b) percentage owned.

H Did the corporation during the taxable year have any contracts or subcontracts subject to the Renegotiation Act of 1951? ☐ Yes ☐ No
If "Yes," enter the aggregate gross dollar amount billed during the year ______

I Amount of taxable income or (loss) for: 1970 <9919.11>, 1971 <8488.42>; 1972 (16414.49)

J Refer to page 7 of instructions and state the principal;
Business activity RADIO STATION
Product or service ______

K Were you a member of a controlled group subject to the provisions of sections 1561 or 1562? ☐ Yes ☒ No

L Did you claim a deduction for expenses connected with any:
(1) Entertainment facility (boat, resort, ranch, etc.)? ☐ Yes ☒ No
(2) Living accommodations (except employees on business)? ☐ Yes ☒ No
(3) Employees' families at conventions or meetings? ☐ Yes ☒ No
(4) Employee or family vacations not reported on Form W-2? ☐ Yes ☒ No

M Did you file all required Forms 1099, 1096 and 1087? ☒ Yes ☐ No

N Did the corporation, at any time during the taxable year, have any interest in or signature or other authority over a bank, securities, or other financial account in a foreign country? ☐ Yes ☒ No
If "Yes," attach Form 4683. (For definitions, see Form 4683.)

O Answer only if (1) this is the first 1120S return filed since your election to be treated as a small business corporation and (2) the corporation was in existence for the taxable year prior to the election and had investment credit property:
Was an agreement filed under section 1.47-4(b) of the Regulations? ☐ Yes ☐ No

Schedule L BALANCE SHEETS (See instructions)

ASSETS	Beginning of taxable year (A) Amount	Beginning of taxable year (B) Total	End of taxable year (C) Amount	End of taxable year (D) Total
1 Cash				
2 Trade notes and accounts receivable				
(a) Less allowance for bad debts		15001.55		
3 Inventories				
4 Gov't obligations: (a) U.S. and instrumentalities				
(b) State, subdivisions thereof, etc.				
5 Other current assets (attach schedule) P.P. INT.		4013.38		
6 Loans to shareholders				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9 Buildings and other fixed depreciable assets	66972.07			
(a) Less accumulated depreciation	41009.55	25962.52		
10 Depletable assets				
(a) Less accumulated depletion				
11 Land (net of any amortization)		19580.00		
12 Intangible assets (amortizable only)				
(a) Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		64557.45		-0-
LIABILITIES AND SHAREHOLDERS' EQUITY				
15 Accounts payable		1449.35		
16 Mtgs., notes, bonds payable in less than 1 year		17008.59		
17 Other current liabilities (attach schedule) Accr. Tax & W.F		1605.48		
18 Loans from shareholders		4800.10		
19 Mtgs., notes, bonds payable in 1 year or more		30233.37		
20 Other liabilities (attach schedule) BANK O.D.		3325.55		
21 Capital stock		20000.00		20,000.00
22 Paid-in or capital surplus (attach reconciliation)		1237.26		1237.26
23 Retained earnings—appropriated (attach schedule)				
24 Retained earnings—unappropriated		(15102.25)		(21237.26)
25 Shareholders' undistributed taxable income previously taxed				
26 Less cost of treasury stock		( )		( )
27 Total liabilities and shareholders' equity		64557.45		-0-

Schedule M-1 RECONCILIATION OF INCOME PER BOOKS WITH INCOME PER RETURN

1 Net income per books	191605.75	7 Income recorded on books this year not included in this return (itemize)	
2 Federal income tax		(a) Tax-exempt interest $	
3 Excess of capital losses over capital gains			
4 Taxable income not recorded on books this year (itemize)		8 Deductions in this tax return not charged against book income this year (itemize)	
5 Expenses recorded on books this year not deducted in this return (itemize)		9 Total of lines 7 and 8	
6 Total of lines 1 through 5	191603.75	10 Income (line 28, page 1)—line 6 less line 9	191603.75

Schedule M-2 ANALYSIS OF UNAPPROPRIATED RETAINED EARNINGS PER BOOKS (line 24 above)

