3-27-95 NC - B-2625

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CORPORATION ANNUAL REPORT 1995

FLORIDA DEPARTMENT OF STATE
Sandra B. Mortham
Secretary of State
DIVISION OF CORPORATIONS

APPROVED AND FILED
95 MAR 27 PM 4:44
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

DOCUMENT # P17655 (2)

1. Corporation Name
AMERICAN DRYWALL COMPANY OF TENNESSEE, INCORPORA TED

Principal Place of Business
830 FESSLERS PKWY., STE. 120
NASHVILLE TN 37210

Mailing Address
830 FESSLERS PKWY., STE. 120
NASHVILLE TN 37210

DO NOT WRITE IN THIS SPACE.

3. Date Incorporated or Qualified: 01/14/1988
3a. Date of Last Report: 03/18/1994
4. FEI Number: 62-1289496 ☐ Applied For ☐ Not Applicable
5. Certificate of Status Desired ☐ $8.75 Additional Fee Required
6. Election Campaign Financing Trust Fund Contribution ☐ $5.00 May Be Added to Fees
8. This corporation has liability for intangible tax under S. 199.032, Florida Statutes ☐ Yes ☐ No

2. Principal Place of Business
21
Suite, Apt. #, etc.
22
City & State
23
Zip 24 Country 25

2a. Mailing Address
26
Suite, Apt. #, etc.
27
City & State
28
Zip 29 Country 30

9. Name and Address of Current Registered Agent
HEMPHILL, BEATRICE C.
11011 SW 60TH TERRACE
MIAMI FL 33173

10. Name and Address of New Registered Agent
81 Name
82 Street Address (P.O. Box Number is Not Acceptable)
83
84 City FL 85 Zip Code

11. Pursuant to the provisions of Sections 607.0502 and 607.1508, Florida Statutes, the above-named corporation submits this statement for the purpose of changing its registered office or registered agent, or both, in the State of Florida. Such change was authorized by the corporation's board of directors. I hereby accept the appointment as registered agent. I am familiar with, and accept the obligations of, Section 607.0505, Florida Statutes.

SIGNATURE ______
Signature, typed or printed name of registered agent and title if applicable. (NOTE: Registered Agent signature required when reinstating) DATE

12. OFFICERS AND DIRECTORS

TITLE	PTD
NAME	HEMPHILL, WILLIAM T., JR
STREET ADDRESS	5048 TWIN LAKES DRIVE
CITY-ST-ZIP	OLD HICKORY TN
TITLE	V
NAME	BRYANT, CHARLES R.
STREET ADDRESS	4024 HIGHLAND DR
CITY-ST-ZIP	GREENBRIER TN
TITLE	S
NAME	WRIGHT, RITA A.
STREET ADDRESS	1408 JACKSON DOWNS BLVD
CITY-ST-ZIP	NASHVILLE TN
TITLE	
NAME	
STREET ADDRESS	
CITY-ST-ZIP	
TITLE	
NAME	
STREET ADDRESS	
CITY-ST-ZIP	
TITLE	
NAME	
STREET ADDRESS	
CITY-ST-ZIP	

13. ADDITIONS/CHANGES TO OFFICERS AND DIRECTORS IN 12

1.1 TITLE		☐ Change ☐ Addition
1.2 NAME		
1.3 STREET ADDRESS		
1.4 CITY-ST-ZIP		
2.1 TITLE		☐ Change ☐ Addition
2.2 NAME		
2.3 STREET ADDRESS		
2.4 CITY-ST-ZIP		
3.1 TITLE		☐ Change ☐ Addition
3.2 NAME		
3.3 STREET ADDRESS		
3.4 CITY-ST-ZIP		
4.1 TITLE		☐ Change ☐ Addition
4.2 NAME		
4.3 STREET ADDRESS		
4.4 CITY-ST-ZIP		
5.1 TITLE		☐ Change ☐ Addition
5.2 NAME		
5.3 STREET ADDRESS		
5.4 CITY-ST-ZIP		
6.1 TITLE		☐ Change ☐ Addition
6.2 NAME		
6.3 STREET ADDRESS		
6.4 CITY-ST-ZIP		

14. I do hereby certify that the information supplied with this filing is voluntarily furnished and does not qualify for the exemption stated in Section 119.07(3)(k), Florida Statutes. I further certify that the information indicated on this annual report or supplemental annual report is true and accurate and that my signature shall have the same legal effect as if made under oath; that I am an officer or director of the corporation or the receiver or trustee empowered to execute this report as required by Chapter 607, Florida Statutes; and that my name appears in Block 12 or Block 13 if changed, or on an attachment with an address.

