

PA-20S/PA-65PA S Corporation/Partnership
Information Return

1706010020

Page 1 of 3 (PT) 05-17 (I)
PA Department of Revenue**2017**

PLEASE PRINT. USE BLACK INK.

Filing Status

PA-20S ☐PA-65 ☒P-S KOZ ☐

FEIN

690000002

Revenue ID

C

NAICS Code

531390

Inactive

☐

Business Name

DANKO HOLDINGS LP

First Line of Address - Street Address - If Address has Apartment Number, Suite, RR No - Place on this Line.

803 EAST MAPLE STREET

Second Line of Address - PO Box

City or Post Office

PHILADELPHIA

State

PA

ZIP Code

19111

Fill in the applicable ovals

Method of Accounting

Accrual ☒Cash ☐Other, Describe ☐Extension Requested ☐Initial Year ☐Fiscal Year ☐Short Year ☐

Beginning Ending

Final Return ☐FEIN/Name/Address
Change ☐Amended Information
Return ☐

Date activity began in PA

03/07/2002

(MMDDYYYY)

SUBMIT ALL SUPPORTING SCHEDULES

USE BLACK INK

If a loss, fill in the oval ☐ next to the line**Part I. Total Taxable Business Income (Loss) from Operations Everywhere**

1a	Taxable Business Income (Loss) from Operations Everywhere	LOSS <input type="radio"/>	1a	1,249,794.00
1b	Share of Business Income (Loss) from All Other Entities	LOSS <input checked="" type="radio"/>	1b	1,011,291.00
1c	Total Income (Loss). Add Lines 1a and 1b	LOSS <input type="radio"/>	1c	238,503.00
1d	Previously Disallowed CNI Deductions - PA S Corporations only	LOSS <input type="radio"/>	1d	.00
1e	Total Adjusted Business Income (Loss). Subtract Line 1d from Line 1c	LOSS <input type="radio"/>	1e	238,503.00

Part II. Apportioned/Allocated PA-Taxable Business Income (Loss)

		Outside PA		PA Source		
2	Net Business Income (Loss)	<input type="radio"/> LOSS	2a	96,979.00	<input type="radio"/> LOSS 2e	1,152,815.00
2	Share of Business Income (Loss) from Other Entities	<input checked="" type="radio"/> LOSS	2b	562,798.00	<input checked="" type="radio"/> LOSS 2f	448,493.00
2	Previously Disallowed PA Source CNI Deductions - PA S Corporations only	<input type="radio"/> LOSS	2c	.00	2g	.00
2	Calculate Adjusted/Apportioned Net Business Income (Loss)	<input checked="" type="radio"/> LOSS	2d	465,819.00	<input type="radio"/> LOSS 2h	704,322.00

Part III. Allocated Other PA PIT Income (Loss)

Part III. Allocated Other PA PIT Income (Loss)									
3	Interest Income from PA Schedule A					3		536.00	
4	Dividend Income from PA Schedule B					4		1,731.00	
5	Net Gain (Loss) from PA Schedule D	5a	<input type="radio"/>	157,676.00			<input type="radio"/>	5b	662,564.00
6	Rent/Royalty Net Income (Loss) from PA Schedule M, Part B	6a	<input checked="" type="radio"/>	234,902.00			<input type="radio"/>	6b	1,110,531.00
7	Estates or Trusts Income from PA Schedule J	7a		.00				7b	.00
8	Gambling and Lottery Winnings from PA Schedule T	8a	<input type="radio"/>	.00			<input type="radio"/>	8b	.00
9	Total Other PA PIT Income (Loss)					9		1,698,136.00	

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Business Name

DANKO HOLDINGS LP

Part IV. Total PA S Corporation or Partnership Income (Loss)

10	Total Income (Loss) per Books and Records	<input type="radio"/> LOSS	10	1,647,713.00
11	Total Reportable Income (Loss). Add Lines 1e and 9 or add Lines 2h and 9	<input type="radio"/> LOSS	11	1,936,639.00
12	Total Nontaxable/Nonreportable Income (Loss). Subtract Line 11 from Line 10	<input checked="" type="radio"/> LOSS	12	288,926.00

Part V. Pass Through Credits - See the PA-20S/PA-65 instructions

13a	Total Other Credits. Submit PA-20S/PA-65 Schedule OC	13a	.00
13b	Resident Credit	13b	.00
14a	PA 2017 Quarterly Tax Withholding Payments/Extension Payment for Nonresident Owners	14a	4,920.00
14b	Final Payment of Nonresident Withholding Tax	14b	2,686.00
14c	Total PA Income Tax Withheld. Add Lines 14a and 14b	14c	7,606.00

Part VI. Distributions - See the PA-20S/PA-65 instructions - Partnerships Only

15	Distributions of Cash, Marketable Securities, and Property	15	4,289,759.00
16	Guaranteed Payments for Capital or Other Services	16	.00
17	All Other Guaranteed Payments for Services Rendered	17	.00
18	Guaranteed Payments to Retired Partners	18	.00

Distributions - See the PA-20S/PA-65 instructions - PA S Corporations Only

19	Distributions from PA Accumulated Adjustments Account	19	.00
20	Distributions of Cash, Marketable Securities, and Property	20	.00

Part VII. Other Information - See the PA-20S/PA-65 instructions for each line

Yes or No

1	During the entity's tax year, did the entity own any interest in another partnership or in any foreign entity that was disregarded as an entity separate from its owner under federal regulations Sections 301.7701-2 and 301.7701-3? If yes, submit statement	1	NO
2	Does the entity have any tax-exempt partners/members/shareholders? If yes, submit statement	2	NO
3	Does the entity have any foreign partners/members/shareholders (outside the U S)? If yes, submit statement	3	NO
4	Was there a distribution of property or a transfer (e g , by sale or death) of a partner/member interest during the tax year? (Partnership only) If yes, submit statement	4	NO
5	Has the federal government changed taxable income as originally reported for any prior period? If yes, indicate period on supplemental statement, and submit final IRS determination paperwork	5	NO
6	Does the entity have any foreign operations or ownership in a foreign bank account? If yes, submit statement	6	NO
7	Is this entity involved in a reportable transaction, listed transaction, or registered tax shelter within this return? If yes, submit statement	7	NO
8	Does the entity filing as a partnership have other partnerships as partners?	8	NO
9	Has the entity sold any tax credits? If yes, submit statement	9	NO
10	Has the entity changed its method of accounting for federal income tax purposes during this tax year? If yes, submit federal Form 3115	10	NO
11	Has the entity entered into any like-kind exchanges under IRC Section 1031? If yes, submit federal Form 8824	11	YES
12	PA Apportionment as reported on PA-20S/PA-65 Schedule H-Corp	12	0 . 7 0 9 7 2 4



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PA Department of Revenue**2017**

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Business Name

DANKO HOLDINGS LP

**Part VIII. PA S Corporations Only - Accumulated Adjustments Account (AAA)
and Accumulated Earnings and Profits (AE&P)**

			AAA	AE&P
1	Balance at the beginning of the taxable year If AAA is negative, fill in the oval	<input type="radio"/> LOSS		
2	Total reportable income from Part IV, Line 11			N/A
3	Other additions. Submit an itemized statement			
4	Loss from Part IV, Line 11	<input checked="" type="radio"/> LOSS		N/A
5	Other reductions. Submit an itemized statement	<input checked="" type="radio"/> LOSS		
6	Sum of Lines 1 through 5	<input type="radio"/> LOSS		
7	Distributions			
8	Balance at taxable year-end. Subtract Line 7 from Line 6	<input type="radio"/> LOSS		

Part IX. Ownership in Pass Through Entities

If the entity received income (loss) from an S corporation, partnership, estate or trust, limited liability company, qualified subchapter S subsidiary (QSSS) or disregarded entity, list below the FEIN, name and address for each entity. If additional space is needed, submit a separate statement. If the income (loss) is from a QSSS, enter "yes" in the QSSS box. If the income (loss) is from a disregarded entity, enter "yes" in the D box.

	FEIN	QSSS	D	NAME & ADDRESS
a	252323451		YES	LIBERTY PARTNERS LLC 1300 MALL BLVD KING OF PRUSSIA
b	327439642			KEYSTONE LLC 235 N SECOND ST PHILADELPHIA PA 19111
c	625563070			EVERGREEN INVESTMENTS LLC 600 MAIN ST PHILADELPHIA
d	237124160		YES	TOTAL ACTIVITY CENTER LLC 1200 BROAD ST PHILADELPHIA
e				
f				

Part X. Signature and Verification

Under penalties of perjury, I declare 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 paid preparer is based on all information of which preparer has any knowledge.

Print/Type name of general partner, principal officer or authorized individual	Signature of general partner, principal officer or authorized individual	Date	Daytime phone no
BERNICE WILLIAMS		04/15/18	717-821-3646

Paid Preparer's Use Only

Print/Type preparer's name	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>
SUZANNE REED		04/10/18	
Firm's name (or yours if self-employed)	REED & REED ACCOUNTING		Daytime phone no
Firm's address	135 MAIN STREET HARRISBURG, PA 17128		717-258-6545

☐ E-File Opt Out

Preparer's PTIN

P10045780

Firm's FEIN

456789428



1706210026

1706210026

PA-65 Corp
Directory of
Corporate Partners

1708110026

PA-65 Corp (PT) 03-17 (I)
PA Department of Revenue

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Partnership FEIN		Partnership Business Name	
690000002		DANKO HOLDINGS LP	
First Line of Address			
803 EAST MAPLE STREET			
Second Line of Address			
City or Post Office	State	ZIP Code	
PHILADELPHIA	PA	19111	
		<input type="radio"/> 100% Corp. Owned	
		<input type="radio"/> Final Return	
		<input checked="" type="radio"/> Payment enclosed	
		<input type="radio"/> Amended PA-65 Corp	

Submit a complete federal Form 1065 for the entity above and Schedule K-1 for each corporate partner listed below.

Copy the PA-65 Corp to list additional corporate partners. Enter whole dollars only.

1 List each corporate partner.

a	FEIN	Revenue ID	Nonfiling Corporation CNI Tax Withholding	Foreign Entity Outside U.S.
	710111111		1,475	<input type="radio"/>
Name of Corporate Partner			RCT-101 Filed <input type="radio"/>	
DANKO HOLDINGS INC				
Street Address		City	State	ZIP Code
995 N 66th Street		PHILADELPHIA	PA	19111
b	FEIN	Revenue ID	Nonfiling Corporation CNI Tax Withholding	Foreign Entity Outside U.S.
				<input type="radio"/>
Name of Corporate Partner			RCT-101 Filed <input type="radio"/>	
Street Address		City	State	ZIP Code
c	FEIN	Revenue ID	Nonfiling Corporation CNI Tax Withholding	Foreign Entity Outside U.S.
				<input type="radio"/>
Name of Corporate Partner			RCT-101 Filed <input type="radio"/>	
Street Address		City	State	ZIP Code

2 Total number of corporate partners for this entity.	1	4 Total CNI Tax Withholding for all nonfiling corporate partners for this entity.	1,475
3 Total number of corporate partners registered and compliant in PA for this entity.	0		

5 PA Apportionment as reported on PA-20S/PA-65 Schedule H-Corp.

0.709724

Under penalties of perjury, I declare 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 paid preparer is based on all information of which preparer has any knowledge.

Print/Type name of general partner, principal officer or authorized individual	Signature of general partner, principal officer or authorized individual	Date	Daytime phone no
BERNICE WILLIAMS		04/15/18	717-821-3646

Paid Preparer's Use Only

Print/Type preparer's name	Preparer's signature	Date	Daytime phone no
SUZANNE REED		04/10/18	717-258-6545
Check if self-employed <input type="checkbox"/>			



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PA SCHEDULE A
Interest Income

1708610025

PA-20S/PA-65 A (PT) 03-17 (I)
PA Department of Revenue

2017

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Name as shown on PA-20S/PA-65 Information Return DANKO HOLDINGS LP		FEIN 690000002
See the PA-20S/PA-65 Schedule A instructions and the PA PIT Guide on the department's website.		
1	Interest Income from federal Schedule K	18,526
2	Less business or rental interest income (working capital) - report on PA-20S/PA-65 Schedule M, Part A	17,990
3	Adjusted federal interest income - subtract Line 2 from Line 1	536
4	Federal-exempt interest income taxable for PA PIT - itemize below	
5	Other interest income not included on Line 3 and Line 4	
6	Gross PA interest income - add Lines 3 through 5	536
7	PA-exempt interest income included on Line 6 - itemize below	
8	PA-taxable interest income - subtract Line 7 from Line 6. Enter the result on the PA-20S/PA-65 Information Return, Page 1, Part III, Line 3	536
Federal-exempt interest income - list sources and amounts		
PA-exempt interest income - list sources and amounts		



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PA SCHEDULE BDividend Income and
Capital Gain Distributions

1708710023

PA-20S/PA-65 B (PT) 03-17 (i)
PA Department of Revenue**2017**

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Name as shown on PA-20S/PA-65 Information Return
DANKO HOLDINGS LPFEIN
690000002

See the PA-20S/PA-65 Schedule B instructions and the PA PIT Guide on the department's website.

1	Ordinary dividend income from federal Schedule K	1	1,721
2	Less business or rental dividend income (working capital) - report on PA-20S/PA-65 Schedule M, Part A	2	
3	Adjusted federal dividend income - subtract Line 2 from Line 1	3	1,721
4	Federal-exempt dividend income taxable for PA PIT - itemize below	4	
5	Other dividend income not included on Line 3 and Line 4	5	10
6	Capital gain distributions income	6	
7	Gross PA-taxable dividend income - add Lines 3 through 6	7	1,731
8	PA-exempt dividend income included on Line 7 - itemize below	8	
9	PA-taxable dividend income and capital gains distribution income - subtract Line 8 from Line 7	9	1,731
	Enter the result on the PA-20S/PA-65 Information Return, Page 1, Part III, Line 4.		

Federal-exempt dividend income - list sources and amounts

PA-exempt dividend income - list sources and amounts



1708710023

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PA SCHEDULE MReconciliation of Federal-Taxable
Income (Loss) to PA-Taxable
Income (Loss)PA-20S/PA-65 M (PT) 03-17 (I)
PA Department of Revenue

1707010029

2017

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Name as shown on PA-20S/PA-65 Information Return

FEIN

PA Sales Tax License Number

DANKO HOLDINGS INC

690000002

PA Schedule M, Part A. Classifying Federal Income (Loss) for PA Personal Income Tax Purposes

Classify, without adjustment, the federal income (loss) from Schedule K of federal Form 1120S or from Schedule K of federal Form 1065. The entity must allocate or apportion the amounts from the federal categories to the reportable PA PIT classes. The total of the specific federal line items should equal the total of the federal schedule.

Federal Form		Classified for Pennsylvania Personal Income Tax purposes				
Form 1120S, Schedule K line description Form 1065, Schedule K line description	(a) Federal Income (loss)	(b) PA Business Income (loss)	(c) Interest Income PA Schedule A	(d) Dividend Income PA Schedule B	(e) Gain (loss) From Sales PA Schedule D	(f) Rent & Royalty Income (loss) PA Schedule E
1 Ordinary income (loss) from trade or business activities	168,952	256,675			-87,723	
2 Net income (loss) from rental real estate activities	280,845				39,135	241,710
3 Other gross rental income (loss)						
4 Interest income	18,526	17,990	536			
5 Dividends	1,721			1,721		
6 Royalty income	841,608					841,608
7 Net short-term capital gain (loss)						
8 Net long-term capital gain (loss)	40,045			10	40,035	
9 Net gain (loss) from disposal of IRC Section 179 property						
10 Net IRC Section 1231 gain (loss) from Form 4797	594,260	-9			594,269	
11 Other income (loss)	135,232				35,437	99,795
12 Total Federal income (loss) by Pennsylvania classification. Total the amounts in each column	2,081,189	274,656	536	1,731	621,153	1,183,113



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PA SCHEDULE MReconciliation of Federal-Taxable
Income (Loss) to PA-Taxable
Income (Loss)PA-20S/PA-65 M 03-17 (I)
PA Department of Revenue**2017**

1707110027

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Name as shown on PA-20S/PA-65 Information Return

DANKO HOLDINGS INC

FEIN

690000002**PA Schedule M, Part B. Determining PA Reportable Income (Loss) by Classification**

The entity may need to prepare a PA Schedule M, Part B, if it must make adjustments to properly determine its reportable classified income (loss) for its PA-20S/PA-65 Information Return. This specific list of adjustments applies to income (loss) from a business or farm and rental/royalty income (loss)

Enter whole dollars only.