1 Balance at beginning of year	(15102.25)	5 Distributions out of current or accumulated earnings and profits: (a) Cash	191603.75
2 Net income per books	191603.75	(b) Stock	
3 Other increases (itemize)		(c) Property	
		6 Current year's undistributed taxable income or net operating loss (total of lines 8 and 9, Schedule K)	
		7 Other decreases (itemize) Bal For Stock Pur.	6135.01
		8 Total of lines 5, 6, and 7	197738.96
4 Total of lines 1, 2, and 3	176501.50	9 Balance at end of year (line 4 less line 8)	(21237.46)

SCHEDULE D
(Form 1120S)
Department of the Treasury
Internal Revenue Service

Capital Gains and Losses

For the calendar year 1973, or other taxable year beginning 12-1, 1973, and ending 11-30, 1974

1973

Name: INTERNATIONAL RADIO Co. KCCT

Employer Identification Number: 74-1178017

Part I Short-term Capital Gains and Losses—Assets Held 6 Months or Less

	a. Kind of property and description. (Example, 100 shares of "Z" Co.)	b. Date acquired (mo., day, yr.)	c. Date sold (mo., day, yr.)	d. Gross sales price	e. Cost or other basis and expense of sale	f. Gain or (loss) (d less e)
1						
2	Unused capital loss carryover (attach computation)					
3	Net short-term capital gain or (loss) (total of column f)					

Part II Long-term Capital Gains and Losses—Assets Held More Than 6 Months

	a. Kind of property and description	b. Date acquired	c. Date sold	d. Gross sales price	e. Cost or other basis and expense of sale	f. Gain or (loss) (d less e)
4	Enter Section 1231 gain from line 4(a)(1), Form 4797					
5	REALTY ETC (SCH. LIST)	VAR-64-70	8/15/74	220,950.98	24170.63	196780.35
6	Net long-term capital gain or (loss) (total of column f)					196780.35

Part III Summary of Schedule D Gains and Losses

7	Excess net short-term capital gain (line 3) over net long-term capital loss (line 6). Enter here and on line 9(a), page 1, Form 1120S	
8	Excess net long-term capital gain (line 6) over net short-term capital loss (line 3). Enter here and on line 9(b), page 1, Form 1120S	196780.35

Instructions

(References are to the Internal Revenue Code)

This schedule provides for the reporting of sales or exchanges of capital assets. Every sale or exchange of property must be reported even though no gain or loss is indicated.

For reporting sales or exchanges of property other than capital assets including the sale or exchange of property used in the trade or business and involuntary conversions (section 1231), see Form 4797 and related instructions.

Capital Assets.—Each item of property held by the corporation (whether or not connected with its trade or business) is a capital asset except: (1) inventoriable assets or property held primarily for sale to customers; (2) depreciable or real property used in the trade or business; (3) certain copyrights, literary, musical, or artistic compositions, letters or memorandums, or similar property; (4) accounts or notes receivable acquired in the ordinary course of trade or business for services rendered or from the sale of property described in (1) above; and (5) certain short-term Federal, State, and municipal obligations issued on or after March 1, 1941, on a discount basis.

For special rules applicable to capital gains of Small Business Corporations, see section 1.1375–1 of the regulations.

Capital Losses.—Capital losses are allowed only to the extent of capital gains. A net capital loss, however, may be carried forward as a short-term capital loss for 5 years (10 years to the extent the loss is attributable to a foreign expropriation loss) or until exhausted, whichever comes first.

Short Sales of Capital Assets.—For rules relating to certain short sales of stock or other securities and transactions in commodity futures, see section 1233.

Worthless Securities.—Except for banks, if securities which are capital assets become wholly worthless during the taxable year, the loss is to be treated as a capital loss as of the last day of the taxable year.

Losses Not Allowable.—No loss is allowed for wash sales of stock or securities. (See section 1091.) No loss is allowed (distributions in liquidation excepted) on transactions between related persons. (See section 267.)

Basis.—In determining gain or loss, the basis of property will generally be its cost. If property was acquired by bequest, gift, tax-free exchange, involuntary conversion, or wash sale of stock, see sections 1014, 1015, 1031, 1033, and 1091, respectively. Attach an explanation if the basis used is other than actual cash cost of the property.

If a charitable contribution deduction is allowed by reason of a sale of property to a charitable organization, the adjusted basis for determining gain from the sale is an amount which is in the same ratio to the adjusted basis as the amount realized is to the fair market value of the property.

Minimum Tax on Tax Preference Items.— If the net long-term capital gain exceeds the net short-term capital loss, you may be liable for minimum tax. See Form 4626.