SIGNATURE: William T. Hemphill
SIGNATURE AND TYPED OR PRINTED NAME OF SIGNING OFFICER OR DIRECTOR
William T. Hemphill Jr

3.20.95 Date
615.259.9494 Daytime Phone #

0466067 FP

P176.55

Form **1120S** Department of the Treasury Internal Revenue Service

U.S. Income Tax Return for an S Corporation

▶ Do not file this form unless the corporation has timely filed Form 2553 to elect to be an S corporation.

▶ See separate instructions.

OMB No. 1545-0130

1994

For calendar year 1994, or tax year beginning , 1994, and ending , 19

A Date of election as an S corporation: 08/29/86	Use IRS label. Otherwise, please print or type. AMERICAN DRYWALL COMPANY	C Employer identification no.: 62-1289496
	830 FESSLERS PKWY., SUITE 120	D Date incorporated: 08/29/86
B Business code no. (see Specific Instructions): 1798	NASHVILLE, TN 37210	E Total assets (see Specific Instructions): 996,436

F Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Change in address (4) ☐ Amended return

G Check this box if this S corporation is subject to the consolidated audit procedures of sections 6241 through 6245 (see instructions before checking this box) ▶ ☐

H Enter number of shareholders in the corporation at end of the tax year ▶ 1

Caution: Include only trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1a	Gross receipts or sales 3,213,356 b Less returns and allowances ___ c Bal ▶			1c	3,213,356
	2	Cost of goods sold (Schedule A, line 8)			2	2,777,895
	3	Gross profit. Subtract line 2 from line 1c			3	435,461
	4	Net gain (loss) from Form 4797, Part II, line 20 (attach Form 4797)			4	
	5	Other income (loss) (see instructions) (attach schedule)			5	1,428
	6	**Total income (loss).** Combine lines 3 through 5 ▶			6	436,889
Deductions (See instructions for limitations)	7	Compensation of officers			7	71,200
	8	Salaries and wages (less employment credits)			8	179,380
	9	Repairs and maintenance			9	18,583
	10	Bad debts			10	
	11	Rents			11	17,247
	12	Taxes and licenses			12	34,607
	13	Interest			13	1,089
	14a	Depreciation (see instructions)	14a	25,425		
	b	Depreciation claimed on Schedule A and elsewhere on return	14b			
	c	Subtract line 14b from line 14a			14c	25,425
	15	Depletion (**Do not deduct oil and gas depletion.**)			15	
	16	Advertising			16	2,847
	17	Pension, profit-sharing, etc., plans			17	
	18	Employee benefit programs			18	11,833
	19	Other deductions (see instructions) (attach schedule)			19	64,138
	20	**Total deductions.** Add the amounts shown in the far right column for lines 7 through 19 ▶			20	426,349
	21	Ordinary income (loss) from trade or business activities. Subtract line 20 from line 6			21	10,540
Tax & Payments	22	**Tax:** a Excess net passive income tax (attach schedule)	22a	0		
	b	Tax from Schedule D (Form 1120S)	22b			
	c	Add lines 22a and 22b (see instructions for additional taxes)			22c	
	23	**Payments:** a 1994 estimated tax payments and amt. applied from 1993 return	23a	0		
	b	Tax deposited with Form 7004	23b	0		
	c	Credit for Federal tax paid on fuels (attach Form 4136)	23c	0		
	d	Add lines 23a through 23c			23d	
	24	Estimated tax penalty (see instructions). Check if Form 2220 is attached ▶ ☐			24	
	25	**Tax due.** If the total of lines 22c and 24 is larger than line 23d, enter amount owed. See instructions for depositary method of payment ▶			25	
	26	**Overpayment.** If line 23d is larger than the total of lines 22c and 24, enter amount overpaid ▶			26	
	27	Enter amount of line 26 you want: Credited to 1995 estimated tax ▶ Refunded ▶			27	

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

▶ Signature of officer Date ▶ Title

Paid Preparer's Use Only

Preparer's signature ▶	Date / /	Check if self-employed ☐ Preparer's social security number 413-21-3419
Firm's name (or yours if self-employed) and address ▶ Marlin & Edmondson, 401 Church Street, 29th Floor, Nashville TN		E.I. No. ▶ 62-1395440
		ZIP Code ▶ 37219

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Schedule A Cost of Goods Sold (See instructions.)

