Form **1040** EXTENSION GRANTED TO 10/15/06 **2006**

U.S. Individual Income Tax Return (99) IRS Use Only - Do not write or staple in this space.

OMB No. 1545-0074

Label (See instructions on page 16.) **Use the IRS label.** Otherwise, please print or type.

LABEL HERE

For the year Jan. 1-Dec. 31, 2006, or other tax year beginning , 2006, ending , 20

Your first name and initial	Last name	Your social security number
CINDY H	MCCAIN	[redacted]
If a joint return, spouse's first name and initial	Last name	Spouse's social security number
		[redacted]

Home address (number and street). If you have a P.O. box, see page 16. [redacted] Apt. no.

You **must** enter ▲ your SSN(s) above. ▲

City, town or post office, state, and ZIP code. If you have a foreign address, see page 16.

PHOENIX, AZ 85016

Checking a box below will not change your tax or refund.

Presidential Election Campaign ▶ Check here if you, or your spouse if filing jointly, want $3 to go to this fund (see page 16) ... ▶ [X] You [ ] Spouse

Filing Status

Check only one box.

1 [ ] Single

2 [ ] Married filing jointly (even if only one had income)

3 [X] Married filing separately. Enter spouse's SSN above and full name here. ▶ JOHN MCCAIN, III

4 [ ] Head of household (with qualifying person). If the qualifying person is a child but not your dependent, enter this child's name here. ▶

5 [ ] Qualifying widow(er) with dependent child (see page 17)

Exemptions

6a [X] **Yourself.** If someone can claim you as a dependent, **do not** check box 6a

b [ ] **Spouse**

Boxes checked on 6a and 6b: 1

No. of children on 6c who:
- lived with you: 2
- did not live with you due to divorce or separation (see page 20):

Dependents on 6c not entered above:

c **Dependents:**

(1) First name / Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) ✓ if qualifying child for child tax credit (see page 19)
JAMES MCCAIN	[redacted]	CHILD	
BRIDGET MCCAIN		CHILD	X

If more than four dependents, see page 19.

d Total number of exemptions claimed

Add numbers on lines above ▶: 3

Income

Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.

If you did not get a W-2, see page 23.

Enclose, but do not attach, any payment. Also, please use **Form 1040-V.**

7	Wages, salaries, tips, etc. Attach Form(s) W-2		7	* 299,418.
8a	**Taxable** interest. Attach Schedule B if required		8a	* 40,488.
b	**Tax-exempt** interest. **Do not** include on line 8a	8b 19,284.		
9a	Ordinary dividends. Attach Schedule B if required		9a	283,240.
b	Qualified dividends (see page 23)	9b 163,329.		
10	Taxable refunds, credits, or offsets of state and local income taxes	STMT 1 STMT 3	10	58,016.
11	Alimony received		11	
12	Business income or (loss). Attach Schedule C or C-EZ		12	* 40,194.
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here ▶ [ ]		13	743,476.
14	Other gains or (losses). Attach Form 4797		14	49,698.
15a	IRA distributions	15a	b Taxable amount	15b
16a	Pensions and annuities	16a	b Taxable amount	16b
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E		17	4,551,901.
18	Farm income or (loss). Attach Schedule F		18	
19	Unemployment compensation		19	
20a	Social security benefits	20a	b Taxable amount (see page 27)	20b
21	Other income. List type and amount (see page 29)		21	0.
22	Add the amounts in the far right column for lines 7 through 21. This is your **total income** ▶		22	6,066,431.

Adjusted Gross Income

23	Archer MSA deduction. Attach Form 8853	23		
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ	24		
25	Health savings account deduction. Attach Form 8889	25		
26	Moving expenses. Attach Form 3903	26		
27	One-half of self-employment tax. Attach Schedule SE	27		
28	Self-employed SEP, SIMPLE, and qualified plans	28		
29	Self-employed health insurance deduction (see page 29)	29		
30	Penalty on early withdrawal of savings	30		
31a	Alimony paid b Recipient's SSN ▶	31a		
32	IRA deduction (see page 31)	32		
33	Student loan interest deduction (see page 33)	33		
34	Jury duty pay you gave to your employer	34		
35	Domestic production activities deduction. Attach Form 8903	35		
36	Add lines 23 through 31a and 32 through 35		36	
37	Subtract line 36 from line 22. This is your **adjusted gross income** ▶		37	6,066,431.