Installment Sales

If you sold personal property for more than $1,000 or real property regardless of amount, you may be eligible to report any gain under the installment method if (1) there are no payments in the year of sale or (2) the payments in the year of sale do not exceed 30% of the selling price. (See section 453.) Such sales must provide for two or more payments, such payments resulting in at least one payment being made in each of two taxable years.

For treatment of a portion of payments as "unstated interest" on deferred payment sales, see section 483.

Form **4797**

Department of the Treasury
Internal Revenue Service

Supplemental Schedule of Gains and Losses

Sales, Exchanges and Involuntary Conversions under Sections 1231, 1245, 1250, 1251, and 1252

To be filed with Form 1040, 1041, 1065, 1120, etc.—See Separate Instructions

1974

Name: INTERNATIONAL RADIO CO. KCOT

Identifying number as shown on page 1 of your return: 74-1138019

Part I Sales or Exchanges of Property Used in Trade or Business, and Involuntary Conversions (Section 1231)

SECTION A.—Involuntary Conversions Due to Casualty and Theft (See Instruction D)

	a. Kind of property (If necessary, attach additional descriptive details not shown below)	b. Date acquired (mo., day, yr.)	c. Date sold (mo., day, yr.)	d. Gross sales price	e. Depreciation allowed (or allowable) since acquisition	f. Cost or other basis, cost of subsequent improvements (if not purchased, attach explanation) and expense of sale	g. Gain or (loss) (d plus e less f)
1							

2 Combine the amounts on line 1. Enter here, and also on the appropriate line as follows . . . .

(a) For all except partnership returns:

(1) If line 2 is zero or a gain, enter such amount in column g, line 3.

(2) If line 2 is a loss, enter the loss on line 5.

(b) For partnership returns: Enter the amount shown on line 2 on Schedule K (Form 1065), line 6.

SECTION B.—Sales or Exchanges of Property Used in Trade or Business and Certain Involuntary Conversions (Not Reportable in Section A) (See Instruction D)

	a.	b.	c.	d.	e.	f.	g.
3							

4 Combine the amounts on line 3. Enter here, and also on the appropriate line as follows . . . .

(a) For all except partnership returns:

(1) If line 4 is a gain, enter such gain as a long-term capital gain on the Schedule D (Form 1040, 1120, etc.) that is being filed. See instruction D.

(2) If line 4 is zero or a loss, enter such amount on line 6.

(b) For partnership returns: Enter the amount shown on line 4 on Schedule K (Form 1065), line 7.

Part II Ordinary Gains and Losses

	a. Kind of property (If necessary, attach additional descriptive details not shown below)	b. Date acquired (mo., day, yr.)	c. Date sold (mo., day, yr.)	d. Gross sales price	e. Depreciation allowed (or allowable) since acquisition	f. Cost or other basis, cost of subsequent improvements and expense of sale	g. Gain or (loss) (d plus e less f)
5	Amount, if any, from line 2(a)(2)						
6	Amount, if any, from line 4(a)(2)						
7	Gain, if any, from line 21						
8	EQUIPMENT (SCH LIST.)	VAR. 64–70	8/15/74	58049.04	38543.68	58049.04✓	38543.68

9 Combine lines 5 through 8. Enter here, and also on the appropriate line as follows 38543.68

(a) For all except individual returns: Enter the gain or (loss) shown on line 9, on the line provided for on the return (Form 1120, etc.) being filed. See instruction E for specific line reference.

(b) For individual returns:

(1) If the gain or (loss) on line 9, includes losses which are to be treated as an itemized deduction on Schedule A (Form 1040) (see instruction E), enter the total of such loss(es) here and include on Schedule A (Form 1040), line 29—identify as "loss from Form 4797, line 9(b)(1)" . . . .

(2) Redetermine the gain or (loss) on line 9, excluding the loss (if any) entered on line 9(b)(1). Enter here and on Form 1040, line 30 . . . .

Part III Gain From Disposition of Property Under Sections 1245, 1250, 1251, 1252—Assets Held More than Six Months (See Separate Instructions)

Disregard lines 18 and 19 if there are no dispositions of farm property or farmland, or if this form is filed by a partnership.