1	Inventory at beginning of year	1	
2	Purchases	2	923,121
3	Cost of labor	3	1,440,465
4	Additional section 263A costs (see instructions) (attach schedule)	4	
5	Other costs (attach schedule)	5	414,309
6	**Total.** Add lines 1 through 5	6	2,777,895
7	Inventory at end of year	7	
8	**Cost of goods sold.** Subtract line 7 from line 6. Enter here and on page 1, line 2	8	2,777,895

9a Check all methods used for valuing closing inventory:
(i) ☐ Cost
(ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
(iii) ☐ Writedown of "subnormal" goods as described in Regulations section 1.471-2(c)
(iv) ☐ Other (specify method used and attach explanation) ▶
b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐
c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9c
d Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation? ☐ Yes ☒ No
e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☐ No
If "Yes," attach explanation.

Schedule B Other Information

		Yes	No
1	Check method of accounting: (a) ☐ Cash (b) ☐ Accrual (c) ☒ Other (specify) ▶ COMPLETED CONTRA		
2	Refer to the list in the instructions and state the corporation's principal: (a) Business activity ▶ CONSTRUCTION (b) Product or service ▶ DRYWALL		
3	Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name, address, and employer identification number and (b) percentage owned		X
4	Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5	At any time during calendar year 1994, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? (See instructions for exceptions and filing requirements for form TD F 90-22.1.)		X
	If "Yes," enter the name of the foreign country ▶		
6	Was the corporation the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the corporation has any beneficial interest in it? If "Yes," the corporation may have to file Forms 3520, 3520-A, or 926		X
7	Check this box if the corporation has filed or is required to file Form 8264, Application for Registration of a Tax Shelter ▶ ☐		
8	Check this box if the corporation issued publicly offered debt instruments with original issue discount ▶ ☐ If so, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
9	If the corporation: (a) filed its election to be an S corporation after 1986, (b) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a C corporation, and (c) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see instructions) ▶		
10	Check this box if the corporation had subchapter C earnings and profits at the close of the tax year (see instructions) ▶ ☐		

Designation of Tax Matters Person (See instructions.)

Enter below the shareholder designated as the tax matters person (TMP) for the tax year of this return:

Name of designated TMP ▶ WILLIAM T. HEMPHILL JR — Identifying number of TMP ▶ 416-58-0800

Address of designated TMP ▶ 5048 TWIN LAKES DRIVE
OLD HICKORY TN 37138

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Form 1120S (1994) AMERICAN DRYWALL COMPANY 62-1289496 Page 3

Schedule K Shareholders' Shares of Income, Credits, Deductions, etc.