Section A. Federal Classified Income (Loss). Income class from Part A, Column B Enter the initial of Column (b) or (f) only	1	PA Allocated Income (Loss)	2	Total Rental Income (Loss) or Total Business Income (Loss) Before Apportionment
				274,656

Section B. Itemize income adjustments that increase PA reportable income (reduce the loss).

a. Deferred income relating to advance payments for goods and services	1		2	
b. Difference in qualified gain (loss) for each business sale of property	3		4	
c. Gain from business like-kind exchanges, see PA PIT Guide for instructions	5		6	
d. Gain (loss) on involuntary conversions - IRC Section 1033	7		8	
e. Income from cancellation of debt that PA treats differently from federal rules	9		10	
f. Increases in income in the year of change resulting from spread in the year of change associated with IRC Section 481(a) adjustment	11		12	
g. Income from obligations of other states and organizations that is not exempt for PA purposes	13		14	
h. Other income adjustments that increase PA-reportable income. Submit statement	15		16	1,036,352
B Total	17		18	1,311,008

Section C. Itemize income adjustments that decrease the PA reportable income (increase the loss).

a. Difference in qualified gain (loss) for each business sale of property	1		2	
b. Income from obligations of the U S government and other organizations that is not taxable for PA purposes	3		4	
c. Decreases for previously reported income in prior year resulting from spread associated with IRC Section 481(a)	5		6	
d. Other income adjustments that decrease PA-reportable income. Submit statement	7		8	
C Total	9		10	

Section D. Adjusted PA Reportable Income. See PA-20S/PA-65 Schedule M instructions

	1		2	1,311,008
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Section E. Itemize those expenses that PA law does not allow that the entity deducted on its federal form.

These adjustments increase PA reportable income (reduce the loss)

a. Taxes paid on income. Submit REV-1190	1		2	
b. Differences in depreciation/amortization taken for PA and federal purposes	3		4	
c. Key man life insurance premiums (owners as beneficiaries)	5		6	
d. Differences in PA treatment of guaranteed payments for capital	7		8	
e. Differences in depreciation for bonus depreciation (PA law does not allow bonus depreciation)	9		10	
f. Expense adjustments to qualify for the PA credits claimed in Part V of the PA-20S/PA-65	11		12	
g. Other expenses the entity deducted on its federal return that PA does not allow. Submit statement	13		14	
E Total	15		16	

Section F. Itemize those expenses that PA law allows that the entity could not deduct on its federal form.

These adjustments decrease PA reportable income (increase the loss)

a. 50 percent of business meals and entertainment expenses that the entity could not deduct	1		2	6,303
b. Sales tax on depreciable assets	3		4	
c. Differences in depreciation/amortization taken for PA and federal purposes	5		6	54,911
d. IRC Section 179 expenses (the maximum for PA purposes is \$25,000)	7		8	
e. Expenses for employees, including PA S corporation shareholder-employees	9		10	
f. Life insurance premiums (PA S corporation or partnership as beneficiary)	11		12	
g. Expense adjustments to qualify for federal credits	13		14	
h. Current expensing of Intangible Drilling costs - Schedule I, Line 5	15		16	
i. Other expenses PA allows that the entity did not deduct on the federal return. Submit statement	17		18	
F Total	19		20	61,214

Section G. Total Taxable Income (Loss). Add Section D, plus E, minus F

	1		2	1,249,794
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PA SCHEDULE M
Reconciliation of Federal-Taxable
Income (Loss) to PA-Taxable
Income (Loss)

PA-20S/PA-65 M 03-17 (1)
PA Department of Revenue

2017

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Name as shown on PA-20S/PA-65 Information Return

DANKO HOLDINGS LP

FEIN

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PA Schedule M, Part B. Determining PA Reportable Income (Loss) by Classification

The entity may need to prepare a PA Schedule M, Part B, if it must make adjustments to properly determine its reportable classified income (loss) for its PA-20S/PA-65 Information Return. This specific list of adjustments applies to income (loss) from a business or farm and rental/royalty income (loss).
Enter whole dollars only.

	PA Allocated Income (Loss)	Total Rental Income (Loss) or Total Business Income (Loss) Before Apportionment
Section A Federal Classified Income (Loss). Income class from Part A, Column F Enter the initial of Column (b) or (f) only.	1 1,418,015	2 1,183,113

Section B. Itemize income adjustments that increase PA reportable income (reduce the loss).

a Deferred income relating to advance payments for goods and services	1	2
b Difference in qualified gain (loss) for each business sale of property	3	4
c Gain from business like-kind exchanges, see PA PIT Guide for Instructions	5	6
d Gain (loss) on involuntary conversions - IRC Section 1033	7	8
e Income from cancellation of debt that PA treats differently from federal rules	9	10
f Increases in income in the year of change resulting from spread in the year of change associated with IRC Section 481(a) adjustment	11	12
g Income from obligations of other states and organizations that is not exempt for PA purposes	13	14
h Other income adjustments that increase PA-reportable income Submit statement	15	16
B Total	17	18

Section C. Itemize income adjustments that decrease the PA reportable income (increase the loss)

a Difference in qualified gain (loss) for each business sale of property	1	2
b Income from obligations of the U S government and other organizations that is not taxable for PA purposes	3	4
c Decreases for previously reported income in prior year resulting from spread associated with IRC Section 481(a)	5	6
d Other income adjustments that decrease PA-reportable income Submit statement	7 290,151	8 290,151
C Total	9 290,151	10 290,151

Section D. Adjusted PA Reportable Income. See PA-20S/PA-65 Schedule M instructions.

1	2
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Section E. Itemize those expenses that PA law does not allow that the entity deducted on its federal form

These adjustments increase PA reportable income (reduce the loss)

a Taxes paid on income Submit REV-1190	1	2
b Differences in depreciation/amortization taken for PA and federal purposes	3	4
c Key man life insurance premiums (owners as beneficiaries)	5	6
d Differences in PA treatment of guaranteed payments for capital	7	8
e Differences in depreciation for bonus depreciation (PA law does not allow bonus depreciation)	9	10
f Expense adjustments to qualify for the PA credits claimed in Part V of the PA-20S/PA-65	11	12
g Other expenses the entity deducted on its federal return that PA does not allow Submit statement	13	14
E Total	15	16

Section F. Itemize those expenses that PA law allows that the entity could not deduct on its federal form

These adjustments decrease PA reportable income (increase the loss)

a 50 percent of business meals and entertainment expenses that the entity could not deduct	1 452	2 452
b Sales tax on depreciable assets	3	4
c Differences in depreciation/amortization taken for PA and federal purposes	5 16,881	6 16,881
d IRC Section 179 expenses (the maximum for PA purposes is \$25,000)	7	8
e Expenses for employees, including PA S corporation shareholder-employees	9	10
f Life insurance premiums (PA S corporation or partnership as beneficiary)	11	12
g Expense adjustments to qualify for federal credits	13	14
h Current expensing of Intangible Drilling costs - Schedule I, Line 5	15	16
i Other expenses PA allows that the entity did not deduct on the federal return Submit statement	17	18
F Total	19 17,333	20 17,333

Section G. Total Taxable Income (Loss). Add Section D, plus E, minus F

1	2
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PA SCHEDULE D-1
Sale, Exchange or Disposition of Property
Within Pennsylvania

1706410022

PA-20S/PA-65 D (PT) 03-17 (I)
PA Department of Revenue

2017

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Name as shown on the PA-20S/PA-65 Information Return

FEIN

DANKO HOLDINGS LP

690000002

C

Part I. Allocated gain (loss) from the Sale, Exchange or Disposition of Property within Pennsylvania. Enter whole dollars only.

Amended Schedule ☐

If Part I is blank, fill in the oval ☐

Federal Realized and Recognized Gains (Losses):

	(If a loss, fill in oval)	
1 All PA-source gain (loss) included in federal ordinary business income (loss) and/or federal other income (loss)	LOSS <input type="radio"/>	1 35,437
2 All PA-source gain (loss) included in ordinary net rental/royalty income (loss) from federal Form 8825	LOSS <input checked="" type="radio"/>	2 1,557
3 All PA-source net short-term capital gain (loss) from federal Schedule D	LOSS <input type="radio"/>	3
4 All PA-source net long-term capital gain (loss) from federal Schedule D	LOSS <input type="radio"/>	4 40,045
5 All other PA-source net IRC Section 1231 gain (loss) reported on federal Form 4797 not listed above	LOSS <input type="radio"/>	5 507,887
6 All PA-source gain (loss) from the disposition of IRC Section 179 property	LOSS <input type="radio"/>	6
7 Capital gains distributions taxed as dividends		7 10
8 Total PA-source federal realized and recognized reportable gain (loss) before classification and/or adjustment amounts for PA PIT purposes Add Lines 1 through 6, minus Line 7	LOSS <input type="radio"/>	8 581,802
9 PA-source gain (loss) on federal non-taxable exchanges on IRC Section 1031	LOSS <input type="radio"/>	9 217,051
10 Total PA-source federal gain (loss) reportable for PA PIT before additional classification and/or adjustments Add Lines 8 and 9	LOSS <input type="radio"/>	10 798,853
11 PA-source adjustment for gain (loss) reflected on Part A of Schedule M for business income (loss) (net profits from a business, profession, or farm)	LOSS <input type="radio"/>	11
12 PA-source PIT reportable Schedule D gain (loss) before PA PIT adjustments (Line 10 minus Line 11)	LOSS <input type="radio"/>	12 798,853
13 Net or aggregate PA-source PIT adjustments for Schedule D gain (loss) from transactions requiring adjustment for PA/federal gain (loss) differences. Itemize on Schedule D-II	LOSS <input checked="" type="radio"/>	13 17,964
14 Net adjustment to arrive at PA-source PIT Schedule D reportable gain (loss). Add Lines 12 and 13	LOSS <input type="radio"/>	14 780,889
15 PA-source partnership and PA S corp gain (loss) from PA Schedules RK-1 and NRK-1	LOSS <input checked="" type="radio"/>	15 118,325
16 Total PA-source Schedule D net gain (loss) from property within PA for residents only. Add Lines 14 and 15 Enter this number on Page 1, Part III, Line 5b of the PA-20S/PA-65	LOSS <input type="radio"/>	16 662,564
17 PA-source adjustment for gain (loss) on sale of short-term portfolio investments not used in working capital for nonresidents only	LOSS <input type="radio"/>	17
18 Total PA-source Schedule D net gain (loss) from property within PA for nonresidents only (Line 16 minus Line 17). This line should be allocated to the NRK-1s based on percentage interest	LOSS <input type="radio"/>	18 662,564



1706410022

1706410022

PA SCHEDULE D-II
Sale, Exchange or Disposition of Property
Within Pennsylvania

1706510029

PA-20S/PA-65 D (PT) 03-17 (I)
PA Department of Revenue

2017

OFFICIAL USE ONLY

Name as shown on the PA-20S/PA-65 Information Return

FEIN

DANKO HOLDINGS LP

690000002

C

Part II. Sale, Exchange or Disposition of Property within Pennsylvania. If any of the federal gain (loss) transactions require adjustment, list each transaction and show the differences in federal gain (loss). The difference in PA/federal gain (loss) equals PA gain (loss) minus federal gain (loss). If the difference is negative, fill in the loss oval. Copy PA-20S/PA-65 Schedule D-II to list additional properties. Enter whole dollars only.

Type of Property: R=Real P=Personal S=Security O=Other Intangible (not security)

Amended Schedule ☐

If Part II is blank, fill in the oval ☐

1 Type of Property

☐ O

Description of Property

LOGO

Date acquired (MMDDYYYY)

04/01/2010

PA allowed or allowable depreciation

474

Cost or other PA basis

1,398

Date sold (MMDDYYYY)

05/05/2017

Gross sales price

LOSS ☐

Difference in PA/Fed Gain (Loss)

2 Type of Property

☐ P

Description of Property

LAND IMPROVEMENTS

Date acquired (MMDDYYYY)

04/01/2010

PA allowed or allowable depreciation

61,180

Cost or other PA basis

150,000

Date sold (MMDDYYYY)

05/15/2017

Gross sales price

50,000

LOSS ☐

Difference in PA/Fed Gain (Loss)

3 Type of Property

☐ R

Description of Property

FARM

Date acquired (MMDDYYYY)

11/14/2013

PA allowed or allowable depreciation

Cost or other PA basis

87,107

Date sold (MMDDYYYY)

12/03/2017

Gross sales price

105,038

LOSS ☒

Difference in PA/Fed Gain (Loss)

17,964

4 Type of Property

☐

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

LOSS ☐

Difference in PA/Fed Gain (Loss)

5 Type of Property

☐

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

LOSS ☐

Difference in PA/Fed Gain (Loss)



1706510029

1706510029

PA SCHEDULE D-III
Sale, Exchange or Disposition of Property
Within Pennsylvania

1706610027

PA-20S/PA-65 D (PT) 03-17 (I)
PA Department of Revenue

2017

OFFICIAL USE ONLY

Name as shown on the PA-20S/PA-65 Information Return

FEIN

DANKO HOLDINGS LP

6900000002

C

Part III. Allocated gain (loss) from the Sale, Exchange or Disposition of Property outside Pennsylvania. Enter whole dollars only.

Amended Schedule ☐

If Part III is blank, fill in the oval ☐

Federal Realized and Recognized Gains (Losses):

(If a loss,
fill in oval)

1 All outside PA gain (loss) included in federal ordinary business income (loss) and/or federal other income (loss)	LOSS <input type="radio"/>	1	
2 All outside PA gain (loss) included in ordinary net rental/royalty income (loss) from federal Form 8825	LOSS <input type="radio"/>	2	40,692
3 All outside PA net short-term capital gain (loss) from federal Schedule D	LOSS <input type="radio"/>	3	
4 All outside PA net long-term capital gain (loss) from federal Schedule D	LOSS <input type="radio"/>	4	
5 All other outside PA net IRC Section 1231 gain (loss) reported on federal Form 4797 not listed above	LOSS <input type="radio"/>	5	116,984
6 All outside PA gain (loss) from the disposition of IRC Section 179 property	LOSS <input type="radio"/>	6	
7 Capital gains distributions taxed as dividends	LOSS <input type="radio"/>	7	
8 Total federal realized and recognized outside PA-source reportable gain (loss) before classification and/or adjustment amounts for PA PIT purposes. Add Lines 1 through 6, minus Line 7	LOSS <input type="radio"/>	8	157,676
9 Outside PA gain (loss) on federal non-taxable exchanges on IRC Section 1031	LOSS <input type="radio"/>	9	
10 Total outside PA/federal gain (loss) reportable for PA PIT before additional classification and/or adjustments. Add Lines 8 and 9	LOSS <input type="radio"/>	10	157,676
11 Outside PA adjustment for gain (loss) reflected on Part A of Schedule M for business income (loss) (net profits from a business, profession, or farm)	LOSS <input type="radio"/>	11	
12 Outside PA PIT reportable Schedule D gain (loss) before PA PIT adjustments (Line 10 minus Line 11)	LOSS <input type="radio"/>	12	157,676
13 Net or aggregate outside PA PIT adjustments for Schedule D gain (loss) from transactions requiring adjustment for PA/federal gain (loss) differences. Itemize on Schedule D-IV	LOSS <input type="radio"/>	13	
14 Net adjustment to arrive at outside PA PIT Schedule D reportable gain (loss). Add Lines 12 and 13	LOSS <input type="radio"/>	14	157,676
15 Outside partnership and PA S corp gain (loss) from PA Schedules RK-1 and NRK-1	LOSS <input type="radio"/>	15	
16 Total outside PA Schedule D net gain (loss) from property outside PA. Add Lines 14 and 15. Enter this number on Page 1, Part III, Line 5a of the PA-20S/PA-65 Information Return	LOSS <input type="radio"/>	16	157,676



1706610027

1706610027

PA SCHEDULE D-IV
Sale, Exchange or Disposition of Property
Within Pennsylvania

1706710025

PA-20S/PA-65 D (PT) 03-17 (I)
PA Department of Revenue

2017

OFFICIAL USE ONLY

Name as shown on the PA-20S/PA-65 Information Return

FEIN

DANKO HOLDINGS LP

690000002

C

Part IV. Sale, Exchange or Disposition of Property outside Pennsylvania. If any of the federal gain (loss) transactions require adjustment, list each transaction and show the differences in federal gain (loss). The difference in PA/federal gain (loss) equals PA gain (loss) minus federal gain (loss). If the difference is negative, fill in the loss oval. Copy PA-20S/PA-65 Schedule D-IV to list additional properties. **Enter whole dollars only.**

Type of Property: R=Real P=Personal S=Security O=Other Intangible (not security)

Amended Schedule ☐

If Part IV is blank, fill in the oval ☐

1 Type of Property

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

Difference in PA/Fed Gain (Loss)

LOSS

2 Type of Property

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

Difference in PA/Fed Gain (Loss)

LOSS

3 Type of Property

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

Difference in PA/Fed Gain (Loss)

LOSS

4 Type of Property

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

Difference in PA/Fed Gain (Loss)

LOSS

5 Type of Property

Description of Property

Date acquired (MMDDYYYY)

PA allowed or allowable depreciation

Cost or other PA basis

Date sold (MMDDYYYY)

Gross sales price

Difference in PA/Fed Gain (Loss)

LOSS



PA SCHEDULE ERent and Royalty
Income (Loss)

1706810023

PA-20S/PA-65 E (PT) 03-17 (I)
PA Department of Revenue**2017**

OFFICIAL USE ONLY

Copy PA-20S/PA-65 Schedule E to list additional properties.