10 Description of sections 1245, 1250, 1251, and 1252 property:	Date acquired (mo., day, yr.)	Date sold (mo., day, yr.)
(A) SCH - VAR PRIOR '64 TO '70		8/15/74
(B)		
(C)		
(D)		
(E)		

Relate lines 10(A) through 10(E) to these columns ▶ ▶ ▶ ▶	Property (A)	Property (B)	Property (C)	Property (D)	Property (E)
11 Gross sales price	58049.02				
12 Cost or other basis and expense of sale	58049.02				
13 Depreciation allowed (or allowable)	38543.68				
14 Adjusted basis, line 12 less line 13	1950534				
15 Total gain, line 11 less line 14	38543.68				
16 If section 1245 property:					
(a) Depreciation allowed (or allowable) after applicable date (see instructions)	N/A				
(b) Enter smaller of line 15 or 16(a)					
17 If section 1250 property:					
(a) Enter additional depreciation after 12/31/63 and before 1/1/70					
(b) Enter additional depreciation after 12/31/69					
(c) Enter smaller of line 15 or 17(b)					
(d) Line 17(c) times applicable percentage (see instruction F.4)					
(e) Enter any excess of line 15 over line 17(b)					
(f) Enter smaller of line 17(a) or 17(e)					
(g) Line 17(f) times applicable percentage (see instruction F.4)					
(h) Add lines 17(d) and 17(g)					
18 If section 1251 property:					
(a) If farmland, enter soil, water, and land clearing expenses for current year and the four preceding years					
(b) If farm property other than land, subtract line 16(b) from line 15; OR, if farmland, enter smaller of line 15 or 18(a) (see instruction F.5)					
(c) Excess deductions account (see instruction F.5)					
(d) Enter smaller of line 18(b) or 18(c)					
19 If section 1252 property:					
(a) Enter soil, water, and land clearing expenses made after 12/31/69					
(b) Enter amount from line 18(d), if none enter a zero					
(c) Enter any excess of line 19(a) over line 19(b)					
(d) Line 19(c) times applicable percentage (see instruction F.5)					
(e) Line 15 less line 19(b)					
(f) Enter smaller of line 19(d) or 19(e)					

Summary of Part III Gains (Complete Property columns (A) through (E) through line 19(f) before going to line 20)

20 Total of Property columns (A) through (E), line 15	
21 Total of Property columns (A) through (E), lines 16(b), 17(h), 18(d), and 19(f). Enter here and on line 7	
22 Subtract line 21 from line 20. Enter here and in appropriate Section in Part I (see instructions D and F.2)	

INTERNATIONAL RADIO CO. (KCCT)
FYE - NOVEMBER 30, 1974 (FINAL)
SCH-K-1 FORM 1120S

	PREPARED BY	APPROVED BY
INITIALS		
DATE		

LINE NO.	(1) (2) DISTRIBUTIONS TO STOCKHOLDERS	(3) PTS OWNED	(4) RECAPTURE INVEST. CR.	(5) SS #	(6) TOTAL DISTRIBUTIONS	(7) (K-1) ORDINARY INCOME (LOSS)	(8) CAPITAL GAINS (LONG TERM)
1	CORPUS CHRISTI TEXAS						
2	MR. & ELVIRA R. RAMIREZ	1.0	18669	459-76-7414	21289 30	<57518>	21864 48
3	HECTOR & ELENA T. DEPENA	1.0	18669	450-01-3438	21289 30	<57518>	21864 48
4	GABRIEL & JUANITA S. LOZANO	1.0	18669	464-14-3166	21289 30	<57518>	21864 48
5	WYNONA GARCIA	1.5	28004	(?)	31933 97	<862776>	32796 73
6	✓ HECTOR & WANDA GARCIA	1.5	28005	464-58-3165	31933 98	<862776>	32796 74
7	C. J. & ERNESTINA GUZMAN	1.0	18669	453-03-3488	21289 30	<57518>	21864 48
8	NESTER & GLADYS QUESTAJE	1.0	18669	564-38-0335	21289 30	<57518>	21864 48
9	ARNOLDO & FRANCES LERMA	1.0	18669	(?)	21289 30	<57518>	21864 48
10		9.0					
11			<1> 168023		191603 75	<517660>	196780 35

(TOTAL EQUIP.)
<1> 2400465 FOR 7 YRS.

