Part III   Specific Goods (Unit) Method (Continued)

12   Check the box corresponding to the method that the applicant will use to determine the cost of the goods in the closing inventories in excess of the cost of the goods in the opening inventories (see instructions):

☐ Actual cost of goods most recently purchased or produced

☐ Average cost of goods purchased or produced during the tax year

☐ Actual cost of goods purchased or produced in the order of acquisition

☐ Other (attach explanation)

Part IV   Dollar-Value Method

13   Attach a statement describing the applicant's method of defining "items."

14a   Did the applicant acquire any of the goods covered by this election at below-market prices? . . . . ☐ **Yes**   ☐ **No**

  b   If "Yes" to line 14a, attach a statement explaining whether the applicant did, or will, account for the goods purchased at below-market prices and similar goods produced or acquired at market prices as separate items. If the applicant did, or will, account for both types of goods as the same item, explain and justify.

15   Attach a statement describing the method of pooling the applicant will use for the goods covered by this election. If the applicant will use more than one dollar-value pool, list and describe the contents of each dollar-value pool (see instructions).

16   Identify or describe the method the applicant will use to compute the LIFO value of each dollar-value pool containing goods covered by this election (for example, double-extension method, link-chain method, or index method). _____

_____

If the applicant's method is neither the double-extension method nor the Inventory Price Index Computation method, attach a statement describing the method in detail and justifying the applicant's use of the selected method (see instructions).

17   Check the box corresponding to the method the applicant will use to determine the current-year cost of goods in the closing inventories and to value the LIFO increments of the dollar-value pool(s) (see instructions).

☐ Actual cost of goods most recently purchased or produced

☐ Average cost of goods purchased or produced during the tax year

☐ Actual cost of goods purchased or produced in the order of acquisition

☐ Other (attach explanation)

Part V   Inventory Price Index Computation (IPIC) Method

18   Check the box corresponding to the method the applicant will use to compute the LIFO value of each dollar-value pool containing goods covered by this election (see instructions).

☐ Double-extension IPIC method

☐ Link-chain IPIC method

19   Check the box corresponding to the table from which the applicant will select Bureau of Labor Statistics (BLS) price indexes (see instructions).

☐ Table 3 of the Consumer Price Index (CPI) Detailed Report

☐ Table 6 of the Producer Price Index (PPI) Detailed Report

☐ Other table of the PPI Detailed Report

If the applicant will use "Other table of the PPI Detailed Report," attach a statement explaining why the other table is more appropriate than Table 6.

20   Will the applicant use the 10 percent method (see instructions)? . . . . ☐ **Yes**   ☐ **No**

21   If the applicant elects to use a representative month for selecting BLS price indexes from the applicable Detailed Report, enter the representative month elected for each dollar-value pool. _____

See instructions and attach a statement if necessary.

Part VI   Other Information

22   Attach a statement describing the applicant's method of determining the cost of inventory items (for example, standard cost method, actual invoice cost, joint product cost method, or retail inventory method).

23   Did the applicant receive IRS consent to change the method of valuing inventories for the tax year specified on line 1 (see instructions)? . . . . ☐ **Yes**   ☐ **No**