

Western Resources, Inc.
 Subsidiary - Test of Provisions
 1997

09/03/98

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	1996 Book	1996 Actual	Difference	1997 Book	1997 Actual	Difference
Sub Wing Group - United C. - 100% owned						
Net Income/(Loss)	(961,267.20)	(961,267.20)	0.00	(3,575,206.74)	(3,461,980.44)	(213,226.30)
Add Deferred Tax Expense/(Benefit)				0.00	(283,236.23)	283,236.23
Add Fed Tax Expense/(Benefit)	(517,605.00)	(517,605.00)	0.00	(1,276,380.29)	(1,206,370.36)	(70,009.93)
Add State Tax Expense/(Benefit)	0.00	0.00	0.00	0.00	0.00	0.00
Net Income before Taxes	(1,478,872.20)	(1,478,872.20)	0.00	(4,951,587.03)	(4,951,587.03)	0.00
Additions/(Deductions) to income:						
Capitalize Organizational Costs	0.00	0.00	0.00	0.00	0.00	0.00
Amortization of Organizational Costs	0.00	(33,128.52)	33,128.52	0.00	(36,140.20)	36,140.20
Depreciation - Books	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation - Tax	0.00	(38,225.95)	38,225.95	0.00	(23,575.13)	23,575.13
Amortization - Books	0.00	623,543.14	(623,543.14)	717,064.80	717,064.80	0.00
Amortization - Tax	0.00	0.00	0.00	0.00	0.00	0.00
Officer's life insurance	0.00	6,757.62	(6,757.62)	0.00	15,391.90	(15,391.90)
Meals & Entertainment - 50% Nondeductible	0.00	67,888.92	(67,888.92)	0.00	94,360.93	(94,360.93)
Nondeductible travel	0.00			0.00	20,382.89	(20,382.89)
Nondeductible memberships	0.00	14,722.70	(14,722.70)	0.00	28,189.30	(28,189.30)
Penalties	0.00	4,703.83	(4,703.83)	0.00	0.00	0.00
Deferred Compensation	0.00	329,247.00	(329,247.00)	0.00	(329,247.00)	329,247.00
December expenses not accrued on books	0.00	(214,222.00)	214,222.00	0.00	0.00	0.00
Unallowed book deductions - Miscellaneous	0.00			0.00	(285,812.00)	285,812.00
Gain/Loss on Sale	0.00	(23,064.75)	23,064.75	0.00	0.00	0.00
Dividend income	0.00	165,097.46	(165,097.46)	0.00	4,911.43	(4,911.43)
Wing Columbia LLC (1% ownership) - Books				1,297.98	1,297.98	0.00
Wing Columbia LLC (1% ownership) - Tax, Interest				0.00	357.00	(357.00)
Wing Columbia LLC (1% ownership) - Tax, Ord Inc.				0.00	(5,314.00)	5,314.00
Wing Int'l Ltd., a Texas LLC (1% ownership) - Books				0.00	0.00	0.00
Wing Int'l Ltd., (1% ownership) - Tax, Interest				0.00	1,141.00	(1,141.00)
Wing Int'l Ltd., (1% ownership) - Tax, Ord Inc.				0.00	16,494.00	(16,494.00)
Other	0.00	0.00	0.00	0.00	0.00	0.00
Total Schedule M's - Wing	0.00	903,319.45	(903,319.45)	718,362.78	219,502.90	498,859.88
State Taxable Income	(1,478,872.20)	(575,552.75)	(903,319.45)	(4,233,224.25)	(4,732,084.13)	498,859.88
State Tax (Expense)/Benefit per books	0.00	0.00	0.00	0.00	0.00	0.00
State Tax (Deduction)/Benefit - Sch M	0.00	0.00	0.00	0.00	0.00	0.00
Federal Taxable Income	(1,478,872.20)	(575,552.75)	(903,319.45)	(4,233,224.25)	(4,732,084.13)	498,859.88
Dividends Received Deduction (70% * Dividend)		<u>(115,568.22)</u>			<u>(3,438.00)</u>	
		<u>(691,120.97)</u>			<u>(4,735,522.13)</u>	

Western Resources, Inc.
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 Additional Deduction in brackets)

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	1996 Book	1996 Actual	Difference	1996 Book	1996 Actual	Difference
The Wing Group, Limited Partnership						
Net Income/(Loss)				(961,267.20)	(961,267.20)	0.00
Add Deferred Tax Expense/(Benefit)						
Add Fed Tax Expense/(Benefit)	(517,605.00)	(517,605.00)	0.00			
Add State Tax Expense/(Benefit)	0.00	0.00	0.00			
Net Income before Taxes	(1,478,872.20)	(1,478,872.20)	0.00			
Additions/(Deductions) to income:						
Capitalize Organizational Costs	0.00	0.00	0.00			
Amortization of Organizational Costs	0.00	(33,128.52)	33,128.52			
Depreciation - Books	0.00	0.00	0.00			
Depreciation - Tax	0.00	(38,225.95)	38,225.95			
Amortization - Books	0.00	623,543.14	(623,543.14)			
Amortization - Tax	0.00	0.00	0.00			
Officer's life insurance	0.00	6,757.62	(6,757.62)			
Meals & Entertainment - 50% Nondeductible	0.00	67,888.92	(67,888.92)			
Nondeductible memberships	0.00	14,722.70	(14,722.70)			
Penalties	0.00	4,703.83	(4,703.83)			
Deferred Compensation	0.00	329,247.00	(329,247.00)			
December expenses not accrued on books	0.00	(214,222.00)	214,222.00			
Gain/Loss on Sale	0.00	(23,064.75)	23,064.75			
Dividend Income	0.00	165,097.46	(165,097.46)			
Allocation of Dividend Income - 80%	0.00	0.00	0.00			
Total Schedule M's - Wing	0.00	903,319.45	(903,319.45)			
State Taxable Income	(1,478,872.20)	(575,552.75)	(903,319.45)			
State Tax (Expense)/Benefit per books	0.00	0.00	0.00			
State Tax (Deduction)/Benefit - Sch M	0.00	0.00	0.00			
Federal Taxable Income	(1,478,872.20)	(575,552.75)	(903,319.45)			
Dividends Received Deduction (70% * 165,097.46)		(115,568.22)				
		(691,120.97)				