	(a) Pro rata share items		(b) Total amount
Income (Loss)	1 Ordinary income (loss) from trade or business activities (page 1, line 21)	1	10,540
	2 Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a Gross income from other rental activities . . . 3a		
	b Expenses from other rental activities (attach schedule) . . . 3b		
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4 Portfolio income (loss):		
	a Interest income	4a	
	b Dividend income	4b	
	c Royalty income	4c	
	d Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	4d	
	e Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	4e	
	f Other portfolio income (loss) (attach schedule)	4f	
	5 Net gain (loss) under section 1231 (other than due to casualty or theft) (attach Form 4797)	5	
	6 Other income (loss) (attach schedule)	6	
Deds	7 Charitable contributions (see instructions) (attach schedule)	7	
	8 Section 179 expense deduction (attach Form 4562)	8	
	9 Deductions related to portfolio income (loss) (see instructions) (itemize)	9	
	10 Other deductions (attach schedule)	10	
Inv Int	11a Interest expense on investment debts	11a	
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	11b(1)	
	(2) Investment expenses included on line 9 above	11b(2)	
Credits	12a Credit for alcohol used as a fuel (attach Form 6478)	12a	
	b Low-income housing credit (see instructions):		
	(1) From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12b(1)	
	(2) Other than on line 12b(1) for property placed in service before 1990	12b(2)	
	(3) From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12b(3)	
	(4) Other than on line 12b(3) for property placed in service after 1989	12b(4)	
	c Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12c	
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities (see instructions)	12d	
	e Credits related to other rental activities (see instructions)	12e	
	13 Other credits (see instructions)	13	
Adj & Tax Pref Items	14a Depreciation adjustment on property placed in service after 1986	14a	
	b Adjusted gain or loss	14b	
	c Depletion (other than oil and gas)	14c	
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)	
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)	
	e Other adjustments and tax preference items (attach schedule)	14e	
Foreign Taxes	15a Type of income ▶		
	b Name of foreign country or U.S. possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	15c	
	d Total applicable deductions and losses (attach schedule)	15d	
	e Total foreign taxes (check one): ▶ ☐ Paid ☐ Accrued	15e	
	f Reduction in taxes available for credit (attach schedule)	15f	
	g Other foreign tax information (attach schedule)	15g	
Other	16a Total expenditures to which a section 59(e) election may apply	16a	
	b Type of expenditures ▶		
	17 Tax-exempt interest income	17	
	18 Other tax-exempt income	18	
	19 Nondeductible expenses	19	
	20 Total property distributions (including cash) other than dividends reported on line 22 below	20	
	21 Other items and amounts required to be reported separately to shareholders (see instructions) (attach schedule)		
	22 Total dividend distributions paid from accumulated earnings and profits	22	
	23 Income (loss). (Required only if Schedule M-1 must be completed.). Combine lines 1 through 6 in column (b). From the result, subtract the sum of lines 7 through 11a, 15e, and 16a	23	10,540

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Form 1120S (1994) AMERICAN DRYWALL COMPANY 62-1289496 Page 4

Schedule L Balance Sheets

Assets		Beginning of tax year (a)	(b)	End of tax year (c)	(d)
1	Cash		28,948		144,741
2a	Trade notes and accounts receivable	941,848		696,872	
b	Less allowance for bad debts		941,848		696,872
3	Inventories				
4	U.S. Government obligations				
5	Tax-exempt securities				
6	Other current assets (attach schedule)		74,963		56,457
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets	208,618		220,778	
b	Less accumulated depreciation	94,286	114,332	126,871	93,907
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach schedule)		1,345		4,459
15	Total assets		1,161,436		996,436
	Liabilities and Shareholders' Equity				
16	Accounts payable		167,988		106,742
17	Mortgages, notes, bonds payable in less than 1 year		90,000		
18	Other current liabilities (attach schedule)		450,690		473,369
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock		1,000		1,000
23	Paid-in or capital surplus		46,000		46,000
24	Retained earnings		405,758		369,325
25	Less cost of treasury stock				
26	Total liabilities and shareholders' equity		1,161,436		996,436

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (You are not required to complete this schedule if the total assets on line 15, column (d), of Schedule L are less than $25,000.)

1 Net income (loss) per books	-36,433	5 Income recorded on books this year not included on Sch. K, lines 1 through 6 (itemize): a Tax-exempt interest	
2 Income included on Schedule K, lines 1 through 6, not recorded on books this year (itemize): SEE ATTACHED SCHEDULE	39,813		
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 11a, 15e, and 16a (itemize): a Depreciation 7,160 b Travel and entertainment	7,160	6 Deductions included on Schedule K, lines 1 through 11a, 15e, and 16a, not charged against book income this year (itemize): a Depreciation	
		7 Add lines 5 and 6	
4 Add lines 1 through 3	10,540	8 Income (loss) (Schedule K, line 23). Line 4 less line 7	10,540

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (See instructions.)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1 Balance at beginning of tax year	-18,233	0	0
2 Ordinary income from page 1, line 21	10,540		
3 Other additions			
4 Loss from page 1, line 21			
5 Other reductions			
6 Combine lines 1 through 5	-7,693		
7 Distributions other than dividend distributions			
8 Balance at end of tax year. Subtract line 7 from line 6	-7,693	0	0

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SCHEDULE K-1 (Form 1120S)

Department of the Treasury Internal Revenue Service

Shareholder's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

For calendar year 1994 or tax year beginning , 1994, and ending , 19

OMB No. 1545-0130

1994

Shareholder's identifying number ▶ 416-58-0800

Corporation's identifying number ▶ 62-1289496

Shareholder's name, address, and ZIP code
WILLIAM T. HEMPHILL JR
5048 TWIN LAKES DRIVE
OLD HICKORY TN 37138