Name as shown on the PA-20S/PA-65 Information Return
DANKO HOLDINGS LPFEIN
690000002**Part A. Property Description** Enter the address and type of each rental property and/or each source of royalty income. If the property is outside PA, fill in the ovalA ☒ 967 HILLCREST AVE LAKE PLACID, NY 12946 RESIDENTIAL RENTALB ☐ 2525 QUARRY ROAD JERSEY SHORE PA 17740 GAS ROYALTIESC ☐ 175 PINE STREET WILLIAMSPORT PA 17701 COMMERICAL BUILDINGD ☐**Part B. (Enter amounts in whole dollars)**

Income (As reported on federal Form 8825)

	Property A	Property B	Property C	Property D
1 Rental income received 1	187,041		2,219,199	
2 Royalty income received 2		841,608		

Expenses (As reported on federal Form 8825)

3 Automobile and travel 3	2,342		25,639	
4 Commissions 4	3,835		32,690	
5 Legal and professional fees 5	5,120		805,054	
6 Repairs 6	26,655			
7 Management fees 7	33,358			
8 Advertising 8	399			
9 Cleaning and maintenance 9				
10 Insurance 10	14,280		7,110	
11 Interest 11	68,149		59,132	
12 Taxes (not based on net income) 12	54,200		125,934	
13 Utilities 13	24,900		64,489	
14 Wages and salaries 14				
15 Depreciation expense 15	176,406		628,606	

Important. PA PIT law does not permit any federal bonus depreciation and limits IRC Section 179 expensing. See the PA PIT Guide

16 Other expenses (itemize) 16				
DEPLETION		126,241		
SUPPLIES AND TELEPHONE	12,299	163,910	75,003	
17 Total Expenses for Each Property – Add Lines 3 through 16 17	421,943	290,151	1,823,657	

Income or Loss

18 Income – If Line 1 or 2 is greater than Line 17 18		551,457	395,542	
19 Loss – If Line 1 or 2 is less than Line 17 (fill in the oval). 19	<input checked="" type="radio"/> 234,902	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
20 Income (loss) from property within Pennsylvania (If loss, fill in oval)			<input type="radio"/> LOSS 20	946,999
21 Income (loss) from property outside Pennsylvania (If loss, fill in oval)			<input type="radio"/> LOSS 21	234,902
22 Rent or royalty income (loss) from PA sources from PA Schedule(s) NRK-1 (If loss, fill in oval)			<input type="radio"/> LOSS 22	163,532
23 Rent or royalty income (loss) from sources outside PA from PA Schedule(s) RK-1 and NRK-1. (If loss, fill in oval)			<input type="radio"/> LOSS 23	
24 Net rent and royalty income (loss) from PA sources. Add Lines 20 and 22. (If loss, fill in oval)			<input type="radio"/> LOSS 24	1,110,531
25 Net rent and royalty income (loss) from outside Pennsylvania. Add Lines 21 and 23 (If loss, fill in oval)			<input checked="" type="radio"/> LOSS 25	234,902

Note: Net gain (loss) from federal Form 4797, from the disposition of property from rental real estate activities must be reported on PA-20S/PA-65 Schedule D**Note:** The sum of Lines 24 and 25 should generally agree to PA-20S/PA-65 Schedule M, Part A, Lines 2, 3 and 6, Column (f)

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PA SCHEDULE H

Apportioned Business Income
(Loss)/Calculation of PA Net
Business Income (Loss)
PA-20S/PA-65 H (PT) 04-17 (I)
PA Department of Revenue

1706910021

2017

OFFICIAL USE ONLY

Name as shown on PA-20S/PA-65 Information Return
DANKO HOLDINGS LP

FEIN
6900000002

APPORTIONED INCOME (LOSS) FROM A BUSINESS, PROFESSION, OR FARM DERIVED FROM SOURCES BOTH WITHIN AND OUTSIDE PENNSYLVANIA.

Complete this schedule and submit it with the PA-20S/PA-65 Information Return if a PA S corporation, partnership or limited liability company filing as a partnership or PA S corporation for federal income tax purposes derives business income from sources within and outside Pennsylvania or is located in a KOZ. If one or more of the partners is a C corporation, the partnership must also complete PA-20S/PA-65 Schedule H-Corp and submit a copy to each corporate partner. DO NOT USE THIS SCHEDULE TO APPORTION PA-SOURCE INCOME FROM OTHER ENTITIES

The entity must calculate a figure as required in 1C, 2C and 3C to apply to net business income (loss) to determine the amount from within Pennsylvania. Line 5 is an average of the sum of three fractions shown below

NET BUSINESS INCOME (LOSS) APPORTIONMENT FORMULA

Submit a statement listing all places BOTH WITHIN AND OUTSIDE PENNSYLVANIA where the entity operates its business.

TABLE 1 - PROPERTY FACTOR	Description	Total Everywhere	Within Pennsylvania
Real and Tangible Property Owned (original cost value)			
	Land and Buildings, including property rented *	28,637,488	24,544,670
	Machinery and Equipment, including property rented * . .		
	Furniture and Fixtures, including property rented * . . .		
	Automobiles and Trucks, including property rented * . . .		
	Inventories	300	300
	Other Tangible Property, including property rented * . . .		
	Total Property	1 (A) 28,637,788	1 (B) 24,544,970

* Eight times net annual rental rate (Attach Schedule)

1C Property factor (divide 1(B) by 1(A) - calculate to six decimal places) 0 . 8 5 7 0 8 3

TABLE 2 - PAYROLL FACTOR	Description	Total Everywhere	Within Pennsylvania
Wages, salaries, commissions and other compensation to employees in			
	Cost of goods sold		
	Compensation of officers		
	Salesmen's salaries and commissions		
	Other	1,136,641	1,136,641
	Total Payroll	2 (A) 1,136,641	2 (B) 1,136,641

2C Payroll factor (divide 2(B) by 2(A) - calculate to six decimal places) 1 . 0 0 0 0 0 0

TABLE 3 - SALES FACTOR	Description	Total Everywhere	Within Pennsylvania
Sales (Net of Returns and Allowances)		2,718,989	2,718,989
	Interest, Dividends, Rents, Royalties	3,330,111	3,143,070
	Other Income (receipts only)	204,103	204,103
	Gross Sales Price of Assets (except securities**)	1,948,000	1,398,000
	Total Sales	3 (A) 8,201,203	3 (B) 7,464,162

** Unless you are a securities dealer

3C Sales factor (divide 3(B) by 3(A) - calculate to six decimal places) 0 . 9 1 0 1 3 0

1	Real and Tangible Property. Enter the amount from Line 1C	1	<u>0 . 8 5 7 0 8 3</u>
2	Wages, Salaries, Commissions, and Other Compensation. Enter the amount from Line 2C.	2	<u>1 . 0 0 0 0 0 0</u>
3	Sales. Enter the amount from Line 3C	3	<u>0 . 9 1 0 1 3 0</u>
4	Total Lines 1 through 3	4	<u>2 . 7 6 7 2 1 3</u>
5	Apportionment - Divide Line 4 by 3, if all three factors apply, by 2, if only two factors apply, or by 1, if only one factor applies. Calculate to six decimal places	5	<u>0 . 9 2 2 4 0 4</u>
6	Total Net Income (Loss) from business Schedule M, Part B, Section G, Line 2	6	1,249,794
7	Net Income (Loss) for Pennsylvania Multiply Line 6 by Line 5. Enter on the PA-20S/PA-65 Information Return, Part II, Line 2e.	7	1,152,815

Special Apportionment to be completed only by railroad, truck, bus, and airline entities, pipeline or natural gas entities and water transportation entities. (Refer to PA-20S/PA-65 Schedule H instructions)

(A) Numerator (A)

(B) Denominator (B)



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PA SCHEDULE H-Corp

1707410021

Corporate Partner Apportioned
Business Income (Loss)PA-20S/PA-65 H-Corp (PT) 04-17 (I)
PA Department of Revenue**2017**

OFFICIAL USE ONLY

Name as shown on PA-20S/PA-65 Information Return	Date the taxable period ended	FEIN	Revenue ID
DANKO HOLDINGS LP	12/31/2017	690000002	

Complete this schedule to apportion business income (loss) for partners who are business entities only. This schedule should be provided to partners who are business entities. If the partnership derives business income from sources within and outside Pennsylvania or totally within Pennsylvania, complete this schedule. Any partner who is a corporation will use its share of the information provided in the calculation of its own apportionment factor.

SALES FACTOR Description	Inside PA	Inside and Outside PA
Sales (Net of Returns and Allowances)	2,718,989	2,718,989
Interest, Rents, Royalties	3,143,070	3,330,111
Gross Sales Price of Assets (Except securities) ..	1,398,000	1,948,000
Other Sales (receipts only)	204,103	204,103
Partner's share of sales from partnerships	10,769,427	17,489,910
Total Sales	(A) 18,233,589	(B) 25,691,113

PA Apportionment. For CNI Tax divide (A) by (B)	<u>0</u> • <u>7</u> <u>0</u> <u>9</u> <u>7</u> <u>2</u> <u>4</u>
---	--

Special Apportionment to be completed only by railroad, truck, bus, and airline entities, pipeline or natural gas entities and water transportation entities.
(Refer to PA-20S/PA-65 Schedule H-Corp instructions) (A) Numerator (A)

(B) Denominator (B) _____ = ____ • _____



1707410021

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**PARTNER/MEMBER/
SHAREHOLDER DIRECTORY**
Directory

1707610026

PA-20S/PA-65 P/M/D (PT) 04-17 (I)
PA Department of Revenue

2017

OFFICIAL USE ONLY

Name as shown on the PA-20S/PA-65 Information Return

FEIN

DANKO HOLDINGS LP

690000002

C

The entity must list its partners/members/shareholders on this schedule. Enter the following for all partners/members/shareholders.

SSN/FEIN; REVENUE ID; OWNERSHIP % (enter each owner's percentage), and NAME AND ADDRESS. Copy Directory to list additional owners.

CODE - Enter the type of owner by code

See instructions

B = Bank/Financial Institution

PI = Part-year Resident Individual (S Corp Only)

T = Trust

DE = Disregarded Entity

I = Insurance Company

P = Partnership

S = S Corporation

RI = Resident Individual

L = LLC taxed as a Partnership

LC = LLC taxed as a C Corporation

LS = LLC taxed as an S Corporation

C = C Corporation

NR = Nonresident Individual

E = Estate

X = Exempt

1	Code	SSN/FEIN	Revenue ID	Ownership %
	RI	710444444		0 ■ 690000

Name

BERNICE WILLIAMS

Address.

2240 N CARLISLE ST PHILADELPHIA PA 19111

2	Code	SSN/FEIN	Revenue ID	Ownership %
	RI	710555555		0 ■ 100000

Name

BARBARA HANSON

Address

230 GATES ST PHILADELPHIA PA 19111

3	Code	SSN/FEIN	Revenue ID	Ownership %
	NR	710666666		0 ■ 100000

Name

JANICE SHELTON

Address.

43 ROCKY ROAD LOUISVILLE KY 40245

4	Code	SSN/FEIN	Revenue ID	Ownership %
	RI	710777777		0 ■ 100000

Name

JOHN MURPHY

Address

2604 PENNSYLVANIA AVE PHILADELPHIA PA 19111

5	Code	SSN/FEIN	Revenue ID	Ownership %
	C	710111111	1001234567	0 ■ 010000

Name

DANKO HOLDINGS INC

Address

995 N 66TH ST PHILADELPHIA 19111

6	Code	SSN/FEIN	Revenue ID	Ownership %
				■

Name:

Address



1707610026

1707610026

PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

Last Name		Suffix	First Name	MI
WILLIAMS			BERNICE	
SSN	710-44-4444			
Spouse's SSN If jointly held		Phone Number		
FEIN				
Name of Owner Receiving RK-1 (if other than an individual)				
First Line of Address		Amended Schedule <input type="checkbox"/>	Final <input type="checkbox"/>	Owner
2240 N CARLISLE ST		Shareholder's stock ownership _____%		<input checked="" type="radio"/> Individual
Second Line of Address		Beneficiary's year-end distribution _____%		<input type="radio"/> PA S Corp
		Partner's percentage of		<input type="radio"/> All Other Corp.
City or Post Office	State	ZIP Code	Profit sharing: 0.690000%	<input type="radio"/> Estate/Trust
PHILADELPHIA	PA	19111	Loss sharing: 0.690000%	<input type="radio"/> Partnership
			Ownership of capital: 0.690000%	<input type="radio"/> LLC
				<input type="radio"/> Exempt
Name of Entity Issuing RK-1				
DANKO HOLDINGS LP				
City or Post Office	State	ZIP Code	Entity (Fill in one oval only)	
PHILADELPHIA	PA	19111	<input type="radio"/> Estate/Trust <input checked="" type="radio"/> Partnership	
FEIN	Revenue ID	<input type="radio"/> PA S Corp <input type="radio"/> LLC		
690000002		<input type="radio"/> Fiscal Year <input type="radio"/> Short Year		
			Begin	End
NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.				
Enter whole dollars only				
1 PA-Taxable Business Income (Loss) from Operations If a loss, fill in the oval <input type="checkbox"/> 1 164,568				
2 Interest Income 2 370				
3 Dividend Income 3 1,195				
4 Net Gain (Loss) from the Sale, Exchange or Disposition of Property If a loss, fill in the oval. <input type="checkbox"/> 4 565,965				
5 Net Income (Loss) from Rents, Royalties, Patents and Copyrights If a loss, fill in the oval. <input type="checkbox"/> 5 604,185				
6 Income of/from Estates or Trusts 6				
7 Gambling and Lottery Winnings (Loss) If a loss, fill in the oval <input type="checkbox"/> 7				
8 Resident Credit. Submit statement 8				
9 Total Other Credits. Submit statement 9				
10 Distributions of Cash, Marketable Securities and Property - not including guaranteed payments 10 4,214,261				
11 Guaranteed Payments for Capital or Other Services 11				
12 All Other Guaranteed Payments for Services Rendered 12				
13 Guaranteed Payments to the Retired Partner 13				
14 Distributions from PA Accumulated Adjustments Account If liquidating, fill in the oval <input type="checkbox"/> 14				
15 Distributions of Cash, Marketable Securities and Property 15				
16 Nontaxable income (loss) or nondeductible expenses required to If a loss, fill in the oval <input type="checkbox"/> 16				
calculate owner's basis. Submit statement.				
17 Owner's Share of IRC Section 179 allowed according to PA rules 17				
18 Owner's Share of Straight-Line Depreciation 18 689,180				
19 Partner's Share of Nonrecourse Liabilities at year-end 19 39,219				
20 Partner's Share of Recourse Liabilities at year-end 20 130,257,362				



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1707210025

PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

SSN	710-55-5555	Last Name	HANSON	Suffix		First Name	BARBARA	MI	
Spouse's SSN If jointly held		Name of Owner Receiving RK-1 (if other than an individual)				Phone Number			
FEIN									
First Line of Address	230 GATES DR			Amended Schedule	<input type="checkbox"/>	Final	<input type="checkbox"/>	Owner	
Second Line of Address				Shareholder's stock ownership			%	<input checked="" type="radio"/>	Individual
City or Post Office	State	ZIP Code		Beneficiary's year-end distribution			%	<input type="radio"/>	PA S Corp.
PHILADELPHIA	PA	19111		Partner's percentage of				<input type="radio"/>	All Other Corp.
				Profit sharing	0.100000%			<input type="radio"/>	Estate/Trust
				Loss sharing	0.100000%			<input type="radio"/>	Partnership
				Ownership of capital:	0.100000%			<input type="radio"/>	LLC
								<input type="radio"/>	Exempt
Name of Entity Issuing RK-1	DANKO HOLDINGS LP			Entity (Fill in one oval only)					
City or Post Office	State	ZIP Code		<input type="radio"/> Estate/Trust	<input checked="" type="radio"/> Partnership				
PHILADELPHIA	PA	19111		<input type="radio"/> PA S Corp	<input type="radio"/> LLC				
FEIN	Revenue ID			<input type="radio"/> Fiscal Year	<input type="radio"/> Short Year				
690000002				Begin		End			

