

**Reconciliation of Schedule M-3 Taxable Income With  
 Tax Return Taxable Income for Mixed Groups**

▶ **Attach to Schedule M-3 for Forms 1120, 1120-L, or 1120-PC.**  
 ▶ **Go to [www.irs.gov/Form8916](http://www.irs.gov/Form8916) for the latest information.**

Name(s) as shown on return

Employer identification number

<b>1</b>	Enter total tax reconciliation amount from the applicable line of Schedule M-3. See instructions . . . . .	<b>1</b>				
<b>2a</b>	Life/non-life loss limitation amount . . . . .	<b>2a</b>				
<b>b</b>	Phased inclusion of balance of policyholders surplus account (Form 1120-L, page 1, line 24) . . . . .	<b>2b</b>				
<b>c</b>	<b>(1)</b> Non-life capital loss limitation . . . . .	<b>2c(1)</b>				
	<b>(2)</b> Life capital loss limitation . . . . .	<b>2c(2)</b>				
<b>d</b>	<b>(1)</b> Non-life charitable deduction limitation . . . . .	<b>2d(1)</b>				
	<b>(2)</b> Life charitable deduction limitation . . . . .	<b>2d(2)</b>				
<b>e</b>	<b>(1)</b> Non-life dual consolidated loss amount disallowed . . . . .	<b>2e(1)</b>				
	<b>(2)</b> Life dual consolidated loss amount disallowed . . . . .	<b>2e(2)</b>				
<b>3</b>	Combine lines 1 through 2e(2) . . . . .	<b>3</b>				
<b>4a</b>	<b>(1)</b> 1120-PC net operating loss deduction . . . . .	<b>4a(1)</b>				
	<b>(2)</b> 1120-L net operating loss deduction . . . . .	<b>4a(2)</b>				
	<b>(3)</b> 1120 net operating loss deduction . . . . .	<b>4a(3)</b>				
<b>b</b>	<b>(1)</b> Non-life dividends received deduction . . . . .	<b>4b(1)</b>				
	<b>(2)</b> Life dividends received deduction . . . . .	<b>4b(2)</b>				
<b>c</b>	<b>(1)</b> Non-life capital loss carryforward used . . . . .	<b>4c(1)</b>				
	<b>(2)</b> Life capital loss carryforward used . . . . .	<b>4c(2)</b>				
<b>d</b>	<b>(1)</b> Non-life charitable deduction carryforward used . . . . .	<b>4d(1)</b>				
	<b>(2)</b> Life charitable deduction carryforward used . . . . .	<b>4d(2)</b>				
<b>5</b>	Add lines 4a(1) through 4d(2) . . . . .	<b>5</b>				
<b>6</b>	Subtract line 5 from line 3 . . . . .	<b>6</b>				
<b>7</b>	Other adjustments to reconcile to taxable income on tax return (attach schedule) . . . . .	<b>7</b>				
<b>8</b>	Total. Combine lines 6 and 7. This amount must equal the amount reported on the "Taxable income" line of the consolidated Form 1120, Form 1120-L, or Form 1120-PC. See instructions	<b>8</b>				

Section references are to the Internal Revenue Code unless otherwise noted.

## Future Developments

For the latest information about developments related to Form 8916 and its instructions, such as legislation enacted after they were published, go to [www.irs.gov/Form8916](http://www.irs.gov/Form8916).

## General Instructions

### Purpose of Form

Use Form 8916 to reconcile Schedule M-3 taxable income to tax return taxable income for a mixed group, which is a consolidated tax group which uses two or more of the following tax return forms: Form 1120, 1120-L, or 1120-PC. A mixed group is a consolidated tax group that (1) includes both a corporation that is an insurance company, and a corporation that is not an insurance company, (2) includes both a life insurance company and a property and casualty insurance company, or (3) includes a life insurance company, a property and casualty insurance company, and a corporation that is not an insurance company.

### Who Must File

Form 8916 must be filed by a mixed group consisting of filers of Form 1120, 1120-L, or 1120-PC that is required to file Schedule M-3.

### How To File

Attach Form 8916 to the consolidated Schedule M-3. Taxpayers must summarize the taxpayer tax return taxable income calculation workpapers on Form 8916 and retain those workpapers. The taxable income calculation workpapers need not be submitted with the Form 8916.

## Specific Instructions

**Note:** All line references to Form 1120-L, Form 1120-PC, and Form 1120 are to the 2018 forms.

**Line 1. Schedule M-3 tax reconciliation amount.** The amount on line 1 must equal the tax reconciliation amount from the applicable line of Schedule M-3. For example, this amount was reported on Part II, line 30, column (d), of the 2018 Schedule M-3 for Form 1120, 1120-L, or 1120-PC.

**Line 2a. Life/non-life loss limitation amount.** Enter any life/non-life loss limitation amount from the supporting workpapers. See section 1503(c).

**Line 4a. Net operating loss (NOL) deduction.** Enter any NOL deduction from supporting statements for each entity type (Form 1120, 1120-L, and 1120-PC) as figured pursuant to section 172(b), as amended by P.L. 115-97, section 13302.

**Note:** The 2-year carryback rule does not apply to NOLs arising in tax years ending after December 31, 2017. Exceptions apply to certain farming losses and NOLs of property and casualty insurance companies. See section 172(b), as amended by P.L. 115-97, section 13302. Separate tracking of the NOL for each entity type will be required.

**Line 7. Other adjustments to reconcile to taxable income on tax return.** Enter on line 7 any other adjustments necessary to reconcile to taxable income reported on the consolidated income tax return from the supporting workpapers and attach a short explanation of the adjustment.

**Line 8. Total.** The amount on line 8 must equal the "Taxable income" line of the applicable consolidated income tax return. For example, see the 2018 Form 1120, page 1, line 30; 2018 Form 1120-L, page 1, line 25; or 2018 Form 1120-PC, Schedule A, line 37.

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You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by section 6103.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated burden for business taxpayers filing this form is approved under OMB control number 1545-0123.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form simpler, we would be happy to hear from you. See the instructions for the tax return with which this form is filed.