* See Attached Statement A for Community Property Income and Expense

Tax and Credits	38	Amount from line 37 (adjusted gross income)	38	6,066,431.
Standard Deduction for -	39a	Check if: ☐ **You** were born before January 2, 1942, ☐ Blind. ☐ **Spouse** was born before January 2, 1942, ☐ Blind. **Total boxes checked** ▶ 39a		
● People who checked any box on line 39a or 39b **or** who can be claimed as a dependent.	b	If your spouse itemizes on a separate return or you were a dual-status alien, see page 34 and check here ▶ 39b X		
	40	**Itemized deductions** (from Schedule A) **or** your **standard deduction** (see left margin)	40	569,737.
	41	Subtract line 40 from line 38	41	5,496,694.
	42	If line 38 is over $112,875, or you provided housing to a person displaced by Hurricane Katrina, see page 36. Otherwise, multiply $3,300 by the total number of exemptions claimed on line 6d	42	3,300.
	43	**Taxable income.** Subtract line 42 from line 41. If line 42 is more than line 41, enter -0-	43	5,493,394.
● All others: Single or Married filing separately, $5,150	44	**Tax.** Check if any tax is from: a ☐ Form(s) 8814 b ☐ Form 4972	44	1,730,952.
	45	**Alternative minimum tax.** Attach Form 6251	45	0.
Married filing jointly or Qualifying widow(er), $10,300	46	Add lines 44 and 45 ▶	46	1,730,952.
Head of household, $7,550	47	Foreign tax credit. Attach Form 1116 if required — 47: 8,669.		
	48	Credit for child and dependent care expenses. Attach Form 2441 — 48:		
	49	Credit for the elderly or the disabled. Attach Schedule R — 49:		
	50	Education credits. Attach Form 8863 — 50:		
	51	Retirement savings contributions credit. Attach Form 8880 — 51:		
	52	Residential energy credits. Attach Form 5695 — 52:		
	53	Child tax credit (see page 42). Attach Form 8901 if required — 53:		
	54	Credits from: a ☐ Form 8396 b ☐ Form 8839 c ☐ Form 8859 — 54:		
	55	Other credits: a ☐ Form 3800 b ☐ Form 8801 c ☐ Form ____ — 55:		
	56	Add lines 47 through 55. These are your **total credits**	56	8,669.
	57	Subtract line 56 from line 46. If line 56 is more than line 46, enter -0- ▶	57	1,722,283.
Other Taxes	58	Self-employment tax. Attach Schedule SE EXEMPT COMMUNITY INCOME	58	
	59	Social security and Medicare tax on tip income not reported to employer. Attach Form 4137	59	
	60	Additional tax on IRAs, other qualified retirement plans, etc. Attach Form 5329 if required	60	
	61	Advance earned income credit payments from Form(s) W-2, box 9	61	
	62	Household employment taxes. Attach Schedule H	62	* 24,162.
	63	Add lines 57 through 62. This is your **total tax** ▶	63	1,746,445.
Payments	64	Federal income tax withheld from Forms W-2 and 1099 — 64: * 58,815.		
	65	2006 estimated tax payments and amount applied from 2005 return — 65: 1,915,239.		
If you have a qualifying child, attach Schedule EIC.	66a	**Earned income credit (EIC)** — 66a:		
	b	Nontaxable combat pay election ▶ 66b:		
	67	Excess social security and tier 1 RRTA tax withheld (see page 60) — 67:		
	68	Additional child tax credit. Attach Form 8812 — 68:		
	69	Amount paid with request for extension to file (see page 60) — 69: 68,460.		
	70	Payments from: a ☐ Form 2439 b ☐ Form 4136 c ☐ Form 8885 — 70:		
	71	Credit for federal telephone excise tax paid. Attach Form 8913 if required — 71: 50.		
	72	Add lines 64, 65, 66a, and 67 through 71. These are your **total payments** ▶	72	2,042,564.
Refund	73	If line 72 is more than line 63, subtract line 63 from line 72. This is the amount you **overpaid**	73	296,119.
Direct deposit? See page 61 and fill in 74b, 74c, and 74d, or Form 8888.	74a	Amount of line 73 you want **refunded to you.** If Form 8888 is attached, check here ▶ ☐	74a	
	b	Routing number ▶ c Type: ☐ Checking ☐ Savings ▶ d Account number		
	75	Amount of line 73 you want **applied to your 2007 estimated tax** ▶ 75: 296,119.		
Amount You Owe	76	**Amount you owe.** Subtract line 72 from line 63. For details on how to pay, see page 62 ▶	76	
	77	Estimated tax penalty (see page 62) — 77: 0.		

Third Party Designee Do you want to allow another person to discuss this return with the IRS (see page 63)? ☐ **Yes.** Complete the following. ☒ **No**

Designee's name ▶ Phone no. ▶ Personal identification number (PIN) ▶

Sign Here Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Joint return? See page 17. Keep a copy for your records.

Your signature [redacted] Date [redacted] Your occupation EXECUTIVE Daytime phone number

Spouse's signature. If a joint return, **both** must sign. Date Spouse's occupation

Paid Preparer's Use Only

Preparer's signature [redacted] Date 10/04/07 Check if self-employed ☐ Preparer's SSN or PTIN [redacted]

Firm's name (or yours if self-employed), address, and ZIP code [redacted] EIN [redacted] Phone n[redacted]

610002
11-07-06

* See Attached Statement A for Community Property Income and Expense