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

			Enter whole dollars only
1	PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval <input type="checkbox"/>	23,852
2	Interest Income		54
3	Dividend Income		173
4	Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval. <input type="checkbox"/>	82,025
5	Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval <input type="checkbox"/>	87,566
6	Income of/from Estates or Trusts		
7	Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval <input type="checkbox"/>	
8	Resident Credit. Submit statement		
9	Total Other Credits. Submit statement		
10	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments		20,330
11	Guaranteed Payments for Capital or Other Services		
12	All Other Guaranteed Payments for Services Rendered		
13	Guaranteed Payments to the Retired Partner		
14	Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval <input type="checkbox"/>	
15	Distributions of Cash, Marketable Securities and Property		
16	Nontaxable income (loss) or nondeductible expenses required to calculate owner's basis. Submit statement.	If a loss, fill in the oval <input type="checkbox"/>	
17	Owner's Share of IRC Section 179 allowed according to PA rules		
18	Owner's Share of Straight-Line Depreciation		99,881
19	Partner's Share of Nonrecourse Liabilities at year-end		
20	Partner's Share of Recourse Liabilities at year-end		635



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PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

SSN 710-77-7777		Last Name MUPRHY		Suffix <input type="text"/>	First Name JOHN	M1 <input type="text"/>
Spouse's SSN <input type="text"/>		Name of Owner Receiving RK-1 (if other than an individual) <input type="text"/>		Phone Number <input type="text"/>		
FEIN <input type="text"/>						
First Line of Address 2604 PENNSYLVANIA AVE		Amended Schedule <input type="checkbox"/>		Final <input type="checkbox"/>		Owner
Second Line of Address <input type="text"/>		Shareholder's stock ownership <input type="text"/> %				<input checked="" type="radio"/> Individual
City or Post Office PHILADELPHIA		Beneficiary's year-end distribution <input type="text"/> %				<input type="radio"/> PA S Corp.
State PA	ZIP Code 19111	Partner's percentage of Profit sharing 0.100000%				<input type="radio"/> All Other Corp.
		Loss sharing 0.100000%				<input type="radio"/> Estate/Trust
		Ownership of capital: 0.100000%				<input type="radio"/> Partnership
						<input type="radio"/> LLC
						<input type="radio"/> Exempt
Name of Entity Issuing RK-1 DANKO HOLDINGS LP						Partner
City or Post Office PHILADELPHIA		State PA		ZIP Code 19111		<input type="radio"/> General Partner or LLC Member - Manager
FEIN 690000002		Revenue ID <input type="text"/>				<input checked="" type="radio"/> Limited Partner or Other LLC Member
		Entry (Fill in one oval only)				
		<input type="checkbox"/> Estate/Trust		<input checked="" type="checkbox"/> Partnership		
		<input type="checkbox"/> PA S Corp		<input type="checkbox"/> LLC		
		<input type="checkbox"/> Fiscal Year		<input type="checkbox"/> Short Year		
		Begin <input type="text"/>		End <input type="text"/>		

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

				Enter whole dollars only	
Part II	1 PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval <input type="checkbox"/>	1	23,849	
	2 Interest Income		2	53	
	3 Dividend Income		3	173	
	4 Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval <input type="checkbox"/>	4	82,023	
	5 Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval <input type="checkbox"/>	5	87,558	
Part III	6 Income of/from Estates or Trusts		6		
	7 Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval <input type="checkbox"/>	7		
	8 Resident Credit Submit statement		8		
Part IV	9 Total Other Credits. Submit statement		9		
	10 Distributions of Cash, Marketable Securities and Property - not including guaranteed payments		10	25,330	
	11 Guaranteed Payments for Capital or Other Services		11		
Part V	12 All Other Guaranteed Payments for Services Rendered		12		
	13 Guaranteed Payments to the Retired Partner		13		
	14 Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval <input type="checkbox"/>	14		
Part VI	15 Distributions of Cash, Marketable Securities and Property		15		
	16 Nontaxable income (loss) or nondeductible expenses required to	If a loss, fill in the oval <input type="checkbox"/>	16		
	calculate owner's basis. Submit statement.				
Part VII	17 Owner's Share of IRC Section 179 allowed according to PA rules		17		
	18 Owner's Share of Straight-Line Depreciation		18	99,881	
	19 Partner's Share of Nonrecourse Liabilities at year-end		19		
	20 Partner's Share of Recourse Liabilities at year-end		20	572	



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PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-6S RK-1 (PT) 03-17 (I)
PA Department of Revenue**2017**

Part I. General Information

SSN Last Name Suffix First Name M I

Spouse's SSN If jointly held Phone Number

Name of Owner Receiving RK-1 (if other than an individual)

FEIN **DANKO HOLDINGS INC**

First Line of Address Amended Schedule ☐ Final ☐ Owner ☐

995 N 66TH ST Shareholder's stock ownership _____% ☐ Individual

Second Line of Address Beneficiary's year-end distribution _____% ☐ PA S Corp

City or Post Office State ZIP Code Partner's percentage of ☒ All Other Corp.

PHILADELPHIA **PA** **19111** Profit sharing **0.010000%** ☐ Estate/Trust

Loss sharing **0.010000%** ☐ Partnership

Ownership of capital **0.010000%** ☐ LLC

☐ Exempt

Name of Entity Issuing RK-1

DANKO HOLDINGS LP

City or Post Office State ZIP Code Entity (Fill in one oval only)

PHILADELPHIA **PA** **19111** ☐ Estate/Trust ☒ Partnership

FEIN Revenue ID ☐ PA S Corp ☐ LLC

690000002 ☐ Fiscal Year ☐ Short Year

Begin _____ End _____

Partner: ☒ General Partner or LLC Member - Manager ☐ Limited Partner or Other LLC Member

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

			Enter whole dollars only
Part II	1 PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval <input type="checkbox"/>	1 2,385
	2 Interest Income		2 5
	3 Dividend Income		3 17
	4 Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval. <input type="checkbox"/>	4 8,203
	5 Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval. <input type="checkbox"/>	5 8,756
Part III	6 Income of/from Estates or Trusts		6
	7 Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval <input type="checkbox"/>	7
	8 Resident Credit. Submit statement		8
Part IV	9 Total Other Credits. Submit statement		9
	10 Distributions of Cash, Marketable Securities and Property - not including guaranteed payments		10
	11 Guaranteed Payments for Capital or Other Services		11
Part V	12 All Other Guaranteed Payments for Services Rendered		12
	13 Guaranteed Payments to the Retired Partner		13
	14 Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval <input type="checkbox"/>	14
Part VI	15 Distributions of Cash, Marketable Securities and Property		15
	16 Nontaxable income (loss) or nondeductible expenses required to calculate owner's basis. Submit statement.		16
	17 Owner's Share of IRC Section 179 allowed according to PA rules		17
Part VII	18 Owner's Share of Straight-Line Depreciation		18 9,988
	19 Partner's Share of Nonrecourse Liabilities at year-end		19 396
	20 Partner's Share of Recourse Liabilities at year-end		20 5,075,742



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PA SCHEDULE NRK-1

1707310023

Nonresident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 NRK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

Part I. General Information

SSN **710-66-6666** Last Name **SHELTON** Suffix First Name **JANICE** M I

Spouse's SSN If jointly held Phone Number

FEIN Name of Owner Receiving NRK-1 (if other than an individual)

First Line of Address **43 ROCKY ROAD** Amended Schedule ☐ Final ☐ Owner's ☒ Individual

Second Line of Address Shareholder's stock ownership ☐ % ☐ PA S Corp

City or Post Office **LOUISVILLE** State **KY** ZIP Code **40245** Beneficiary's year-end distribution ☐ % ☐ All Other Corp

Profit sharing ☒ 1000000 % ☐ Estate/Trust

Loss sharing ☒ 1000000 % ☐ Partnership

Ownership of capital ☒ 1000000 % ☐ LLC

☐ Exempt

Name of Entity Issuing NRK-1 **DANKO HOLDINGS LP** Partner: ☐ General Partner or LLC Member - Manager

City or Post Office **PHILADELPHIA** State **PA** ZIP Code **19111** Entity: (Fill in one oval only) ☐ Estate/Trust ☒ Partnership

FEIN **690000002** Revenue ID ☐ PA S Corp ☐ LLC

☐ Fiscal Year ☐ Short Year ☒ Limited Partner or Other LLC Member

Begin End

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

Enter whole dollars only

Line	Description	Amount
1	PA-Taxable Business Income (Loss) from Operations If a loss, fill in the oval <input type="checkbox"/>	70,431
2	Net Gain (Loss) from the Sale, Exchange or Disposition of Property If a loss, fill in the oval <input type="checkbox"/>	66,257
3	Net Income (Loss) from Rents, Royalties, Patents and Copyrights If a loss, fill in the oval <input type="checkbox"/>	111,054
4	Income of/from Estates or Trusts	
5	Gambling and Lottery Winnings (Loss) If a loss, fill in the oval <input type="checkbox"/>	
6	PA Nonresident Tax Withheld	7,606
7	Total Other Credits. Submit statement	
8	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments	29,838
9	Guaranteed Payments for Capital or Other Services	
10	All Other Guaranteed Payments for Services Rendered (PA-Appportioned Amount Only)	
11	Guaranteed Payments to the Retired Partner	
12	Distributions from PA Accumulated Adjustments Account If liquidating, fill in the oval <input type="checkbox"/>	
13	Distributions of Cash, Marketable Securities and Property	
14	Nontaxable income (loss) or nondeductible expenses required to calculate owner's economic investment. Submit statement If a loss, fill in the oval <input type="checkbox"/>	
15	Owner's Share of IRC Section 179 allowed according to PA rules	
16	Owner's Share of Straight-Line Depreciation	99,881
17	Partner's Share of Nonrecourse Liabilities at year-end	
18	Partner's Share of Recourse Liabilities at year-end	52



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PA SCHEDULE NW
Nonresident Withholding Payments for
PA S Corporations and Partnerships

1708410020

PA-20S/PA-65 NW (PT) 03-17 (I)
PA Department of Revenue

2017

OFFICIAL USE ONLY

Name as shown on the PA-20S/PA-65 Information Return

DANKO HOLDINGS LP

FEIN

690000002

Nonresident Withholding Payments PA S Corporations and Partnerships

Use this schedule to list all the withholding and extension payments that the PA S corporation, partnership or limited liability company filing as a partnership or PA S corporation for federal income tax purposes made on behalf of individual shareholders or partners, estates or trusts that were not residents of Pennsylvania during the taxable year

A PA Tax Due on PA-Taxable Income to Nonresident Individuals, Estates, or Trusts. A

\$ 7,606

B Nonresident Withholding Payments and Extension Payment during the Entity's Taxable Year.

Date	Amount		Date	Amount
04/15/16	1,230			
07/15/16	1,230			
10/10/16	1,230			
01/15/17	1,230			

Total Nonresident Withholding Payments and Extension Payment. Enter here and on the PA-20S/PA-65 Information Return, Part V, Line 14a. B

\$ 4,920

C Payment remitted with the PA-40NRC, Nonresident Consolidated Tax Return, if electing nonresident individual owners elect to participate in a group return C

\$

D Reconciliation Payment. Subtract B and C from A, and enter here and on the PA-20S/PA-65 Information Return Part V, Line 14b D

\$ 2,686

Pay any balance due with the PA-20S/PA-65 Information Return



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PA SCHEDULE CPCorporate Partner
CNI Withholding

1708210024

PA-20S/PA-65 CP (PT) 03-17 (I)
PA Department of Revenue**2017****Part I General Information for Corporate Partner**

Name of Corporation DANKO HOLDINGS INC		Revenue ID 1001234567	Corporate Partner FEIN 710111111
First Line of Address 995 N 66TH ST		Corporate Partner's percentage of Profit sharing 0 01000% Loss sharing 0 01000% Ownership of capital 0 01000%	
Second Line of Address			
City or Post Office PHILADELPHIA	State PA	ZIP Code 19111	Enter the date the corporation became a partner (MMDDYYYY) 01/01/2010

Part II General Information for the Partnership that withholds and remits Corporate Net Income Tax for Nonfiling Corporate Partners

Name of Partnership issuing this form DANKO HOLDINGS LP		Partnership FEIN 690000002
Address 803 EAST MAPLE STREET		
City or Post Office PHILADELPHIA	State PA	ZIP Code 19111
Enter the date the partnership began doing business in PA (MMDDYYYY)		03/07/2002

Part III Income or Loss and Deductions for Corporate Partner from Federal Schedule K-1

1	Ordinary income or loss from trade or business activities	LOSS 0	1	\$	1,689
2	Net income or loss from rental real estate activities	LOSS 0	2	\$	2,806
3	Net income or loss from other rental activities	LOSS 0	3	\$	
4	Guaranteed payments		4	\$	
5	Interest income		5	\$	186
6	Ordinary dividends		6	\$	17
7	Royalties	LOSS 0	7	\$	8,416
8	Net short-term capital gain or loss	LOSS 0	8	\$	
9	Net long-term capital gain or loss	LOSS 0	9	\$	400
10	Net IRC Section 1231 gain or loss	LOSS 0	10	\$	5,943
11	Net gain or loss from disposal of IRC Section 179 property	LOSS 0	11	\$	
12	Other income, losses or deductions	LOSS 0	12	\$	1,352
13	Total Lines 1 through 12	LOSS 0	13	\$	20,809
14	Apportionment from PA-20S/PA-65 Schedule H-Corp		14		<u>0 . 7 0 9 7 2 4</u>
15	Income apportioned to Pennsylvania (Multiply Line 13 by Line 14.)		15	\$	14,769
16	Corporate net income tax withholding (Multiply Line 15 by 0 0999)		16	\$	1,475

Note to Corporate Partner: The amount on Line 16 has been remitted by the issuing partnership on the corporation's behalf in payment of PA corporate net income tax. The partnership is permitted to adjust the federal Schedule K-1 income for expenses or deductions.

Note to Partnership preparing Schedule CP: The partnership must complete this schedule to determine the withholding for nonfiling corporate partners required to file an RCT-101, PA Corporate Tax Report. Before completing this schedule, complete the PA-20S/PA-65 Schedule H-Corp (to apportion business income (loss) for the corporate partner). The partnership should use the federal Schedule K-1 to calculate withholding for any corporate partner that it is not filing an RCT-101. Withholding is based on federal Schedule K-1 income only.



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DANKO HOLDINGS LP

PA-20S/PA-65

12/31/2017

SCHEDULE M, PART B

SECTION E LINE G14

OTHER EXPENSES NOT ALLOWED ON PA RETURN

DESCRIPTION	AMOUNT
FED INCOME FROM OTHER ENTITIES	<u>\$1,036,352</u>
TOTAL	<u>\$1,036,352</u>

STATEMENT #1

SCHEDULE M, PART B

SECTION C LINE D7

OTHER INCOME ADJUSTMENTS THAT DECREASE PA REPORTABLE INCOME

DESCRIPTION	AMOUNT
STATE ROYALTY DEDUCTION	\$163,910
STATE ROYALTY DEPLETION	<u>\$126,241</u>
TOTAL	<u>\$290,151</u>

STATEMENT #2

SCHEDULE M, PART B

SECTION C LINE D8

OTHER NONTAXABLE INCOME

DESCRIPTION	AMOUNT
STATE ROYALTY DEDUCTION	\$163,910
STATE ROYALTY DEPLETION	<u>\$126,241</u>
TOTAL	<u>\$290,151</u>

STATEMENT #3

Like-Kind Exchanges
(and section 1043 conflict-of-interest sales)

OMB No 1545-1190

2016

Attachment
Sequence No **109**

▶ Attach to your tax return.

▶ Information about Form 8824 and its separate instructions is at www.irs.gov/form8824.

Name(s) shown on tax return

Identifying number

DANKO HOLDINGS, LP

690000002

Part I Information on the Like-Kind Exchange

Note: If the property described on line 1 or line 2 is real or personal property located outside the United States, indicate the country.

1 Description of like-kind property given up

BUILDING

2 Description of like-kind property received

BUILDING

3 Date like-kind property given up was originally acquired (month, day, year)

3 **MM/01/2010** YY

4 Date you actually transferred your property to other party (month, day, year)

4 **MM/06/2017** YY

5 Date like-kind property you received was identified by written notice to another party (month, day, year). See instructions for 45-day written identification requirement

5 **MM/06/2017** YY

6 Date you actually received the like-kind property from other party (month, day, year). See instructions

6 **MM/11/2017** YY

7 Was the exchange of the property given up or received made with a related party, either directly or indirectly (such as through an intermediary)? See instructions. If "Yes," complete Part II. If "No," go to Part III ☐ Yes ☒ No

Note: Do not file this form if a related party sold property into the exchange, directly or indirectly (such as through an intermediary); that property became your replacement property; and none of the exceptions in line 11 applies to the exchange. Instead, report the disposition of the property as if the exchange had been a sale. If one of the exceptions on line 11 applies to the exchange, complete Part II.