(DIVIDE BY OWNERSHIP)

LINE NO.	(1)	(2)	(3)
17	✓	266718	18669
18		266718	18669
19		266718	18669
20		400079	28004
21		400078	28005
22		266718	18669
23		266718	18669
24		266718	18669
25		2400465	168023

INTERNATIONAL RADIO CORPORATION

DEPRECIATION SCHEDULE

FOR 7½ MONTHS ENDED 8-15-74 PAGE OF PAGES SCHEDULE NO.

DESCRIPTION	DATE ACQUIRED	MEMO INVESTMENT CREDIT	COST	SALVAGE	DEPRECIABLE	RATE	METHOD	BEGINNING ALLOWANCE	CURRENT	ENDING ALLOWANCE	DEPRECIATED VALUE
QUANSET *	PRIOR		2,367.00		2,367.00	6⅔ %	SL	2,367.00	-0-	2,367.00	*
OFFICE EQUIP.	✓		7,002.71		7,002.71	10	}	7,002.71	-0-	7,002.71	
AIR COND	✓		1,951.39		1,951.39	20		1,951.39	-0-	1,951.39	
STATION WAGON	✓		3,994.50		3,994.50	25		3,994.50	-0-	3,994.50	
ORGANIZATION EXP.	✓		7,622.74		7,622.74	✓		7,622.74	-0-	7,622.74	
OFFICE EQUIP.	1964		270.32		270.32	10		266.20	4.12	270.32	
TRANSMITTING EQUIP.	✓	320.84	4,583.40		4,583.40	6⅔		2,962.20		2,962.20	
PANEL TRUCK - FORD	✓		2,385.45		2,385.45	33⅓		2,385.45	-0-	2,385.45	
REMOTE MOBILUNIT	✓	29.27	1,254.50		1,254.50	20		1,254.50	-0-	1,254.50	
AIR. CONDITIONER	✓	5.85	250.60		250.60	20		250.60	-0-	250.60	
OFFICE EQUIP.	✓	12.06	172.26	17.26	155.00	10		142.10	10.00	152.10	
CONSOLE PROD.	3-1966	48.37	691.00	69.00	622.00	12½		602.57	19.43	622.00	
OFFICE EQUIP.	1967	(1) 19.16	273.65	25.00	248.65	10		160.66	16.00	176.66	
COLLINS TRANS	✓	(1) 45.50	650.00		650.00	10		405.00	43.00	448.00	
TRANSMITTER EQUIP.	11-19-69	(1) 1,615.57	23,081.00		23,081.00	6⅔		6,302.76	1,020.00	7,322.76	
LAND *	9-19-69		19,580.00		-0-	—	—				*
RADIO EQUIP.	12-19-70		391.50		391.50	6⅔	SL	100.95	16.00	116.95	
BUILD. - TRANS. EQUIP. *	✓		6,556.05		6,556.05	✓	}	1,675.42	290.00	1,965.42	*
AIR COND. - BLDG.	6 19 70		3,474.00		3,474.00	20		1,563.50	448.00	2,011.50	
			86,552.07					41,209.55	1,866.55	42,876.10	
REALTY SOLD - 8/15/74 (PART			28,503.05							4,332.42	2,170
DEPR. EQUIP. - 8/15/74 (PART II 4797)			58,049.02 ✓							38,543.68	19,505.
RECAPTURE INVESTMENT CR. -		1,652.23									

INTERNATIONAL RADIO CO. (11205)
FYE 11-30-74 (FINAL)

LINE 17-	TAXES - 11205	
	FRANCHISE TAXES	85.00
	AD VALOREM & LIC.	[illegible]
	PAYROLL TAXES	472568
		786989
LINE 26-	OTHER - 11205	
	AGENCY COMMISSIONS & DISCOUNTS	242915
	ASCAP MUSIC COMMISSION	171641
	BMI MUSIC COMMISSION	192038
	SESAC MUSIC COMMISSION	22520
	UTILITIES	429025
	ENGINEERING EXPENSES	97666
	PROFESSIONAL	1243693
	OFFICE SUPPLIES	93524
	TRAVEL	158600
	MISC	201253
	ROYALTY - MUSIC	79640
	INSURANCE - WC-CGL-	111829
	INSURANCE - GROUP	15609
	TRANSMITTER TR. EXP.	4500
	NEWS - ASSOC. PRESS	382050
	FREQUENCY EXP.	1400
	DUES & SUBS	236332
	BONUS	28500
		4160015