Corporation's name, address, and ZIP code
AMERICAN DRYWALL COMPANY
830 FESSLERS PKWY., SUITE 120
NASHVILLE, TN 37210

A Shareholder's percentage of stock ownership for tax year (see instructions for Schedule K-1) ▶ 100.000%
B Internal Revenue Service Center where corporation filed its return ▶
C Tax shelter registration number (see instructions for Schedule K-1) ▶
D Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1

		(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1	Ordinary income (loss) from trade or business activities	1	10,540	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	2	Net income (loss) from rental real estate activities	2		
	3	Net income (loss) from other rental activities	3		
	4	Portfolio income (loss):			
	a	Interest	4a		Sch. B, Part I, line 1
	b	Dividends	4b		Sch. B, Part II, line 5
	c	Royalties	4c		Sch. E, Part I, line 4
	d	Net short-term capital gain (loss)	4d		Sch. D, line 5, col. (f) or (g)
	e	Net long-term capital gain (loss)	4e		Sch. D, line 13, col. (f) or (g)
	f	Other portfolio income (loss) (attach schedule)	4f		(Enter on appl. line of your return.)
	5	Net gain (loss) under section 1231 (other than due to casualty or theft)	5		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	6	Other income (loss) (attach schedule)	6		(Enter on appl. line of your return.)
Deductions	7	Charitable contributions (see instructions) (attach schedule)	7		Sch. A, line 15 or 16
	8	Section 179 expense deduction	8		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	9	Deductions related to portfolio income (loss) (attach schedule)	9		
	10	Other deductions (attach schedule)	10		
Investment Interest	11a	Interest expense on investment debts	11a		Form 4952, line 1
	b	(1) Investment income included on lines 4a, 4b, 4c and 4f above	b(1)		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
		(2) Investment expenses included on line 9 above	b(2)		
Credits	12a	Credit for alcohol used as fuel	12a		Form 6478, line 10
	b	Low-income housing credit:			
		(1) From section 42(j)(5) partnerships for property placed in service before 1990	b(1)		Form 8586, line 5
		(2) Other than on line 12b(1) for property placed in service before 1990	b(2)		
		(3) From section 42(j)(5) partnerships for property placed in service after 1989	b(3)		
		(4) Other than on line 12b(3) for property placed in service after 1989	b(4)		
	c	Qualified rehabilitation expenditures related to rental real estate activities (see instructions)	12c		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d	Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities (see instructions)	12d		
	e	Credits related to other rental activities (see instructions)	12e		
	13	Other credits (see instructions)	13		
Adjustments and Tax Preference Items	14a	Depreciation adjustment on property placed in service after 1986	14a		See Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b	Adjusted gain or loss	14b		
	c	Depletion (other than oil and gas)	14c		
	d	(1) Gross income from oil, gas, or geothermal properties	d(1)		
		(2) Deductions allocable to oil, gas, or geothermal properties	d(2)		
	e	Other adjustments and tax preference items (attach schedule)	14e		

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AMERICAN DRYWALL COMPANY 62-1289496

Schedule K-1 (Form 1120S) (1994) WILLIAM T. HEMPHILL JR 416-58-0800 Page 2

		(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Foreign Taxes	15a	Type of income ▶			Form 1116, Check boxes
	b	Name of foreign country or U.S. possession ▶			Form 1116, Part I
	c	Total gross income from sources outside the U.S. (attach schedule)	15c		
	d	Total applicable deductions and losses (attach schedule)	15d		
	e	Total foreign taxes (check one): ▶ ☐ Paid ☐ Accrued	15e		Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	15f		Form 1116, Part III
	g	Other foreign tax information (attach schedule)	15g		See Instructions for Form 1116
Other	16a	Total expenditures to which a section 59(e) election may apply	16a		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	b	Type of expenditures ▶			
	17	Tax-exempt interest income	17		Form 1040, line 8b
	18	Other tax-exempt income	18		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	19	Nondeductible expenses	19		
	20	Property distributions (including cash) other than dividend distributions reported to you on Form 1099-DIV	20		
	21	Amount of loan repayments for "Loans From Shareholders"	21		
	22	Recapture of low-income housing credit:			
	a	From section 42(j)(5) partnerships	22a		Form 8611, line 8
	b	Other than on line 22a	22b		

Supplemental Information

23 Supplemental information required to be reported separately to each shareholder (attach additional schedules if more space is needed):

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Form **4562**

Department of the Treasury
Internal Revenue Service (99)

Depreciation and Amortization
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach this form to your return.