Part II Related Party Exchange Information

8 Name of related party

Relationship to you

Related party's identifying number

Address (no., street, and apt., room, or suite no., city or town, state, and ZIP code)

9 During this tax year (and before the date that is 2 years after the last transfer of property that was part of the exchange), did the related party sell or dispose of any part of the like-kind property received from you (or an intermediary) in the exchange? ☐ Yes ☐ No

10 During this tax year (and before the date that is 2 years after the last transfer of property that was part of the exchange), did you sell or dispose of any part of the like-kind property you received? ☐ Yes ☐ No

If both lines 9 and 10 are "No" and this is the year of the exchange, go to Part III. If both lines 9 and 10 are "No" and this is **not** the year of the exchange, stop here. If either line 9 or line 10 is "Yes," complete Part III and report on this year's tax return the deferred gain or (loss) from line 24 **unless** one of the exceptions on line 11 applies

11 If one of the exceptions below applies to the disposition, check the applicable box.

a ☐ The disposition was after the death of either of the related parties.

b ☐ The disposition was an involuntary conversion, and the threat of conversion occurred after the exchange.

c ☐ You can establish to the satisfaction of the IRS that neither the exchange nor the disposition had tax avoidance as one of its principal purposes. If this box is checked, attach an explanation. See instructions.

Name(s) shown on tax return. Do not enter name and social security number if shown on other side.

Your social security number

DANKO HOLDINGS, LP

690000002

Part III Realized Gain or (Loss), Recognized Gain, and Basis of Like-Kind Property Received

Caution: If you transferred **and** received (a) more than one group of like-kind properties or (b) cash or other (not like-kind) property, see **Reporting of multi-asset exchanges in the instructions**

Note: Complete lines 12 through 14 **only** if you gave up property that was not like-kind. Otherwise, go to line 15

12	Fair market value (FMV) of other property given up	12			
13	Adjusted basis of other property given up	13			
14	Gain or (loss) recognized on other property given up. Subtract line 13 from line 12. Report the gain or (loss) in the same manner as if the exchange had been a sale	14			
Caution: If the property given up was used previously or partly as a home, see Property used as home in the instructions					
15	Cash received, FMV of other property received, plus net liabilities assumed by other party, reduced (but not below zero) by any exchange expenses you incurred. See instructions	15			
16	FMV of like-kind property you received	16	4515311		
17	Add lines 15 and 16	17	4515311		
18	Adjusted basis of like-kind property you gave up, net amounts paid to other party, plus any exchange expenses not used on line 15. See instructions	18	233930		
19	Realized gain or (loss). Subtract line 18 from line 17	19	217051		
20	Enter the smaller of line 15 or line 19, but not less than zero	20			
21	Ordinary income under recapture rules. Enter here and on Form 4797, line 16. See instructions	21			
22	Subtract line 21 from line 20. If zero or less, enter -0-. If more than zero, enter here and on Schedule D or Form 4797, unless the installment method applies. See instructions	22			
23	Recognized gain. Add lines 21 and 22	23			
24	Deferred gain or (loss). Subtract line 23 from line 19. If a related party exchange, see instructions	24	217051		
25	Basis of like-kind property received. Subtract line 15 from the sum of lines 18 and 23	25	4998260		

Part IV Deferral of Gain From Section 1043 Conflict-of-Interest Sales

Note: This part is to be used **only** by officers or employees of the executive branch of the Federal Government or judicial officers of the Federal Government (including certain spouses, minor or dependent children, and trustees as described in section 1043) for reporting nonrecognition of gain under section 1043 on the sale of property to comply with the conflict-of-interest requirements. This part can be used **only** if the cost of the replacement property is more than the basis of the divested property

26	Enter the number from the upper right corner of your certificate of divestiture. (Do not attach a copy of your certificate. Keep the certificate with your records.)				
27	Description of divested property ►				
28	Description of replacement property ►				
29	Date divested property was sold (month, day, year)	29	MM/DD/YYYY		
30	Sales price of divested property. See instructions	30			
31	Basis of divested property	31			
32	Realized gain. Subtract line 31 from line 30	32			
33	Cost of replacement property purchased within 60 days after date of sale	33			
34	Subtract line 33 from line 30. If zero or less, enter -0-	34			
35	Ordinary income under recapture rules. Enter here and on Form 4797, line 10. See instructions	35			
36	Subtract line 35 from line 34. If zero or less, enter -0-. If more than zero, enter here and on Schedule D or Form 4797. See instructions	36			
37	Deferred gain. Subtract the sum of lines 35 and 36 from line 32	37			
38	Basis of replacement property. Subtract line 37 from line 33	38			

PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue**2017**

Part I. General Information	SSN		Last Name		Suffix		First Name		MI		
	Spouse's SSN		Name of Owner Receiving RK-1 (if other than an individual)				Phone Number				
	If jointly held										
	FEIN	690000002	DANKO HOLDINGS LP								
	First Line of Address				Amended Schedule <input type="checkbox"/>		Final <input type="checkbox"/>		Owner:		
	803 EAST MAPLE STREET				Shareholder's stock ownership _____%		<input type="checkbox"/> Individual				
	Second Line of Address				Beneficiary's year-end distribution _____%		<input type="checkbox"/> PA S Corp				
					Partner's percentage of		<input type="checkbox"/> All Other Corp				
	City or Post Office				State		ZIP Code		Profit sharing <u>0.1111</u> %		
	PHILADELPHIA				PA		19111		Loss sharing <u>0.1111</u> %		
								Ownership of capital: <u>0.1111</u> %			
Name of Entity Issuing RK-1								<input type="checkbox"/> Partnership			
EVERGREEN INVESTMENTS LLC								<input type="checkbox"/> Estate/Trust			
City or Post Office				State		ZIP Code		Partner			
PHILADELPHIA				PA		19111		<input type="checkbox"/> General Partner or LLC Member - Manager			
FEIN				Revenue ID				<input checked="" type="checkbox"/> Limited Partner or Other LLC Member			
625563070											
				Entity (Fill in one oval only)							
				<input type="checkbox"/> Estate/Trust		<input type="checkbox"/> Partnership					
				<input type="checkbox"/> PA S Corp		<input checked="" type="checkbox"/> LLC					
				<input type="checkbox"/> Fiscal Year		<input type="checkbox"/> Short Year					
				Begin		End					

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

						Enter whole dollars only
Part II	1	PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval	<input type="checkbox"/>	1	
	2	Interest Income			2	
	3	Dividend Income			3	1,731
	4	Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval.	<input type="checkbox"/>	4	
	5	Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval.	<input type="checkbox"/>	5	
Part III	6	Income of/from Estates or Trusts			6	
	7	Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval	<input type="checkbox"/>	7	
	8	Resident Credit Submit statement			8	
	9	Total Other Credits. Submit statement			9	
	10	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments			10	
Part IV	11	Guaranteed Payments for Capital or Other Services			11	
	12	All Other Guaranteed Payments for Services Rendered			12	
	13	Guaranteed Payments to the Retired Partner			13	
Part V	14	Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval	<input type="checkbox"/>	14	
	15	Distributions of Cash, Marketable Securities and Property			15	
Part VI	16	Nontaxable income (loss) or nondeductible expenses required to calculate owner's basis. Submit statement	If a loss, fill in the oval	<input type="checkbox"/>	16	
	17	Owner's Share of IRC Section 179 allowed according to PA rules			17	
Part VII	18	Owner's Share of Straight-Line Depreciation			18	
	19	Partner's Share of Nonrecourse Liabilities at year-end			19	39,615
	20	Partner's Share of Recourse Liabilities at year-end			20	



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PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

SSN Last Name Suffix First Name M.I.

Spouse's SSN If jointly held Phone Number

FEIN 690000002 Name of Owner Receiving RK-1 (if other than an individual) DANKO HOLDINGS LP

First Line of Address 803 EAST MAPLE STREET

Second Line of Address

City or Post Office PHILADELPHIA State PA ZIP Code 19111

Name of Entity Issuing RK-1 KEYSTONE LLC

City or Post Office PHILADELPHIA State PA ZIP Code 19111

FEIN 327439642 Revenue ID

Entity: (Fill in one oval only)

☐ Estate/Trust ☐ Partnership

☐ PA S Corp ☒ LLC

☐ Fiscal Year ☐ Short Year

Amended Schedule ☐ Final ☐

Shareholder's stock ownership _____%

Beneficiary's year-end distribution _____%

Partner's percentage of Profit sharing 0.4000%

Loss sharing 0.4000%

Ownership of capital 0.4000%

Owner

☐ Individual

☐ PA S Corp.

☐ All Other Corp.

☐ Estate/Trust

☒ Partnership

☐ LLC

☐ Exempt

Partner:

☐ General Partner or LLC Member - Manager

☒ Limited Partner or Other LLC Member

Part I. General Information

Part II

Part III

Part IV

Part V

Part VI

Part VII

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

Enter whole dollars only

1	PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval <input type="radio"/>	1	23,804
2	Interest Income		2	82
3	Dividend Income		3	
4	Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval. <input type="radio"/>	4	
5	Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval <input type="radio"/>	5	
6	Income of/from Estates or Trusts		6	
7	Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval <input type="radio"/>	7	
8	Resident Credit. Submit statement		8	
9	Total Other Credits. Submit statement		9	
10	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments		10	50,000
11	Guaranteed Payments for Capital or Other Services		11	
12	All Other Guaranteed Payments for Services Rendered		12	
13	Guaranteed Payments to the Retired Partner		13	
14	Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval <input type="radio"/>	14	
15	Distributions of Cash, Marketable Securities and Property		15	
16	Nontaxable income (loss) or nondeductible expenses required to	If a loss, fill in the oval <input type="radio"/>	16	250
	calculate owner's basis. Submit statement			
17	Owner's Share of IRC Section 179 allowed according to PA rules		17	
18	Owner's Share of Straight-Line Depreciation		18	
19	Partner's Share of Nonrecourse Liabilities at year-end		19	39,615
20	Partner's Share of Recourse Liabilities at year-end		20	



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PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

Last Name		Suffix	First Name	MI
SSN				
Spouse's SSN If jointly held		Phone Number		
FEIN	714508643	Name of Owner Receiving RK-1 (if other than an individual) SPORTS CENTER LLC		
First Line of Address		Amended Schedule <input type="checkbox"/>	Final <input type="checkbox"/>	Owner
1000 PINE ROAD		Shareholder's stock ownership _____%		<input type="checkbox"/> Individual
Second Line of Address		Beneficiary's year-end distribution _____%		<input type="checkbox"/> PA S Corp
City or Post Office		Partner's percentage of		<input type="checkbox"/> All Other Corp
MONTOURSVILLE	State PA	Profit sharing 0.6000%		<input type="checkbox"/> Estate/Trust
ZIP Code 17754		Loss sharing: 0.6000%		<input checked="" type="checkbox"/> Partnership
		Ownership of capital: 0.6000%		<input type="checkbox"/> LLC
				<input type="checkbox"/> Exempt
Name of Entity Issuing RK-1		Partner		
TOTAL ACTIVITY LLC		<input type="checkbox"/> General Partner or LLC Member - Manager		
City or Post Office	State PA	ZIP Code 19111	<input checked="" type="checkbox"/> Limited Partner or Other LLC Member	
PHILADELPHIA		Entity (Fill in one oval only)		
FEIN 237124160	Revenue ID	<input type="checkbox"/> Estate/Trust <input type="checkbox"/> Partnership		
		<input type="checkbox"/> PA S Corp <input checked="" type="checkbox"/> LLC		
		<input type="checkbox"/> Fiscal Year <input type="checkbox"/> Short Year		
		Begin _____ End _____		

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

			Enter whole dollars only
1	PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval. <input type="checkbox"/>	37,703
2	Interest Income		
3	Dividend Income		
4	Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval. <input checked="" type="checkbox"/>	30,602
5	Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval. <input type="checkbox"/>	
6	Income of/from Estates or Trusts		
7	Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval. <input type="checkbox"/>	
8	Resident Credit. Submit statement		
9	Total Other Credits. Submit statement		
10	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments		
11	Guaranteed Payments for Capital or Other Services		
12	All Other Guaranteed Payments for Services Rendered		
13	Guaranteed Payments to the Retired Partner		
14	Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval. <input type="checkbox"/>	
15	Distributions of Cash, Marketable Securities and Property		
16	Nontaxable income (loss) or nondeductible expenses required to	If a loss, fill in the oval. <input type="checkbox"/>	717
	calculate owner's basis. Submit statement.		
17	Owner's Share of IRC Section 179 allowed according to PA rules		
18	Owner's Share of Straight-Line Depreciation		
19	Partner's Share of Nonrecourse Liabilities at year-end		39,615
20	Partner's Share of Recourse Liabilities at year-end		



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PA SCHEDULE RK-1

1707210025

Resident Schedule of Shareholder/
Partner/Beneficiary Pass Through
Income, Loss and Credits
PA-20S/PA-65 RK-1 (PT) 03-17 (I)
PA Department of Revenue

2017

Part I. General Information	SSN		Last Name		Suffix		First Name		MI		
	Spouse's SSN		Name of Owner Receiving RK-1 (if other than an individual)		Phone Number						
	FEIN		LIBERTY HOSPITALITY LP								
	First Line of Address				Amended Schedule	<input type="checkbox"/>	Final	<input type="checkbox"/>	Owner		
	1000 SYCAMORE ROAD				Shareholder's stock ownership			<input type="checkbox"/>	Individual		
	Second Line of Address				Beneficiary's year-end distribution			<input type="checkbox"/>	PA S Corp		
	City or Post Office				Partner's percentage of			<input type="checkbox"/>	All Other Corp		
	State				Profit sharing	0.594000%		<input type="checkbox"/>	Estate/Trust		
	ZIP Code				Loss sharing	0.594000%		<input checked="" type="checkbox"/>	Partnership		
	MONTOURSVILLE				Ownership of capital	0.594000%		<input type="checkbox"/>	LLC		
PA								<input type="checkbox"/>	Exempt		
17554											
Name of Entity Issuing RK-1											
LIBERTY PARTNERS LLC											
City or Post Office				State	ZIP Code		Entity: (Fill in one oval only)				
KING OF PRUSSIA				PA	19406		<input type="checkbox"/>	Estate/Trust	<input type="checkbox"/>	Partnership	
FEIN				Revenue ID			<input type="checkbox"/>	PA S Corp	<input checked="" type="checkbox"/>	LLC	
252323451								<input type="checkbox"/>	Fiscal Year	<input type="checkbox"/>	Short Year
				Begin		End					

NOTE: Amounts from this schedule must be reported on the appropriate PA Tax Return.

							Enter whole dollars only
Part II	1	PA-Taxable Business Income (Loss) from Operations	If a loss, fill in the oval	<input checked="" type="checkbox"/>	1	1,072,798	
	2	Interest Income			2	454	
	3	Dividend Income			3		
	4	Net Gain (Loss) from the Sale, Exchange or Disposition of Property	If a loss, fill in the oval	<input checked="" type="checkbox"/>	4	87,723	
	5	Net Income (Loss) from Rents, Royalties, Patents and Copyrights	If a loss, fill in the oval	<input type="checkbox"/>	5	163,532	
Part III	6	Income of/from Estates or Trusts			6		
	7	Gambling and Lottery Winnings (Loss)	If a loss, fill in the oval	<input type="checkbox"/>	7		
	8	Resident Credit. Submit statement			8		
	9	Total Other Credits. Submit statement			9		
Part IV	10	Distributions of Cash, Marketable Securities and Property - not including guaranteed payments			10	655,800	
	11	Guaranteed Payments for Capital or Other Services			11		
	12	All Other Guaranteed Payments for Services Rendered			12		
Part V	13	Guaranteed Payments to the Retired Partner			13		
	14	Distributions from PA Accumulated Adjustments Account	If liquidating, fill in the oval	<input type="checkbox"/>	14		
	15	Distributions of Cash, Marketable Securities and Property			15		
Part VI	16	Nontaxable income (loss) or nondeductible expenses required to calculate owner's basis. Submit statement	If a loss, fill in the oval	<input type="checkbox"/>	16		
	17	Owner's Share of IRC Section 179 allowed according to PA rules			17		
Part VII	18	Owner's Share of Straight-Line Depreciation			18		
	19	Partner's Share of Nonrecourse Liabilities at year-end			19	93,474,769	
	20	Partner's Share of Recourse Liabilities at year-end			20	8,220,688	



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DANKO HOLDINGS LP

PA-20S/PA-65

12/31/2017

SCHEDULE M, PART B

SECTION E LINE G14

OTHER EXPENSES NOT ALLOWED ON PA RETURN

DESCRIPTION	AMOUNT
FED INCOME FROM OTHER ENTITIES	<u>\$1,036,352</u>
TOTAL	<u>\$1,036,352</u>

STATEMENT #1

SCHEDULE M, PART B

SECTION C LINE D7

OTHER INCOME ADJUSTMENTS THAT DECREASE PA REPORTABLE INCOME

DESCRIPTION	AMOUNT
STATE ROYALTY DEDUCTION	\$163,910
STATE ROYALTY DEPLETION	<u>\$126,241</u>
TOTAL	<u>\$290,151</u>

STATEMENT #2

SCHEDULE M, PART B

SECTION C LINE D8

OTHER NONTAXABLE INCOME

DESCRIPTION	AMOUNT
STATE ROYALTY DEDUCTION	\$163,910
STATE ROYALTY DEPLETION	<u>\$126,241</u>
TOTAL	<u>\$290,151</u>

STATEMENT #3

U.S. Return of Partnership Income

OMB No 1545-0123

2016

For calendar year 2016, or tax year beginning _____, 2016, ending _____, 20_____
▶ Information about Form 1065 and its separate instructions is at www.irs.gov/form1065.

