

Name and Address of Taxpayer
KHONKHOR ENTERPRISES INC
POST OFFICE BOX 10346
TORRANCE, California 90505-1246

Taxpayer Identification Number

Return Form No.:
1120

Person with whom
examination
changes were
discussed.

Name and Title:
Thomas W. Ostrander
Attorney

1. Adjustments to Income	Period End 03/31/2010	Period End	Period End *
a. Meals and entertainment	11,325.00		
b. Travel expense	52,532.00		
c. Supplies - office	65,020.00		
d. Interest expense	10,048.00		
e. Net operating loss deduction (NOLD)	45,424.00		
f. Other income	35,000.00		
g. See Supporting Schedules for the following:			
h. Contributions	(50.00)		
i.			
j.			
k.			
l.			
m.			
n.			
o.			
p.			
2. Total Adjustments	219,299.00		
3. Taxable Income Per Return or as Previously Adjusted	0.00		
4. Corrected Taxable Income	219,299.00		
Tax Method			
Filing Status			
5. Tax	76,755.00		
6. Additional Taxes / Alternative Minimum	0.00		
7. Corrected Tax Liability	76,755.00		
8. Less			
a. Credits			
b. Total Credits (See attached schedule)	0.00		
c.			
d.			
9. Balance (Line 7 less total of Lines 8a thru 8d)	76,755.00		
10. Plus			
Other Taxes			
a.			
b. Other Taxes (See attached schedule)	0.00		
c.			
d.			
11. Total Corrected Tax Liability (Line 9 plus Lines 10a thru 10d)	76,755.00		
12. Total Tax Shown on Return or as Previously Adjusted	0.00		
13. Adjustments to:			
a.			
b.			
c.			
14. Deficiency-Increase in Tax or (Overassessment - Decrease in Tax) (Line 11 less Line 12 adjusted by Lines 13a through 13c)	76,755.00		
15. Adjustments to Prepayment Credits-Increase (Decrease)	0.00		
16. Balance Due or (Overpayment) - (Line 14 adjusted by Line 15) (Excluding interest and penalties)	76,755.00		

Department of the Treasury-Internal Revenue Service
Income Tax Discrepancy Adjustments

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17. Penalties/ Code Sections	Period End 03/31/2010	Period End	Period End
a. Accuracy-related (Negligence)	15,351.00		
b.			
c.			
d.			
e.			
f.			
g.			
h.			
i.			
j.			
k.			
l.			
m.			
n.			
18. Total Penalties	15,351.00		
Underpayment attributable to negligence: (1981-1987) A tax addition of 50 percent of the interest due on the underpayment will accrue until it is paid or assessed.	0.00		
Underpayment attributable to fraud: (1981-1987) A tax addition of 50 percent of the interest due on the underpayment will accrue until it is paid or assessed.	0.00		
Underpayment attributable to Tax Motivated Transactions (TMT). Interest will accrue and be assessed at 120% of underpayment rate in accordance with IRC 6621(c).	0.00		
19. Summary of Taxes, Penalties and Interest:			
a. Balance due or (Overpayment) Taxes - (Line 16, Page 1)	76,755.00		
b. Penalties (Line 18) - computed to 07/12/2013	15,351.00		
c. Interest (IRC § 6601) - computed to 07/12/2013	0.00		
d. TMT Interest - computed to 07/12/2013 (on TMT underpayment)	0.00		
e. Amount due or refund - (sum of Lines a, b, c and d)	92,106.00		

Other Information:

Interest is not shown on this report. Interest will accrue from the due date of the return until paid.
This report supersedes all previous reports.

Examiner's Signature:  Ronald L. Manley	Employee ID: 03-41569	Office: Richmond, VA 23219	Date: 06/12/2013
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The Internal Revenue Service has agreements with state tax agencies under which information about federal tax, including increases or decreases, is exchanged with the states. If this change affects the amount of your state income tax, you should amend your state return by filing the necessary forms.

You may be subject to backup withholding if you underreport your interest, dividend, or patronage dividend income you earned and do not pay the required tax. The IRS may order backup withholding (withholding of a percentage of your dividend and/or interest payments) if the tax remains unpaid after it has been assessed and four notices have been issued to you over a 120-day period.