OMB No. 1545-0172

1994
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Name(s) shown on return: AMERICAN DRYWALL COMPANY

Identifying number: 62-1289496

Business or activity to which this form relates: CONSTRUCTION

Part I Election To Expense Certain Tangible Property (Section 179) (Note: If you have any "Listed Property," complete Part V before you complete Part I.)

1	Maximum dollar limitation (If an enterprise zone business, see instructions.)	1	$17,500
2	Total cost of section 179 property placed in service during the tax year (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	$200,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. (If married filing separately, see instructions.)	5	17,500

	(a) Description of property	(b) Cost	(c) Elected cost
6			
7	Listed property. Enter amount from line 26	7	

8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from 1993 (see instructions)	10	
11	Taxable income limitation. Enter the smaller of taxable income (not less than zero) or line 5 (see instructions)	11	14,988
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 1995. Add lines 9 and 10, less line 12 ▶	13	

Note: Do not use Part II or Part III below for listed property (automobiles, certain other vehicles, cellular telephones, certain computers, or property used for entertainment, recreation, or amusement). Instead, use Part V for listed property.

Part II MACRS Depreciation For Assets Placed in Service ONLY During Your 1994 Tax Year (Do Not Include Listed Property)

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
Section A - General Depreciation System (GDS) (see instructions)						
14a 3 - year property						
b 5 - year property						
c 7 - year property						
d 10 - year property						
e 15 - year property						
f 20 - year property						
g Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
h Nonresidential real property				MM	S/L	
				MM	S/L	
Section B - Alternative Depreciation System (ADS) (see instructions)						
15a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part III Other Depreciation (Do Not Include Listed Property)

16	GDS and ADS deductions for assets placed in service in tax years beginning before 1994 (see instructions)	16	6,439
17	Property subject to section 168(f)(1) election (see instructions)	17	
18	ACRS and other depreciation (see instructions)	18	

Part IV Summary

19	Listed property. Enter amount from line 25	19	18,986
20	**Total.** Add deductions on line 12, lines 14 and 15 in column (g), and lines 16 through 19. Enter here and on the appropriate lines of your return. (Partnerships and S corporations - see instructions)	20	25,425
21	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs (see instructions)	21	

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Part V **Listed Property - Automobiles, Certain Other Vehicles, Cellular Telephones, Certain Computers, and Property Used for Entertainment, Recreation, or Amusement**

For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 22a, 22b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See instructions for limitations for automobiles.)

22a Do you have evidence to support the business/investment use claimed? [X] Yes [ ] No 22b If "Yes," is the evidence written? [X] Yes [ ] No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
23 Property used more than 50% in a qualified business use (see instructions):								
		%						
		%						
SEE ATTACHED SCHEDULE		%					18,986	0
24 Property used 50% or less in a qualified business use (see instructions):								
		%				S/L -		
		%				S/L -		
		%				S/L -		

25 Add amounts in column (h). Enter the total here and on line 19, page 1 . . . . . 25 18,986

26 Add amounts in column (i). Enter the total here and on line 7, page 1 26

Section B - Information on Use of Vehicles - If you deduct expenses for vehicles:

- Always complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.
- If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
27 Total bus./investment miles driven during the yr. (DO NOT include commuting miles)												
28 Total commuting miles driven during the year												
29 Total other personal (non-commuting) miles driven												
30 Total miles driven during the year. Add lines 27 through 29												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
31 Was the vehicle available for personal use during off-duty hours?												
32 Was the vehicle used primarily by a more than 5% owner or related person?												
33 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B. **Note:** Section B must always be completed for vehicles used by sole proprietors, partners, or other more than 5% owners or related persons.

	Yes	No
34 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
35 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? (See instructions for vehicles used by corporate officers, directors, or 1% or more owners.)		
36 Do you treat all use of vehicles by employees as personal use?		
37 Do you provide more than five vehicles to your employees and retain the information received from your employees concerning the use of the vehicles?		
38 Do you meet the requirements concerning qualified automobile demonstration use (see instructions)?		