A Principal business activity MANAGEMENT	Type or Print	Name of partnership DANKO HOLDINGS LP	D Employer identification number 690000002
B Principal product or service INV/RENTAL		Number, street, and room or suite no. If a P.O. box, see the instructions 803 EAST MAPLE STREET	E Date business started 03/07/2002
C Business code number 531390		City or town, state or province, country, and ZIP or foreign postal code PHILADELPHIA PA 19111	F Total assets (see the instructions) \$ 32695426

- G** Check applicable boxes (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return (6) ☐ Technical termination - also check (1) or (2)
- H** Check accounting method. (1) ☐ Cash (2) ☒ Accrual (3) ☐ Other (specify) ▶ _____
- I** Number of Schedules K-1 Attach one for each person who was a partner at any time during the tax year ▶ **5**
- J** Check if Schedules C and M-3 are attached ☐

Caution. Include **only** trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

Income	1a Gross receipts or sales	1a	2718989		
	b Returns and allowances	1b			
	c Balance. Subtract line 1b from line 1a	1c		2718989	
	2 Cost of goods sold (attach Form 1125-A)	2		55537	
	3 Gross profit. Subtract line 2 from line 1c	3		2663452	
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach statement)	4		-1043244	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5			
	6 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)	6			
Deductions (see the instructions for limitations)	7 Other income (loss) (attach statement)	7		204103	
	8 Total income (loss). Combine lines 3 through 7	8		1824311	
	9 Salaries and wages (other than to partners) (less employment credits)	9		1136641	
	10 Guaranteed payments to partners	10			
	11 Repairs and maintenance	11		696	
	12 Bad debts	12		111693	
	13 Rent	13			
	14 Taxes and licenses	14		109753	
	15 Interest	15		2754	
	16a Depreciation (if required, attach Form 4562)	16a	822202		
	b Less depreciation reported on Form 1125-A and elsewhere on return	16b	788131	16c	34071
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18		13395	
	19 Employee benefit programs	19			
20 Other deductions (attach statement)	20		246356		
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21		1655359		
22 Ordinary business income (loss). Subtract line 21 from line 8	22		168952		

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 general partner or limited liability company member manager) is based on all information of which preparer has any knowledge.

Signature of general partner or limited liability company member manager _____ Date _____

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name SUZANNE REED	Preparer's signature _____	Date _____	Check <input type="checkbox"/> if self-employed	PTIN P10045780
Firm's name ▶ REED & REED ACCOUNTING	Firm's EIN ▶ 456789428		Phone no 717-258-6545	
Firm's address ▶ 135 MINA STREET HARRISBURG, PA 17128				

Schedule B Other Information

1 What type of entity is filing this return? Check the applicable box:	Yes	No
a <input type="checkbox"/> Domestic general partnership		
b <input checked="" type="checkbox"/> Domestic limited partnership		
c <input type="checkbox"/> Domestic limited liability company		
d <input type="checkbox"/> Domestic limited liability partnership		
e <input type="checkbox"/> Foreign partnership		
f <input type="checkbox"/> Other ▶		
2 At any time during the tax year, was any partner in the partnership a disregarded entity, a partnership (including an entity treated as a partnership), a trust, an S corporation, an estate (other than an estate of a deceased partner), or a nominee or similar person?		✓
3 At the end of the tax year		
a Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization, or any foreign government own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership	✓	
b Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership	✓	
4 At the end of the tax year, did the partnership:		
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below		✓

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below		
	✓	

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital
KEYSTONE LLC	327439642	PARTNERSHIP	US	59.400%

5 Did the partnership file Form 8893, Election of Partnership Level Tax Treatment, or an election statement under section 6231(a)(1)(B)(ii) for partnership-level tax treatment, that is in effect for this tax year? See Form 8893 for more details		
		✓
6 Does the partnership satisfy all four of the following conditions?		
a The partnership's total receipts for the tax year were less than \$250,000.		
b The partnership's total assets at the end of the tax year were less than \$1 million.		
c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.		
d The partnership is not filing and is not required to file Schedule M-3		✓
If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item L on Schedule K-1.		
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		✓
8 During the tax year, did the partnership have any debt that was cancelled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		✓
9 Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?		✓
10 At any time during calendar year 2016, did the partnership 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 the instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) If "Yes," enter the name of the foreign country. ▶		✓

Schedule B Other Information (continued)

	Yes	No
11 At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions		✓
12a Is the partnership making, or had it previously made (and not revoked), a section 754 election? See instructions for details regarding a section 754 election.		✓
b Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		✓
c Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		✓
13 Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly owned by the partnership throughout the tax year) <input type="checkbox"/>		
14 At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property?		✓
15 If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect To Foreign Disregarded Entities, enter the number of Forms 8858 attached. See instructions ▶		
16 Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership. ▶		✓
17 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return. ▶		
18a Did you make any payments in 2016 that would require you to file Form(s) 1099? See instructions	✓	
b If "Yes," did you or will you file required Form(s) 1099?	✓	
19 Enter the number of Form(s) 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations, attached to this return. ▶		
20 Enter the number of partners that are foreign governments under section 892. ▶		
21 During the partnership's tax year, did the partnership make any payments that would require it to file Form 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474)?		✓
22 Was the partnership a specified domestic entity required to file Form 8938 for the tax year (See the Instructions for Form 8938)?		✓

Designation of Tax Matters Partner (see instructions)

Enter below the general partner or member-manager designated as the tax matters partner (TMP) for the tax year of this return

Name of designated TMP ▶	DANKO HOLDINGS INC	Identifying number of TMP ▶	710111111
If the TMP is an entity, name of TMP representative ▶	JOHN MURPHY	Phone number of TMP ▶	215-330-8989
Address of designated TMP ▶	995 N 66TH ST PHILADELPHIA PA 19111		

Schedule K		Partners' Distributive Share Items	Total amount	
Income (Loss)	1	Ordinary business income (loss) (page 1, line 22)	1	168952
	2	Net rental real estate income (loss) (attach Form 8825)	2	280845
	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	Guaranteed payments	4	
	5	Interest income	5	18526
	6	Dividends: a Ordinary dividends	6a	1721
	b	Qualified dividends	6b	
	7	Royalties	7	841608
	8	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	8	
Deductions	9a	Net long-term capital gain (loss) (attach Schedule D (Form 1065))	9a	40045
	b	Collectibles (28%) gain (loss)	9b	
	c	Unrecaptured section 1250 gain (attach statement)	9c	
	10	Net section 1231 gain (loss) (attach Form 4797)	10	594260
	11	Other income (loss) (see instructions) Type ▶	11	135232
	12	Section 179 deduction (attach Form 4562)	12	
	13a	Contributions	13a	7997
	b	Investment interest expense	13b	103569
	c	Section 59(e)(2) expenditures: (1) Type ▶ (2) Amount ▶	13c(2)	
	d	Other deductions (see instructions) Type ▶	13d	214167
	Self-Employment	14a	Net earnings (loss) from self-employment	14a
b		Gross farming or fishing income	14b	
c		Gross nonfarm income	14c	
Credits	15a	Low-income housing credit (section 42(j)(5))	15a	
	b	Low-income housing credit (other)	15b	
	c	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	15c	
	d	Other rental real estate credits (see instructions) Type ▶	15d	
	e	Other rental credits (see instructions) Type ▶	15e	
	f	Other credits (see instructions) Type ▶	15f	
Foreign Transactions	16a	Name of country or U.S. possession ▶	16a	
	b	Gross income from all sources	16b	
	c	Gross income sourced at partner level	16c	
	d	Foreign gross income sourced at partnership level		
	e	Passive category ▶ General category ▶ f Other ▶	16f	
	g	Deductions allocated and apportioned at partner level		
	h	Interest expense ▶ h Other ▶	16h	
	i	Deductions allocated and apportioned at partnership level to foreign source income		
	j	Passive category ▶ j General category ▶ k Other ▶	16k	
	l	Total foreign taxes (check one) ▶ Paid <input type="checkbox"/> Accrued <input type="checkbox"/>	16l	11
Alternative Minimum Tax (AMT) Items	m	Reduction in taxes available for credit (attach statement)	16m	
	n	Other foreign tax information (attach statement)		
	17a	Post-1986 depreciation adjustment	17a	-40550
	b	Adjusted gain or loss	17b	-12398
	c	Depletion (other than oil and gas)	17c	
	d	Oil, gas, and geothermal properties—gross income	17d	
Other Information	e	Oil, gas, and geothermal properties—deductions	17e	
	f	Other AMT items (attach statement)	17f	
	18a	Tax-exempt interest income	18a	
	b	Other tax-exempt income	18b	
	c	Nondeductible expenses	18c	6973
	19a	Distributions of cash and marketable securities	19a	4289759
	b	Distributions of other property	19b	
	20a	Investment income	20a	997087
	b	Investment expenses	20b	163950
	c	Other items and amounts (attach statement)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 16l						1	1755445
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt Organization	(vi) Nominee/Other	
a General partners	17549						
b Limited partners		1211256	526640				

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1 Cash			149524		357390
2a Trade notes and accounts receivable		1435517		2488761	
b Less allowance for bad debts			1435517		2488761
3 Inventories			300		300
4 U.S. government obligations					
5 Tax-exempt securities					
6 Other current assets (attach statement)			142697		243427
7a Loans to partners (or persons related to partners)			1696376		2230739
b Mortgage and real estate loans					
8 Other investments (attach statement)			-8506420		-10163401
9a Buildings and other depreciable assets		19535503		25843203	
b Less accumulated depreciation		3901861	15633642	4248272	21594931
10a Depletable assets		3620372		3836313	
b Less accumulated depletion			3620372	126241	3710072
11 Land (net of any amortization)			5088729		6711539
12a Intangible assets (amortizable only)		409534		473637	
b Less accumulated amortization		154511	255023	171193	302444
13 Other assets (attach statement)			7213374		5219224
14 Total assets			26729134		32695426
Liabilities and Capital					
15 Accounts payable			91762		402839
16 Mortgages, notes, bonds payable in less than 1 year					
17 Other current liabilities (attach statement)			93722		501309
18 All nonrecourse loans					
19a Loans from partners (or persons related to partners)					
b Mortgages, notes, bonds payable in 1 year or more			24571564		32734758
20 Other liabilities (attach statement)			277998		
21 Partners' capital accounts			1694088		-943480
22 Total liabilities and capital			26729134		32695426

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

Note. The partnership may be required to file Schedule M-3 (see instructions).

1 Net income (loss) per books	1647713	6 Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize)	
2 Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize)	231830	a Tax-exempt interest \$	235297
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 13d, and 16l, not charged against book income this year (itemize):	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 16l (itemize):		a Depreciation \$	41813
a Depreciation \$		8 Add lines 6 and 7	277110
b Travel and entertainment \$ 6755	153012	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	1755445
5 Add lines 1 through 4	2032555		

Schedule M-2 Analysis of Partners' Capital Accounts

1 Balance at beginning of year	1694088	6 Distributions: a Cash	4289759
2 Capital contributed: a Cash	4478	b Property	
b Property		7 Other decreases (itemize)	
3 Net income (loss) per books	1647713	8 Add lines 6 and 7	4289759
4 Other increases (itemize)		9 Balance at end of year. Subtract line 8 from line 5	-943480
5 Add lines 1 through 4	3346279		

**SCHEDULE B-1
(Form 1065)**(Rev. September 2017)
Department of the Treasury
Internal Revenue Service**Information on Partners Owning 50% or
More of the Partnership**

▶ Attach to Form 1065.

▶ Go to www.irs.gov/Form1065 for the latest information.

OMB No 1545-0123

Name of partnership

DANKO HOLDINGS Ip

Employer identification number (EIN)

690000002

Part I Entities Owning 50% or More of the Partnership (Form 1065, Schedule B, Question 3a)

Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, tax-exempt organization, or any foreign government that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned In Profit, Loss, or Capital
DANKO HOLDINGS INC	710111111	CORPORATION	US	1.000000

Part II Individuals or Estates Owning 50% or More of the Partnership (Form 1065, Schedule B, Question 3b)

Complete columns (i) through (iv) below for any individual or estate that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Maximum Percentage Owned in Profit, Loss, or Capital
BERNICE WILLIAMS	710444444	US	1.000000
BARBARA HANSON	710555555	US	1.000000
JANICE SHELTON	710666666	US	1.000000
JOHN MURPHY	710777777	US	1.000000

**SCHEDULE C
(Form 1065)**(Rev. December 2014)
Department of the Treasury
Internal Revenue Service**Additional Information for Schedule M-3 Filers**

▶ Attach to Form 1065. See separate instructions.

OMB No. 1545-0123

▶ Information about Schedule C (Form 1065) and its instructions is at www.irs.gov/form1065.

Name of partnership

Employer identification number

DANKO HOLDINGS LP**690000002**

Yes	No
<input type="checkbox"/>	<input checked="" type="checkbox"/>
<input type="checkbox"/>	<input checked="" type="checkbox"/>
<input type="checkbox"/>	<input checked="" type="checkbox"/>
<input type="checkbox"/>	<input checked="" type="checkbox"/>
<input type="checkbox"/>	<input checked="" type="checkbox"/>
<input type="checkbox"/>	<input checked="" type="checkbox"/>

- 1 At any time during the tax year, were there any transfers between the partnership and its partners subject to the disclosure requirements of Regulations section 1.707-8?
- 2 Does any amount reported on Schedule M-3, Part II, lines 7 or 8, column (d), reflect allocations to this partnership from another partnership of income, gain, loss, deduction, or credit that are disproportionate to this partnership's share of capital in that partnership or its ratio for sharing other items of that partnership?
- 3 At any time during the tax year, did the partnership sell, exchange, or transfer any interest in an intangible asset to a related person as defined in sections 267(b) and 707(b)(1)?
- 4 At any time during the tax year, did the partnership acquire any interest in an intangible asset from a related person as defined in sections 267(b) and 707(b)(1)?
- 5 At any time during the tax year, did the partnership make any change in accounting principle for financial accounting purposes? See instructions for a definition of change in accounting principle
- 6 At any time during the tax year, did the partnership make any change in a method of accounting for U.S. income tax purposes?

For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

Cat No. 49945S

Schedule C (Form 1065) (Rev. 12-2014)

**SCHEDULE D
(Form 1065)****Capital Gains and Losses**

OMB No. 1545-0123

2016Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1065 or Form 8865.

▶ Use Form 8949 to list your transactions for lines 1b, 2, 3, 8b, 9, and 10.

▶ Information about Schedule D (Form 1065) and its separate instructions is at www.irs.gov/form1065.

Name of partnership

Employer identification number

DANKO HOLDINGS LP

690000002

Part I Short-Term Capital Gains and Losses—Assets Held One Year or Less

See instructions for how to figure the amounts to enter on the lines below.

This form may be easier to complete if you round off cents to whole dollars.

	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
1a Totals for all short-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 1b				
1b Totals for all transactions reported on Form(s) 8949 with Box A checked				
2 Totals for all transactions reported on Form(s) 8949 with Box B checked				
3 Totals for all transactions reported on Form(s) 8949 with Box C checked				
4 Short-term capital gain from installment sales from Form 6252, line 26 or 37				4
5 Short-term capital gain or (loss) from like-kind exchanges from Form 8824				5
6 Partnership's share of net short-term capital gain (loss), including specially allocated short-term capital gains (losses), from other partnerships, estates, and trusts				6
7 Net short-term capital gain or (loss). Combine lines 1a through 6 in column (h). Enter here and on Form 1065, Schedule K, line 8 or 11; or Form 8865, Schedule K, line 8 or 11				7

Part II Long-Term Capital Gains and Losses—Assets Held More Than One Year

See instructions for how to figure the amounts to enter on the lines below.

