



**Schedule A Cost of Goods Sold** (see instructions)

1	Inventory at beginning of year	1	15,975
2	Purchases	2	117,081
3	Cost of labor	3	
4	Additional section 263A costs (attach statement)	4	
5	Other costs (attach statement)	5	
6	<b>Total.</b> Add lines 1 through 5	6	133,056
7	Inventory at end of year	7	15,975
8	<b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on page 1, line 2	8	117,081

9 a Check all methods used for valuing closing inventory: (i)  Cost as described in Regulations section 1.471-3  
 (ii)  Lower of cost or market as described in Regulations section 1.471-4  
 (iii)  Other (Specify method used and attach explanation.)

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c)

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO **9d** |

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation?  Yes  No

f 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** (see instructions)

		Yes	No
1	Check accounting method a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶		
2	See the instructions and enter the: a Business activity ▶ <b>SPORTS BAR</b> b Product or service ▶ <b>BEVERIDGE SALES</b>		
3	At the end of the tax year, did the corporation 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 statement showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) if 100% owned, was a QSub election made?		X
4	Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5	Has this corporation filed, or is it required to file, a return under section 6111 to provide information on any reportable transaction?		
6	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file <b>Form 8281</b> , Information Return for Publicly Offered Original Issue Discount Instruments.		
7	If the corporation: (a) 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 (b) 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 ▶ \$		
8	Enter the accumulated earnings and profits of the corporation at the end of the tax year. \$		
9	Are the corporation's total receipts (see instructions) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1.		X

**Note:** If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach **Schedule N (Form 1120)**, Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

**Schedule K Shareholders' Pro Rata Share Items**

		Total amount
1	Ordinary business income (loss) (page 1, line 21)	22,892
2	Net rental real estate income (loss) (attach Form 8825)	
I n c o m e	3a Other gross rental income (loss)	3a
	b Expenses from other rental activities (attach statement)	3b
	c Other net rental income (loss). Subtract line 3b from line 3a	3c
4	Interest income	4
(L o s s)	5 Dividends: a Ordinary dividends	5a
	b Qualified dividends	5b
6	Royalties	6
7	Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	7
8a	Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	8a
	b Collectibles (28%) gain (loss)	8b
	c Unrecaptured section 1250 gain (attach statement)	8c
9	Net section 1231 gain (loss) (attach Form 4797)	9
10	Other income (loss) (see instructions) - - - Type ▶	10