Note: If your answer to 34, 35, 36, 37, or 38 is "Yes," you need not complete Section B for the covered vehicles.

Part VI **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
39 Amortization of costs that begins during your 1994 tax year:					

40 Amortization of costs that began before 1994 40

41 **Total.** Enter here and on "Other Deductions" or "Other Expenses" line of your return 41

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AMERICAN DRYWALL COMPANY ID# 62-1289496
U.S. Sub-S Corporation
1120S Page 1 - Supporting Schedules
Year End Date: 12/31/94

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5 Other income (loss)

INTEREST INCOME	1,428
TOTAL	1,428

12 Taxes and licenses

EXCISE TAX	-1,740
FRANCHISE TAX	578
PAYROLL AND OTHER TAXES	35,769
TOTAL	34,607

14a Depreciation

Depreciation expense from Form 4562	25,425
TOTAL	25,425

19 Other deductions

UTILITIES	3,048
TELEPHONE	8,434
OFFICE SUPPLIES	8,901
POSTAGE	1,127
COMPUTER SUPPLIES	718
DUES & SUBSCRIPTIONS	1,092
PUBLIC RELATIONS	3,804
PLAN DEPOSITS	1,473
FUEL	7,805
AUTO INSURANCE	7,586
ACCOUNTING SERVICES	2,750
BUSINESS LICENSE	12,817
MEDICAL INSURANCE	8,600
INSURANCE LIABILITY	2,750
INSURANCE GENERAL	1,770
WORKMANS COMP. INS.	-10,383
LEGAL SERVICES	611
MISCELLANEOUS	1,235
TOTAL	64,138

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AMERICAN DRYWALL COMPANY ID# 62-1289496
U.S. Sub-S Corporation
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Year End Date: 12/31/94

Schedule A

5 Other costs

OVERHEAD AND OTHER COST	338,383
SUBCONTRACTOR COST	75,926
TOTAL	414,309

AMERICAN DRYWALL COMPANY ID# 62-1289496
U.S. Sub-S Corporation
1120S Page 4 - Supporting Schedules
Year End Date: 12/31/94

		PRIOR YEAR	CURRENT YEAR
Schedule L			
1 Cash			
Cash		28,948	144,741
	TOTAL	28,948	144,741
6 Other current assets			
Other current assets		74,963	56,457
	TOTAL	74,963	56,457
14 Other assets			
Deposits		1,345	4,459
	TOTAL	1,345	4,459
18 Other current liabilities			
BILLINGS ON WORK IN PROCESS CONSTRUCTION		388,956	447,103
OTHER ACCRUED EXPENSES		61,734	26,266
	TOTAL	450,690	473,369
Schedule M-1			
2 Income on Sch. K not on books this year			
Income using percentage completion			39,813
	TOTAL		39,813

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U.S. Sub-S Corporation
Form 4562 - Supporting Schedules
Year End Date: 12/31/94

FORM 4562

23. Listed property used more than 50% in a qualified business use:

(a) Type of property	(b) Date in service	(c) Bus use	(d) Cost or basis	(e) Basis for depn	(f) Recovery period	(g) Method	(h) Depn deduction	(i) Elected 179
CHEVY TR	09/08/88	100.00%	6,500	6,500	5	200dbhy	0	0
CHEVY TR	06/29/89	100.00%	14,835	14,835	5	200DBHY	278	0
CHEVY TR	03/31/90	100.00%	15,722	15,722	5	200DBHY	659	0
FORD TR	06/14/90	100.00%	5,500	5,500	5	200DBHY	634	0
NISSAN	09/09/91	100.00%	32,834	32,834	5	200DBHY	1,575	0
TOYOTA	03/17/93	100.00%	30,390	30,390	5	200DBHY	4,600	0
CHEVY TR	06/29/93	100.00%	18,630	18,630	5	200DBHY	4,600	0
C.BLAZER	12/16/93	100.00%	25,411	25,411	5	200DBHY	4,600	0
TOYOTA	01/10/91	100.00%	21,081	21,081	5	200DBHY	0	0
PLYMOUTH	01/01/94	100.00%	10,200	10,200	5	200DBHY	2,040	0
Totals:							18,986	0