This form may be easier to complete if you round off cents to whole dollars.

	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
8a Totals for all long-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 8b				
8b Totals for all transactions reported on Form(s) 8949 with Box D checked				
9 Totals for all transactions reported on Form(s) 8949 with Box E checked				
10 Totals for all transactions reported on Form(s) 8949 with Box F checked	109178	69143		40035
11 Long-term capital gain from installment sales from Form 6252, line 26 or 37				11
12 Long-term capital gain or (loss) from like-kind exchanges from Form 8824				12
13 Partnership's share of net long-term capital gain (loss), including specially allocated long-term capital gains (losses), from other partnerships, estates, and trusts				13 10
14 Capital gain distributions (see instructions)				14
15 Net long-term capital gain or (loss). Combine lines 8a through 14 in column (h). Enter here and on Form 1065, Schedule K, line 9a or 11, or Form 8865, Schedule K, line 9a or 11				15 40045

For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

Cat No 11393G

Schedule D (Form 1065) 2016

Schedule K-1
(Form 1065)Department of the Treasury
Internal Revenue Service

2016

For calendar year 2016, or tax
year beginning 1/1, 2016
ending 12/31, 2017Partner's Share of Income, Deductions,
Credits, etc.

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
690000002

B Partnership's name, address, city, state, and ZIP code

DANKO HOLDINGS LP
803 EAST MAPLE STREET
PHILADELPHIA PA 19111C IRS Center where partnership filed return
OGDEND ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
710444444

F Partner's name, address, city, state, and ZIP code

BERNICE WILLIAMS
2240 N CARLISLE ST
PHILADELPHIA PA 19111G ☐ General partner or LLC member-manager ☒ Limited partner or other LLC memberH ☐ Domestic partner ☐ Foreign partner

I1 What type of entity is this partner? INDIVIDUAL

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital (see instructions)

	Beginning	Ending
Profit	0.69000 %	0.69000 %
Loss	0.69000 %	0.69000 %
Capital	0.69000 %	0.69000 %

K Partner's share of liabilities at year end

Nonrecourse	\$	39219
Qualified nonrecourse financing	\$	
Recourse	\$	130257362

L Partner's capital account analysis

Beginning capital account	\$	616316
Capital contributed during the year	\$	3122
Current year increase (decrease)	\$	1136920
Withdrawals & distributions	\$ (4214261)
Ending capital account	\$	-2457903

☐ Tax basis ☒ GAAP ☐ Section 704(b) book
☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?

☐ Yes ☐ No
 If "Yes," attach statement (see instructions)
☐ Final K-1☐ Amended K-1Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items

1	Ordinary business income (loss)	15	Credits
	116577		
2	Net rental real estate income (loss)		
	193783		
3	Other net rental income (loss)	16	Foreign transactions
		A	HK
4	Guaranteed payments	D	75
5	Interest income	L	8
	12783		
6a	Ordinary dividends		
	1188		
6b	Qualified dividends		
	1188		
7	Royalties		
	580709		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
	27631	A	-27978
9b	Collectibles (28%) gain (loss)	B	-8555
9c	Unrecaptured section 1250 gain		
	71709		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
	410039		
11	Other income (loss)	C	4812
A	93310		
12	Section 179 deduction	19	Distributions
		A	4214261
13	Other deductions	20	Other information
A	5518		
H	71462	A	687990
I	113098	B	113126
14	Self-employment earnings (loss)		

*See attached statement for additional information

For IRS Use Only

Schedule K-1
(Form 1065)

Department of the Treasury
Internal Revenue Service

2016

For calendar year 2016, or tax
year beginning 1/1, 2016
ending 12/31, 20 17

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

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
690000002

B Partnership's name, address, city, state, and ZIP code
DANKO HOLDINGS LP
803 EAST MAPLE STREET
PHILADELPHIA PA 19111

C IRS Center where partnership filed return
OGDEN

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
710555555

F Partner's name, address, city, state, and ZIP code
BARBARA HANSON
230 GATES ST
PHILADELPHIA PA 19111

G ☐ General partner or LLC member-manager ☒ Limited partner or other LLC member

H ☐ Domestic partner ☐ Foreign partner

I What type of entity is this partner? INDIVIDUAL

J If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital (see instructions)

	Beginning	Ending
Profit	0 10000 %	0.10000 %
Loss	0.10000 %	0 10000 %
Capital	0 10000 %	0 10000 %

K Partner's share of liabilities at year end

Nonrecourse	\$	
Qualified nonrecourse financing	\$	
Recourse	\$	635

L Partner's capital account analysis:

Beginning capital account	\$	347656
Capital contributed during the year	\$	452
Current year increase (decrease)	\$	164779
Withdrawals & distributions	\$ (20330)
Ending capital account	\$	492557

☐ Tax basis ☒ GAAP ☐ Section 704(b) book
☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?
☐ Yes ☐ No
If "Yes," attach statement (see instructions)

☐ Final K-1

☐ Amended K-1

651113
OMB No 1545-0123

**Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items**

1	Ordinary business income (loss)	15	Credits
	16897		
2	Net rental real estate income (loss)		
	28090		
3	Other net rental income (loss)	16	Foreign transactions
		A	HK
4	Guaranteed payments	D	11
5	Interest income	L	1
6a	Ordinary dividends		
	172		
6b	Qualified dividends		
	172		
7	Royalties		
	84161		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
	4005	A	-4053
9b	Collectibles (28%) gain (loss)	B	-1239
9c	Unrecaptured section 1250 gain		
	10393		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
	59427		
11	Other income (loss)	C	698
A	13524		
12	Section 179 deduction	19	Distributions
		A	20330
13	Other deductions		
A	800		
H	10357	A	99710
I	16391	B	16395
14	Self-employment earnings (loss)		

*See attached statement for additional information.

For IRS Use Only

Schedule K-1
(Form 1065)

Department of the Treasury
Internal Revenue Service

2016

For calendar year 2016, or tax
year beginning 1/1, 2016
ending 12/31, 20 17

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

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
690000002

B Partnership's name, address, city, state, and ZIP code

DANKO HOLDINGS LP
803 EAST MAPLE STREET
PHILADELPHIA PA 19111

C IRS Center where partnership filed return
OGDEN

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
710666666

F Partner's name, address, city, state, and ZIP code
JANICE SHELTON
43 ROCKY ROAD
LOUISVILLE KY 40245

G ☐ General partner or LLC member-manager ☒ Limited partner or other LLC member

H ☐ Domestic partner ☐ Foreign partner

I1 What type of entity is this partner? INDIVIDUAL

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital (see instructions)

	Beginning	Ending
Profit	0 10000 %	0 10000 %
Loss	0 10000 %	0.10000 %
Capital	0.10000 %	0.10000 %

K Partner's share of liabilities at year end

Nonrecourse . . . \$ _____

Qualified nonrecourse financing . . . \$ _____

Recourse . . . \$ 52

L Partner's capital account analysis

Beginning capital account	\$	<u>347618</u>
Capital contributed during the year	\$	<u>452</u>
Current year increase (decrease)	\$	<u>164774</u>
Withdrawals & distributions	\$ (<u>29838</u>)
Ending capital account	\$	<u>483006</u>

☐ Tax basis ☒ GAAP ☐ Section 704(b) book

☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?
☐ Yes ☐ No
If "Yes," attach statement (see instructions)

☐ Final K-1

☐ Amended K-1

651113
OMB No. 1545-0123

**Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items**

1	Ordinary business income (loss)	15	Credits
	<u>16895</u>		
2	Net rental real estate income (loss)		
	<u>28087</u>		
3	Other net rental income (loss)	16	Foreign transactions
		A	<u>HK</u>
4	Guaranteed payments	D	<u>11</u>
5	Interest income	L	<u>1</u>
	<u>1852</u>		
6a	Ordinary dividends		
	<u>172</u>		
6b	Qualified dividends		
	<u>172</u>		
7	Royalties		
	<u>84161</u>		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
	<u>4005</u>	A	<u>-4056</u>
9b	Collectibles (28%) gain (loss)	B	<u>-1239</u>
9c	Unrecaptured section 1250 gain		
	<u>10392</u>		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
	<u>59426</u>	C	<u>697</u>
11	Other income (loss)		
A	<u>13523</u>		
12	Section 179 deduction	19	Distributions
		A	<u>29838</u>
13	Other deductions	20	Other information
A	<u>800</u>	A	<u>99708</u>
H	<u>10357</u>	B	<u>16395</u>
I	<u>16391</u>		
14	Self-employment earnings (loss)		

*See attached statement for additional information.

For IRS Use Only

Schedule K-1
(Form 1065)

Department of the Treasury
Internal Revenue Service

2016

For calendar year 2016, or tax
year beginning 1/1, 2016
ending 12/31, 20 17

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

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
690000002

B Partnership's name, address, city, state, and ZIP code
DANKO HOLDINGS LP
803 EAST MAPLE STREET
PHILADELPHIA PA 19111

C IRS Center where partnership filed return
OGDEN

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
710777777

F Partner's name, address, city, state, and ZIP code
JOHN MURPHY
2604 PENNSYLVANIA AVE
PHILADELPHIA PA 19111

G ☐ General partner or LLC member-manager ☒ Limited partner or other LLC member

H ☐ Domestic partner ☐ Foreign partner

I1 What type of entity is this partner? INDIVIDUAL

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital (see instructions)

	Beginning	Ending
Profit	0 10000 %	0.10000 %
Loss	0 10000 %	0 10000 %
Capital	0 10000 %	0.10000 %

K Partner's share of liabilities at year end

Nonrecourse	\$	
Qualified nonrecourse financing	\$	
Recourse	\$	<u>572</u>

L Partner's capital account analysis:

Beginning capital account	\$	<u>347577</u>
Capital contributed during the year	\$	<u>452</u>
Current year increase (decrease)	\$	<u>164768</u>
Withdrawals & distributions	\$ (<u>25330</u>)
Ending capital account	\$	<u>487467</u>

☐ Tax basis ☒ GAAP ☐ Section 704(b) book
☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?
☐ Yes ☐ No
If "Yes," attach statement (see instructions)

☐ Final K-1 ☐ Amended K-1

651113
OMB No 1545-0123

**Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items**

1 Ordinary business income (loss)	<u>16894</u>	15 Credits	
2 Net rental real estate income (loss)	<u>28079</u>		
3 Other net rental income (loss)		16 Foreign transactions	<u>HK</u>
4 Guaranteed payments		A	<u>11</u>
5 Interest income	<u>1852</u>	L	<u>1</u>
6a Ordinary dividends	<u>172</u>		
6b Qualified dividends	<u>172</u>		
7 Royalties	<u>84161</u>		
8 Net short-term capital gain (loss)			
9a Net long-term capital gain (loss)	<u>4004</u>	17 Alternative minimum tax (AMT) items	<u>-4058</u>
9b Collectibles (28%) gain (loss)		B	<u>-1241</u>
9c Unrecaptured section 1250 gain	<u>10392</u>		
10 Net section 1231 gain (loss)	<u>59425</u>	18 Tax-exempt income and nondeductible expenses	<u>696</u>
11 Other income (loss)	<u>13523</u>	C	
A			
		19 Distributions	<u>25330</u>
12 Section 179 deduction		A	
13 Other deductions	<u>799</u>	20 Other information	<u>99708</u>
A		A	
H	<u>10357</u>	B	<u>16395</u>
I	<u>16391</u>		
14 Self-employment earnings (loss)			

*See attached statement for additional information.

For IRS Use Only

Schedule K-1
(Form 1065)

Department of the Treasury
Internal Revenue Service

2016

For calendar year 2016, or tax
year beginning 1/1, 2016
ending 12/31, 20 17

651113

OMB No 1545-0123

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

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
690000002

B Partnership's name, address, city, state, and ZIP code
DANKO HOLDINGS LP
803 EAST MAPLE STREET
PHILADELPHIA PA 19111

C IRS Center where partnership filed return
OGDEN

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
710111111

F Partner's name, address, city, state, and ZIP code
DANKO HOLDINGS INC
995 N 66TH ST
PHILADELPHIA PA 19111

G ☒ General partner or LLC member-manager ☐ Limited partner or other LLC member

H ☐ Domestic partner ☐ Foreign partner

I1 What type of entity is this partner? CORPORATION

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here ☐

J Partner's share of profit, loss, and capital (see instructions)

	Beginning	Ending
Profit	0.010000 %	0.010000 %
Loss	0.010000 %	0.010000 %
Capital	0.010000 %	0.010000 %

K Partner's share of liabilities at year end

Nonrecourse	\$	396
Qualified nonrecourse financing	\$	
Recourse	\$	5075742

L Partner's capital account analysis

Beginning capital account	\$	34921
Capital contributed during the year	\$	
Current year increase (decrease)	\$	16472
Withdrawals & distributions	\$ ()	
Ending capital account	\$	51393

☐ Tax basis ☒ GAAP ☐ Section 704(b) book

☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?
☐ Yes ☐ No
If "Yes," attach statement (see instructions)

☐ Final K-1 ☐ Amended K-1

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	15	Credits
	1689		
2	Net rental real estate income (loss)		
	2806		
3	Other net rental income (loss)	16	Foreign transactions
		A	HK
4	Guaranteed payments	D	11
5	Interest income		
	186		
6a	Ordinary dividends		
	17		
6b	Qualified dividends		
	17		
7	Royalties		
	8416		
8	Net short-term capital gain (loss)		
9a	Net long-term capital gain (loss)	17	Alternative minimum tax (AMT) items
	400	A	-405
9b	Collectibles (28%) gain (loss)		
		B	-124
9c	Unrecaptured section 1250 gain		
	1040		
10	Net section 1231 gain (loss)	18	Tax-exempt income and nondeductible expenses
	5943		
11	Other income (loss)	C	70
A	1352		
12	Section 179 deduction		
13	Other deductions		
A	80		
H	1036	A	9971
I	1639	B	1639
14	Self-employment earnings (loss)		
19	Distributions		
20	Other information		

*See attached statement for additional information.

For IRS Use Only

► Information about Form 8949 and its separate instructions is at www.irs.gov/form8949.
► File with your Schedule D to list your transactions for lines 1b, 2, 3, 8b, 9, and 10 of Schedule D.

2016

Attachment
Sequence No. **12A**

Social security number or taxpayer identification number

690000002

Part I **Short-Term.** Transactions involving capital assets you held 1 year or less are short term. For long-term transactions, see page 2.

You must check Box A, B, or C below. Check only one box. If more than one box applies for your short-term transactions, complete a separate Form 8949, page 1, for each applicable box. If you have more short-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- ☐ (A) Short-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS (see **Note** above)
- ☐ (B) Short-term transactions reported on Form(s) 1099-B showing basis **wasn't** reported to the IRS
- ☐ (C) Short-term transactions not reported to you on Form 1099-B

[illegible]

Note: If you checked Box A above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See *Column (g)* in the separate instructions for how to figure the amount of the adjustment.

Name(s) shown on return, Name and SSN or taxpayer identification no. not required if shown on other side

Social security number or taxpayer identification number

Before you check Box D, E, or F below, see whether you received any Form(s) 1099-B or substitute statement(s) from your broker. A substitute statement will have the same information as Form 1099-B. Either will show whether your basis (usually your cost) was reported to the IRS by your broker and may even tell you which box to check.

Part II Long-Term. Transactions involving capital assets you held more than 1 year are long term. For short-term transactions, see page 1.

Note: You may aggregate all long-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS and for which no adjustments or codes are required. Enter the totals directly on Schedule D, line 8a; you aren't required to report these transactions on Form 8949 (see instructions).

You must check Box D, E, or F below. Check only one box. If more than one box applies for your long-term transactions, complete a separate Form 8949, page 2, for each applicable box. If you have more long-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- ☐ (D) Long-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS (see **Note** above)
- ☐ (E) Long-term transactions reported on Form(s) 1099-B showing basis **wasn't** reported to the IRS
- ☒ (F) Long-term transactions not reported to you on Form 1099-B

1	(a) Description of property (Example 100 sh. XYZ Co.)	(b) Date acquired (Mo, day, yr.)	(c) Date sold or disposed of (Mo, day, yr.)	(d) Proceeds (sales price) (see instructions)	(e) Cost or other basis See the Note below and see Column (e) in the separate instructions	Adjustment, if any, to gain or loss If you enter an amount in column (g), enter a code in column (f) See the separate instructions.		(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)
						(f) Code(s) from instructions	(g) Amount of adjustment	
	FARM	VARIOUS	12-31-17	105038	69143			35895
	PERMANENT ROW	VARIOUS	03-31-2017	4140				4140
2 Totals. Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, line 8b (if Box D above is checked), line 9 (if Box E above is checked), or line 10 (if Box F above is checked) ▶				109178	69143			40035

Note: If you checked Box D above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See **Column (g)** in the separate instructions for how to figure the amount of the adjustment.

