

FORM 1040 U.S. Individual Income Tax Return 2007

IRS Use Only - Do not write or staple in this space

For the year Jan. 1-Dec. 31, 2007, or other tax year beginning _____, 2007, ending _____

OMB No. 1545-0047

Label (See instructions on page 12.) Use the IRS label. Otherwise, please print or type.

LABEL HERE

Your first name and initial: **RICHARD B.** Last name: **CHENEY** Your social security number: _____

If a joint return, spouse's first name and initial: **LYNNE V.** Last name: **CHENEY** Spouse's social security number: _____

Home address (number and street). If you have a P.O. box, see page 12. 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 12. _____

Check 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 12) You Spouse

Filing Status

1 Single

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

3 Married filing separately. Enter spouse's SSN above and full name here. ▶

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 14)

Exemptions

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

b Spouse

6c Dependents:

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) Is child (see page 10)

6d Total number of exemptions claimed **2**

Income

7 Wages, salaries, tips, etc. Attach Form(s) W-2 **7 292,208.**

8a Taxable interest. Attach Schedule B if required **8a 75,420.**

b Tax-exempt interest. Do not include on line 8a **8b 342,758.**

9a Ordinary dividends. Attach Schedule B if required **9a 654,730.**

b Qualified dividends (see page 19) **9b 233,442.**

10 Taxable refunds, credits, or offsets of state and local income taxes

11 Alimony received

12 Business income or (loss). Attach Schedule C or C-EZ **12 180,976.**

13 Capital gain or (loss). Attach Schedule D if required. If not required, check here **13 1,418,428.**

14 Other gains or (losses). Attach Form 4797

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 **17 430,276.**

18 Farm income or (loss). Attach Schedule F

19 Unemployment compensation

20a Social security benefits **20a** b Taxable amount (see page 24) **20b**

21 Other income. List type and amount (see page 24)

22 Add the amounts in the far right column for lines 7 through 21. This is your total income **22 3,052,038.**

Adjusted Gross Income

23 Educator expenses (see page 26)

24 Certain business expenses of reservists, performing artists, and fee-based government officials. Attach Form 2108 or 2108-EZ

25 Health savings account deduction. Attach Form 8889

26 Moving expenses. Attach Form 3903

27 One-half of self-employment tax. Attach Schedule SE **27 9,271.**

28 Self-employed SEP, SIMPLE, and qualified plans

29 Self-employed health insurance deduction (see page 26)

30 Penalty on early withdrawal of savings

31a Alimony paid b Recipient's SSN ▶

32 IRA deduction (see page 27)

33 Student loan interest deduction (see page 30)

34 Tuition and fees deduction. Attach Form 8917

35 Domestic production activities deduction. Attach Form 8903

36 Add lines 23 through 31a and 32 through 35 **36 9,271.**

37 Subtract line 36 from line 22. This is your adjusted gross income **37 3,042,767.**

Form 1040 (2007)

RICHARD B. & LYNNE V. CHENEY

Page 2

Tax and Credits

38	Amount from line 37 (adjusted gross income)	38	3,042,767.
39a	Check <input type="checkbox"/> You were born before January 2, 1943, <input type="checkbox"/> 8thd. <input type="checkbox"/> Spouse was born before January 2, 1943, <input type="checkbox"/> 8thd. Total boxes checked <input type="checkbox"/> 39a <input type="checkbox"/> 39b		
40	Itemized deductions (from Schedule A) or your standard deduction (see left margin)	40	512,433.
41	Subtract line 40 from line 38	41	2,530,334.
42	If line 38 is \$117,300 or less, multiply \$3,400 by the total number of exemptions claimed on line 6d. If line 38 is over \$117,300, see the worksheet on page 33	42	2,266.
43	Taxable income. Subtract line 42 from line 41. If line 42 is more than line 41, enter -0-	43	2,528,068.
44	Tax. Check if any tax is from: a <input type="checkbox"/> Form(s) 8814 b <input type="checkbox"/> Form 4972 c <input type="checkbox"/> Form(s) 8889	44	526,656.
45	Alternative minimum tax. Attach Form 6251	45	67,619.
46	Add lines 44 and 45	46	594,275.
47	Credit for child and dependent care expenses. Attach Form 2441	47	
48	Credit for the elderly or the disabled. Attach Schedule R	48	
49	Education credits. Attach Form 8863	49	
50	Residential energy credits. Attach Form 5695	50	
51	Foreign tax credit. Attach Form 1116 if required	51	11,031.
52	Child tax credit (see page 39). Attach Form 8801 if required	52	
53	Retirement savings contributions credit. Attach Form 8880	53	
54	Credits from: a <input type="checkbox"/> Form 8396 b <input type="checkbox"/> Form 8859 c <input type="checkbox"/> Form 8839	54	
55	Other credits: a <input type="checkbox"/> Form 3800 b <input type="checkbox"/> Form 8801 c <input type="checkbox"/> Form	55	
56	Add lines 47 through 55. These are your total credits	56	11,031.
57	Subtract line 56 from line 46. If line 56 is more than line 46, enter -0-	57	583,244.

Other Taxes

58	Self-employment tax. Attach Schedule SE	58	18,540.
59	Unreported social security and Medicare tax from: a <input type="checkbox"/> Form 4137 b <input type="checkbox"/> Form 8919	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	867.
63	Add lines 57 through 62. This is your total tax	63	602,651.

Payments

64	Federal income tax withheld from Forms W-2 and 1099	64	54,702.
65	2007 estimated tax payments and amount applied from 2006 return	65	411,463.
66a	Earned income credit (EIC)	66a	
66b	Nontransferable combat pay election <input type="checkbox"/> 39b		
67	Excess social security and tier 1 RRTA tax withheld (see page 59)	67	
68	Additional child tax credit. Attach Form 8812	68	
69	Amount paid with request for extension to file (see page 59)	69	
70	Payments from: a <input type="checkbox"/> Form 2439 b <input type="checkbox"/> Form 4136 c <input type="checkbox"/> Form 8885	70	
71	Refundable credit for prior year minimum tax from Form 8801, line 27	71	
72	Add lines 64, 65, 66a, and 67 through 71. These are your total payments	72	466,165.

Refund

73	If line 72 is more than line 63, subtract line 63 from line 72. This is the amount you overpaid	73	
74a	Amount of line 73 you want refunded to you. If Form 8888 is attached, check here <input type="checkbox"/>	74a	
74b	Routing number <input type="checkbox"/> c Type <input type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> Actual number <input type="checkbox"/>		
75	Amount of line 73 you want applied to your 2008 estimated tax	75	

Amount You Owe

76	Amount you owe. Subtract line 72 from line 63. For details on how to pay, see page 60	76	136,486.
77	Estimated tax penalty (see page 61)	77	

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see page 61)? Yes. Complete the following. No

Designee's name Designee's SSN Designee's phone number

Sign Here

I, the preparer, 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.

Preparer's signature: *Richard B. Cheney* Date: 4/10/08 Your occupation: VICE PRESIDENT
 Preparer's signature: *Lynne V. Cheney* Date: 4/10/08 Spouse's occupation: WRITER

Paid Preparer's Use Only

Preparer's signature: *James L. Cain* Date: 9 April 08 Check if self-employed Preparer's EIN or IITN:

Firm's name (or your self-employed address, if self-employed), address, and ZIP code: CAIN, WATERS & ASSOCIATES, P.L.L.C.
 5580 PETERSON LANE, SUITE 250
 DALLAS, TEXAS 75240