		Shareholders' Pro Rata Share Items (continued)	Total amount	
<b>Deductions</b>	<b>11</b>	Section 179 deduction (attach Form 4562) . . . . .	<b>11</b>	
	<b>12a</b>	Contributions . . . . .	<b>12a</b>	
	<b>b</b>	Investment interest expense . . . . .	<b>12b</b>	
	<b>c</b>	Section 59(e)(2) expenditures (1) Type ▶ _____ (2) Amount ▶ _____	<b>12c(2)</b>	
	<b>d</b>	Other deductions (see instructions) . . . . . Type ▶ _____	<b>12d</b>	
<b>Credits</b>	<b>13a</b>	Low-income housing credit (section 42(j)(5)) . . . . .	<b>13a</b>	
	<b>b</b>	Low-income housing credit (other) . . . . .	<b>13b</b>	
	<b>c</b>	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468) . . . . .	<b>13c</b>	
	<b>d</b>	Other rental real estate credits (see instructions) . . . . . Type ▶ _____	<b>13d</b>	
	<b>e</b>	Other rental credits (see instructions) . . . . . Type ▶ _____	<b>13e</b>	
	<b>f</b>	Credit for alcohol used as fuel (attach Form 6478) . . . . .	<b>13f</b>	
	<b>g</b>	Other credits (see instructions) . . . . . Type ▶ _____	<b>13g</b>	
<b>Foreign Trans- actions</b>	<b>14a</b>	Name of country or U.S. possession ▶ _____		
	<b>b</b>	Gross income from all sources . . . . .	<b>14b</b>	
	<b>c</b>	Gross income sourced at shareholder level . . . . .	<b>14c</b>	
		Foreign gross income sourced at corporate level		
	<b>d</b>	Passive . . . . .	<b>14d</b>	
	<b>e</b>	Listed categories (attach statement) . . . . .	<b>14e</b>	
	<b>f</b>	General limitation . . . . .	<b>14f</b>	
		Deductions allocated and apportioned at shareholder level		
	<b>g</b>	Interest expense . . . . .	<b>14g</b>	
	<b>h</b>	Other . . . . .	<b>14h</b>	
		Deductions allocated and apportioned at corporate level to foreign source income		
	<b>i</b>	Passive . . . . .	<b>14i</b>	
	<b>j</b>	Listed categories (attach statement) . . . . .	<b>14j</b>	
<b>k</b>	General limitation . . . . .	<b>14k</b>		
	Other information			
	<b>l</b>	Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued . . . . .	<b>14l</b>	
	<b>m</b>	Reduction in taxes available for credit (attach statement) . . . . .	<b>14m</b>	
	<b>n</b>	Other foreign tax information (attach statement) . . . . .		
<b>Alternative Minimum Tax (AMT) Items</b>	<b>15a</b>	Post-1986 depreciation adjustment . . . . .	<b>15a</b>	
	<b>b</b>	Adjusted gain or loss . . . . .	<b>15b</b>	
	<b>c</b>	Depletion (other than oil and gas) . . . . .	<b>15c</b>	
	<b>d</b>	Oil, gas, and geothermal properties-gross income . . . . .	<b>15d</b>	
	<b>e</b>	Oil, gas, and geothermal properties-deductions . . . . .	<b>15e</b>	
	<b>f</b>	Other AMT items (attach statement) . . . . .	<b>15f</b>	
<b>Items Affecting Shareholder Basis</b>	<b>16a</b>	Tax-exempt interest income . . . . .	<b>16a</b>	
	<b>b</b>	Other tax-exempt income . . . . .	<b>16b</b>	
	<b>c</b>	Nondeductible expenses . . . . .	<b>16c</b>	
	<b>d</b>	Property distributions . . . . .	<b>16d</b>	
	<b>e</b>	Repayment of loans from shareholders . . . . .	<b>16e</b>	
<b>Other Information</b>	<b>17a</b>	Investment income . . . . .	<b>17a</b>	
	<b>b</b>	Investment expenses . . . . .	<b>17b</b>	
	<b>c</b>	Dividend distributions paid from accumulated earnings and profits . . . . .	<b>17c</b>	
	<b>d</b>	Other items and amounts (attach statement)		
<b>Reconciliation</b>	<b>18</b>	<b>Income/loss reconciliation.</b> Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 14l . . . . .	<b>18</b>	<b>22,892</b>

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash . . . . .		31,285		23,275
2 a	Trade notes and accounts receivable . . . . .	1,200		1,200	
b	Less allowance for bad debts . . . . .	( )	1,200	( )	1,200
3	Inventories . . . . .		15,975		15,975
4	U.S. government obligations . . . . .				
5	Tax-exempt securities (see instructions) . . . . .				
6	Other current assets (attach statement) . . . . .				
7	Loans to shareholders . . . . .				
8	Mortgage and real estate loans . . . . .				
9	Other investments (attach statement) . . . . .				
10 a	Buildings and other depreciable assets . . . . .	115,042		119,467	
b	Less accumulated depreciation . . . . .	( 79,085)	35,957	( 80,734)	38,733
11 a	Depletable assets . . . . .				
b	Less accumulated depletion . . . . .	( )		( )	
12	Land (net of any amortization) . . . . .				
13 a	Intangible assets (amortizable only) . . . . .	25,500		25,500	
b	Less accumulated amortization . . . . .	( 13,836)	11,664	( 15,503)	9,997
14	Other assets (attach statement) . . . . .		2,200		
15	Total assets . . . . .		98,281		89,180
<b>Liabilities and Shareholders' Equity</b>					
16	Accounts payable . . . . .		(695)		
17	Mortgages, notes, bonds payable in less than 1 year . . . . .				
18	Other current liabilities (attach statement) . . . . .		9,669		
19	Loans from shareholders . . . . .				
20	Mortgages, notes, bonds payable in 1 year or more . . . . .		13,601		
21	Other liabilities (attach statement) . . . . .				
22	Capital stock . . . . .		1,500		
23	Additional paid-in capital . . . . .		62,743		
24	Retained earnings . . . . .		11,463		89,180
25	Adjustments to shareholders' equity (attach statement) . . . . .				
26	Less cost of treasury stock . . . . .	( )		( )	
27	Total liabilities and shareholders' equity . . . . .		98,281		89,180

**Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return**

Note: Schedule M-3 required instead of Schedule M-1 if total assets are \$10 million or more-see instructions

1	Net income (loss) per books . . . . .	22,892	5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize): _____		a	Tax-exempt interest \$ _____	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 14l (itemize):		6	Deductions included on Schedule K, lines 1 through 12 and 14l, not charged against book income this year (itemize):	
a	Depreciation \$ _____		a	Depreciation \$ _____	
b	Travel and entertainment \$ _____		7	Add lines 5 and 6 . . . . .	
4	Add lines 1 through 3 . . . . .	22,892	8	Income (loss) (Schedule K, line 18). Line 4 less line 7 . . . . .	22,892

**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 . . . . .	11,463	
2	Ordinary income from page 1, line 21 . . . . .	22,892	
3	Other additions . . . . .		
4	Loss from page 1, line 21 . . . . .	( )	
5	Other reductions . . . . .	( )	
6	Combine lines 1 through 5 . . . . .	34,355	
7	Distributions other than dividend distributions . . . . .		
8	Balance at end of tax year. Subtract line 7 from line 6 . . . . .	34,355	

**Schedule K-1  
(Form 1120S)**

Department of the Treasury  
Internal Revenue Service

For calendar year 2006, or tax  
year beginning \_\_\_\_\_, 2006  
and ending \_\_\_\_\_, 20\_\_

**2006**

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

▶ See separate instructions.

<b>Part I Information About the Corporation</b>	
<b>A</b>	Corporation's employer identification number <b>04-3361907</b>
<b>B</b>	Corporation's name, address, city, state, and ZIP code <b>ARPS INC</b>  <b>PO BOX 1181</b> <b>SOUTHWICK MA 01077</b>
<b>C</b>	IRS Center where corporation filed return <b>CINCINNATI</b>
<b>D</b>	<input type="checkbox"/> Tax shelter registration number, if any _____
<b>E</b>	<input type="checkbox"/> Check if Form 8271 is attached
<b>Part II Information About the Shareholder</b>	
<b>F</b>	Shareholder's identifying number <b>010-54-4219</b>
<b>G</b>	Shareholder's name, address, city, state and ZIP code <b>PAULINE M SLATE</b>  <b>138 COREY COLONIAL</b> <b>AGAWAM MA 01001</b>
<b>H</b>	Shareholder's percentage of stock ownership for tax year ..... <u>100.00000</u> %
<div style="display: flex; align-items: center; justify-content: center;"> <div style="writing-mode: vertical-rl; transform: rotate(180deg); font-weight: bold; margin-right: 10px;">FOR IRS USE ONLY</div>  </div>	

<input type="checkbox"/> Final K-1	<input type="checkbox"/> Amended K-1	671106 OMB No. 1545-0130	
<b>Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items</b>			
<b>1</b>	Ordinary business income (loss) <b>22,892</b>	<b>13</b>	Credits
<b>2</b>	Net rental real estate income (loss)		
<b>3</b>	Other net rental income (loss)		
<b>4</b>	Interest income		
<b>5a</b>	Ordinary dividends		
<b>5b</b>	Qualified dividends	<b>14</b>	Foreign transactions
<b>6</b>	Royalties		
<b>7</b>	Net short-term capital gain (loss)		
<b>8a</b>	Net long-term capital gain (loss)		
<b>8b</b>	Collectibles (28%) gain (loss)		
<b>8c</b>	Unrecaptured section 1250 gain		
<b>9</b>	Net section 1231 gain (loss)		
<b>10</b>	Other income (loss)	<b>15</b>	Alternative minimum tax (AMT) items
<b>11</b>	Section 179 deduction	<b>16</b>	Items affecting shareholder basis
<b>12</b>	Other deductions		
		<b>17</b>	Other information
* See attached statement for additional information.			