(Rev. October 2016)

Department of the Treasury
Internal Revenue Service**Cost of Goods Sold**

OMB No. 1545-0123

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-S, 1065, or 1065-B.
▶ Information about Form 1125-A and its instructions is at www.irs.gov/form1125a.

Name

Employer identification number

DANKO HOLDINGS LP**690000002**

1	Inventory at beginning of year	1	300
2	Purchases	2	55537
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	55837
7	Inventory at end of year	7	300
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	55537

9a Check all methods used for valuing closing inventory

(i) ☐ Cost

(ii) ☒ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ☐

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 amount 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 entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

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

General Instructions**Purpose of Form**

Use Form 1125-A to calculate and deduct cost of goods sold for certain entities.

Who Must File

Filers of Form 1120, 1120-C, 1120-F, 1120-S, 1065, or 1065-B, must complete and attach Form 1125-A if the applicable entity reports a deduction for cost of goods sold.

Inventories

Generally, inventories are required at the beginning and end of each tax year if the production, purchase, or sale of merchandise is an income-producing factor. See Regulations section 1.471-1. If inventories are required, you generally must use an accrual method of accounting for sales and purchases of inventory items.

Exception for certain taxpayers. If you are a qualifying taxpayer or a qualifying small business taxpayer (defined below), you can adopt or change your accounting method to account for inventoriable items in the same manner as materials and supplies that are not incidental.

Under this accounting method, inventory costs for raw materials purchased for use in producing finished goods and merchandise purchased for resale are deductible in the year the finished goods or merchandise are sold (but not before the year you paid for the raw materials or merchandise, if you are also using the cash method).

If you account for inventoriable items in the same manner as materials and supplies that are not incidental, you can currently deduct expenditures for direct labor and all indirect costs that would otherwise be included in inventory costs. See the instructions for lines 2 and 7.

For additional guidance on this method of accounting, see Pub. 538, Accounting Periods and Methods. For guidance on adopting or changing to this method of accounting, see Form 3115, Application for Change in Accounting Method, and its instructions.

Qualifying taxpayer. A qualifying taxpayer is a taxpayer that, (a) for each prior tax year ending after December 16, 1998, has average annual gross receipts of \$1 million or less for the 3 prior tax years, and (b) its business is not a tax shelter (as defined in section 448(d)(3)). See Rev. Proc. 2001-10, 2001-2 I.R.B. 272.**Qualifying small business taxpayer.** A qualifying small business taxpayer is a taxpayer that, (a) for each prior tax year

ending on or after December 31, 2000, has average annual gross receipts of \$10 million or less for the 3 prior tax years, (b) whose principal business activity is not an ineligible activity, and (c) whose business is not a tax shelter (as defined in section 448(d)(3)). See Rev. Proc. 2002-28, 2002-18 I.R.B. 815.

Uniform capitalization rules. The uniform capitalization rules of section 263A generally require you to capitalize, or include in inventory, certain costs incurred in connection with the following.

- The production of real property and tangible personal property held in inventory or held for sale in the ordinary course of business.
- Real property or personal property (tangible and intangible) acquired for resale
- The production of real property and tangible personal property by a corporation for use in its trade or business or in an activity engaged in for profit.

See the discussion on section 263A uniform capitalization rules in the instructions for your tax return before completing Form 1125-A. Also see Regulations sections 1.263A-1 through 1.263A-4. See Regulations section 1.263A-4 for rules for property produced in a farming business.

Form **4562**Department of the Treasury
Internal Revenue Service (99)**Depreciation and Amortization**
(Including Information on Listed Property)

▶ Attach to your tax return.

▶ Information about Form 4562 and its separate instructions is at www.irs.gov/form4562.

OMB No 1545-0172

2016Attachment
Sequence No **179**

Name(s) shown on return

DANKO HOLDINGS LP

Business or activity to which this form relates

REGULAR DEPRECIATION

Identifying number

690000002

Part I Election To Expense Certain Property Under Section 179**Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	
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	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	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 line 13 of your 2015 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2017. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property.) (See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2016	17	9830
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B—Assets Placed in Service During 2016 Tax Year Using the General Depreciation System

(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
19a 3-year property						
b 5-year property		1128	5	MQ	200DB	395
c 7-year property		51819	7	HY	200DB	7403
d 10-year property						
e 15-year property		50508	15	HY	150DB	2525
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property	2017-11	202032	39 yrs.	MM	S/L	648

Section C—Assets Placed in Service During 2016 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	13270
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	34071
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Cat No. 12906N

Form **4562** (2016)

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input type="checkbox"/> Yes <input type="checkbox"/> No						24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input type="checkbox"/> 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	
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) .						25			
26 Property used more than 50% in a qualified business use:									
2011 RANGER EFI	10-21-10	100%	17244	17244	5	200 DB-HY	1875		
2013 MERCEDES	9-3-14	100%	57484	57484	5	200 DB-HY	5100		
2012 FORD	7-16-12	100%	41062	41062	5	200 DB-HY	6295		
27 Property used 50% or less in a qualified business use:									
		%				S/L -			
		%				S/L -			
		%				S/L -			
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 .						28	13270		
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 .						29			

Section B—Information on Use of Vehicles

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
30 Total business/investment miles driven during the year (don't include commuting miles) .						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 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 for vehicles used by employees who aren't more than 5% owners or related persons (see instructions).

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

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't 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
42 Amortization of costs that begins during your 2016 tax year (see instructions):					
FINANCING FEES	11-23-2017	2772	461	20	23
43 Amortization of costs that began before your 2016 tax year				43	6660
44 Total. Add amounts in column (f). See the instructions for where to report				44	6683

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

▶ Attach to your tax return.

▶ Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.

OMB No 1545-0184

2016Attachment
Sequence No **27**

Name(s) shown on return

Identifying number

DANKO HOLDINGS LP

690000002

- 1 Enter the gross proceeds from sales or exchanges reported to you for 2016 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20. See instructions.

1

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft—Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(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, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)
	LOGO	4-1-10	5-5-17		474	1398	-924
	LAND IMPROVEMENTS	4-1-10	5-15-17	50000	61180	150000	-38820

- 3 Gain, if any, from Form 4684, line 39
- 4 Section 1231 gain from installment sales from Form 6252, line 26 or 37
- 5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824
- 6 Gain, if any, from line 32, from other than casualty or theft
- 7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows
- Partnerships (except electing large partnerships) and S corporations.** Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.
- Individuals, partners, S corporation shareholders, and all others.** If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you didn't have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

3

4

5

6

7

- 8 Nonrecaptured net section 1231 losses from prior years. See instructions
- 9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return. See instructions

8

9

Part II Ordinary Gains and Losses (see instructions)

- 10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less)

- 11 Loss, if any, from line 7
- 12 Gain, if any, from line 7 or amount from line 8, if applicable
- 13 Gain, if any, from line 31
- 14 Net gain or (loss) from Form 4684, lines 31 and 38a
- 15 Ordinary gain from installment sales from Form 6252, line 25 or 36
- 16 Ordinary gain or (loss) from like-kind exchanges from Form 8824
- 17 Combine lines 10 through 16
- 18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below.

11

12

13

14

15

16

17

- a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from "Form 4797, line 18a." See instructions.

18a

- b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14.

18b

Like-Kind Exchanges
(and section 1043 conflict-of-interest sales)

OMB No 1545-1190

2016

Attachment
Sequence No **109**

► Attach to your tax return.

► Information about Form 8824 and its separate instructions is at www.irs.gov/form8824.

Name(s) shown on tax return

DANKO HOLDINGS, LP

Identifying number

690000002

Part I Information on the Like-Kind Exchange

Note: If the property described on line 1 or line 2 is real or personal property located outside the United States, indicate the country.

1 Description of like-kind property given up

BUILDING

2 Description of like-kind property received

BUILDING

3 Date like-kind property given up was originally acquired (month, day, year)

3 MM10/01/2010

4 Date you actually transferred your property to other party (month, day, year)

4 MM06/05/2017

5 Date like-kind property you received was identified by written notice to another party (month, day, year). See instructions for 45-day written identification requirement

5 MM06/03/2017

6 Date you actually received the like-kind property from other party (month, day, year). See instructions

6 MM11/23/2017

7 Was the exchange of the property given up or received made with a related party, either directly or indirectly (such as through an intermediary)? See instructions. If "Yes," complete Part II. If "No," go to Part III. ☐ Yes ☒ No

Note: Do not file this form if a related party sold property into the exchange, directly or indirectly (such as through an intermediary), that property became your replacement property; and none of the exceptions in line 11 applies to the exchange. Instead, report the disposition of the property as if the exchange had been a sale. If one of the exceptions on line 11 applies to the exchange, complete Part II.

Part II Related Party Exchange Information

8 Name of related party

Relationship to you

Related party's identifying number

Address (no., street, and apt., room, or suite no., city or town, state, and ZIP code)

9 During this tax year (and before the date that is 2 years after the last transfer of property that was part of the exchange), did the related party sell or dispose of any part of the like-kind property received from you (or an intermediary) in the exchange? ☐ Yes ☐ No

10 During this tax year (and before the date that is 2 years after the last transfer of property that was part of the exchange), did you sell or dispose of any part of the like-kind property you received? ☐ Yes ☐ No

If both lines 9 and 10 are "No" and this is the year of the exchange, go to Part III. If both lines 9 and 10 are "No" and this is **not** the year of the exchange, stop here. If either line 9 or line 10 is "Yes," complete Part III and report on this year's tax return the deferred gain or (loss) from line 24 **unless** one of the exceptions on line 11 applies.

11 If one of the exceptions below applies to the disposition, check the applicable box.

a ☐ The disposition was after the death of either of the related parties.

b ☐ The disposition was an involuntary conversion, and the threat of conversion occurred after the exchange.

c ☐ You can establish to the satisfaction of the IRS that neither the exchange nor the disposition had tax avoidance as one of its principal purposes. If this box is checked, attach an explanation. See instructions.

Name(s) shown on tax return. Do not enter name and social security number if shown on other side

Your social security number

DANKO HOLDINGS, LP

690000002

Part III Realized Gain or (Loss), Recognized Gain, and Basis of Like-Kind Property Received

Caution: If you transferred and received (a) more than one group of like-kind properties or (b) cash or other (not like-kind) property, see **Reporting of multi-asset exchanges** in the instructions.

Note: Complete lines 12 through 14 **only** if you gave up property that was not like-kind. Otherwise, go to line 15

12	Fair market value (FMV) of other property given up	12			
13	Adjusted basis of other property given up	13			
14	Gain or (loss) recognized on other property given up. Subtract line 13 from line 12. Report the gain or (loss) in the same manner as if the exchange had been a sale	14			
Caution: If the property given up was used previously or partly as a home, see Property used as home in the instructions.					
15	Cash received, FMV of other property received, plus net liabilities assumed by other party, reduced (but not below zero) by any exchange expenses you incurred. See instructions	15			
16	FMV of like-kind property you received	16		4515311	
17	Add lines 15 and 16	17		4515311	
18	Adjusted basis of like-kind property you gave up, net amounts paid to other party, plus any exchange expenses not used on line 15. See instructions	18		233930	
19	Realized gain or (loss). Subtract line 18 from line 17	19		217051	
20	Enter the smaller of line 15 or line 19, but not less than zero	20			
21	Ordinary income under recapture rules. Enter here and on Form 4797, line 16. See instructions	21			
22	Subtract line 21 from line 20. If zero or less, enter -0-. If more than zero, enter here and on Schedule D or Form 4797, unless the installment method applies. See instructions	22			
23	Recognized gain. Add lines 21 and 22	23			
24	Deferred gain or (loss). Subtract line 23 from line 19. If a related party exchange, see instructions	24		217051	
25	Basis of like-kind property received. Subtract line 15 from the sum of lines 18 and 23	25		4998260	

Part IV Deferral of Gain From Section 1043 Conflict-of-Interest Sales

Note: This part is to be used **only** by officers or employees of the executive branch of the Federal Government or judicial officers of the Federal Government (including certain spouses, minor or dependent children, and trustees as described in section 1043) for reporting nonrecognition of gain under section 1043 on the sale of property to comply with the conflict-of-interest requirements. This part can be used **only** if the cost of the replacement property is more than the basis of the divested property.

26	Enter the number from the upper right corner of your certificate of divestiture. (Do not attach a copy of your certificate. Keep the certificate with your records.)				
27	Description of divested property ▶				
28	Description of replacement property ▶				
29	Date divested property was sold (month, day, year)	29	MM/DD/YYYY		
30	Sales price of divested property. See instructions	30			
31	Basis of divested property	31			
32	Realized gain. Subtract line 31 from line 30	32			
33	Cost of replacement property purchased within 60 days after date of sale	33			
34	Subtract line 33 from line 30. If zero or less, enter -0-	34			
35	Ordinary income under recapture rules. Enter here and on Form 4797, line 10. See instructions	35			
36	Subtract line 35 from line 34. If zero or less, enter -0-. If more than zero, enter here and on Schedule D or Form 4797. See instructions	36			
37	Deferred gain. Subtract the sum of lines 35 and 36 from line 32	37			
38	Basis of replacement property. Subtract line 37 from line 33	38			

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

► Attach to Form 1065, Form 1065-B, or Form 1120S.
► Go to www.irs.gov/Form8825 for the latest information.

OMB No. 1545-0123

Name DANKO HOLDINGS LP	Employer identification number 690000002
----------------------------------	--

1	Show the type and address of each property. For each rental real estate property listed, report the number of days rented at fair rental value and days with personal use. See instructions. See page 2 to list additional properties.			
	Physical address of each property—street, city, state, ZIP code	Type—Enter code 1–8, see page 2 for list	Fair Rental Days	Personal Use Days
A	RESIDENTIAL RENTAL 967 HILLCREST AVE LAKE PLACID, NY 12946	1	365	
B	GAS ROYALTIES 2525 QUARRY ROAD JERSEY SHORE PA 17740	6	365	
C	COMMERICAL BUILDING 175 PINE STREET WILLIAMSPORT PA 17701	4	365	
D				

		Properties				
		A	B	C	D	
Rental Real Estate Income						
2	Gross rents	2	187041	841608	2219199	
Rental Real Estate Expenses						
3	Advertising	3	399			
4	Auto and travel	4	2342		25639	
5	Cleaning and maintenance	5				
6	Commissions	6	3835		32690	
7	Insurance	7	14280		7110	
8	Legal and other professional fees	8	5120		805054	
9	Interest	9	68149		59132	
10	Repairs	10	26655			
11	Taxes	11	54200		125934	
12	Utilities	12	24900		64489	
13	Wages and salaries	13				
14	Depreciation (see instructions)	14	176406		611273	
15	Other (list) ►					
	MANAGEMENT FEE	15	33358			
	SUPPLIES AND TELEPHONE		12299	163910	75003	
	DEPLETION			126241		
16	Total expenses for each property. Add lines 3 through 15	16	421943	290151	1806324	
17	Income or (loss) from each property. Subtract line 16 from line 2	17	-234902	551457	395542	
18a	Total gross rents. Add gross rents from line 2, columns A through H	18a	2406240			
b	Total expenses. Add total expenses from line 16, columns A through H	18b	(2228267)			
19	Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities	19	39135			
20a	Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1)	20a	63737			
b	Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed.					
(1) Name LIBERTY PARTNERS LLC		(2) Employer identification number 25-2323451				
21	Net rental estate income (loss). Combine lines 18a through 20a. Enter the result here and on: • Form 1065 or 1120S: Schedule K, line 2; or • Form 1065-B: Part I, line 4	21	280845			

1	Show the type and address of each property. For each rental real estate property listed, report the number of days rented at fair rental value and days with personal use. See instructions.			
	Physical address of each property—street, city, state, ZIP code	Type—Enter code 1–8, see below for list	Fair Rental Days	Personal Use Days
E				
F				
G				
H				

		Properties							
		E		F		G		H	
Rental Real Estate Income									
2 Gross rents	2								
Rental Real Estate Expenses									
3 Advertising	3								
4 Auto and travel	4								
5 Cleaning and maintenance . .	5								
6 Commissions	6								
7 Insurance	7								
8 Legal and other professional fees	8								
9 Interest	9								
10 Repairs	10								
11 Taxes	11								
12 Utilities	12								
13 Wages and salaries	13								
14 Depreciation (see instructions)	14								
15 Other (list) ▶									
	15								
16 Total expenses for each property. Add lines 3 through 15	16								
17 Income or (loss) from each property. Subtract line 16 from line 2	17								

Allowable Codes for Type of Property

1—Single Family Residence

2—Multi-Family Residence

3—Vacation or Short-Term Rental

4—Commercial

5—Land

6—Royalties

7—Self-Rental

8—Other (include description with the code on Form 8825 or on a separate statement)