Computation of Franchise Tax

For calendar year 2009, or other tax year beginning (MM-DD) and ending (MM-DD-YY)

<table>
<thead>
<tr>
<th>Fill in all applicable circles:</th>
<th>Fill in circle if Amended Return</th>
</tr>
</thead>
<tbody>
<tr>
<td>○ Limited Liability Company</td>
<td>☐ NC-478 is attached</td>
</tr>
<tr>
<td>○ Has Escheatable Property</td>
<td>○ Initial Filer</td>
</tr>
<tr>
<td>○ Fed Schedule M-3 is attached</td>
<td>☐ Parent QSSS</td>
</tr>
<tr>
<td></td>
<td>☐ Sub QSSS</td>
</tr>
</tbody>
</table>

1. Capital Stock, Surplus, and Undivided Profits
   (From Schedule C, Line 13)

2. Investment in N.C. Tangible Property
   (From Schedule D, Line 8)

3. Appraised Value of N.C. Tangible Property
   (From Schedule E, Line 2)

4. Taxable Amount
   Line 1, 2, or 3, whichever is greatest

5. Total Franchise Tax Due
   Multiply Line 4 by .0015 ($1.50 per $1,000.00 - minimum $35.00)

6. Payment with Application for Franchise Tax Extension
   (From Form CD-419, Line 9)

7. Tax Credits
   (From Form CD-425, Part 2, Line 12)
   If a tax credit is claimed on Line 7, Form CD-425 MUST be attached.

8. Franchise Tax Due - If the sum of Line 6 plus 7 is less than Line 5, enter difference here and on Page 2, Line 30

9. Franchise Tax Overpaid - If the sum of Line 6 plus 7 is more than Line 5, enter difference here and on Page 2, Line 30

10. Shareholders’ Shares of Corporation Income (Loss)
    (From Schedule H, Line 11 or Federal Schedule K, Lines 1-10)

11. Adjustments to Corporation Income (Loss)
    (From Schedule I, Line 5)

12. N.C. Taxable Income
    Add (or subtract) Lines 10 and 11

13. Nonapportionable Income
    (From Schedule N, Line 1)

14. Apportionable Income
    Line 12 minus Line 13

15. Apportionment Factor - Enter to four decimal places
    (From Schedule O, Part 1, Part 2 - Line 15; Part 3; or Part 4)

16. Income Apportioned to N.C.
    Multiply Line 14 by factor on Line 15

17. Nonapportionable Income Allocated to N.C.
    (From Schedule N, Line 2)

18. Total Net Taxable Income - Add Lines 16 and 17
    (Composite filers complete Lines 19 through 23; all others skip to Line 24)

19. Amount of Line 18 Attributable to Nonresidents Filing Composite

20. Separately Stated Items of Income Attributable to Nonresidents Filing Composite (See instructions)
<table>
<thead>
<tr>
<th>Section</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>21. a. <strong>North Carolina Income Tax</strong></td>
<td>Add Lines 19 and 20; calculate the tax for each nonresident shareholder filing composite using the Income Tax Rate Schedule on Page 8. Total the amounts for all composite filers and enter sum.</td>
</tr>
<tr>
<td>b. <strong>Surtax</strong></td>
<td>Calculate the surtax for each nonresident shareholder filing composite using the Surtax Rate Schedule on Page 8. Total the amounts for all composite filers and enter sum.</td>
</tr>
<tr>
<td>22. <strong>Tax Credits Attributable to Nonresidents Filing Composite</strong></td>
<td>(From Form CD-425, Part 4, Line 34) If a tax credit is claimed on Line 22, Form CD-425 MUST be attached.</td>
</tr>
<tr>
<td>23. <strong>Net Tax Due for Nonresidents Filing Composite</strong></td>
<td>Sum of Line 21a plus 21b minus Line 22</td>
</tr>
<tr>
<td>24. <strong>Annual Report Fee</strong></td>
<td>Include $25.00 ONLY if filing report with the Department of Revenue. (Pay online. Go to <a href="http://www.sosnc.com">www.sosnc.com</a> for an electronic filing option.)</td>
</tr>
<tr>
<td>25. <strong>Add Lines 23 and 24</strong></td>
<td></td>
</tr>
<tr>
<td>26. <strong>Payments</strong></td>
<td>a. Application for Income Tax Extension (From Form CD-419, Line 10)</td>
</tr>
<tr>
<td>b. 2009 Estimated Tax (When filing an amended return, enter previous payments)</td>
<td></td>
</tr>
<tr>
<td>c. Partnership (If a partnership payment is claimed on Line 26c, a copy of the NC K-1 MUST be attached.)</td>
<td></td>
</tr>
<tr>
<td>d. Nonresident Withholding (Include copy of 1099 or W-2)</td>
<td></td>
</tr>
<tr>
<td>27. <strong>Add Lines 26a through 26d</strong></td>
<td></td>
</tr>
<tr>
<td>28. <strong>Income Tax Due</strong></td>
<td>- If Line 27 is less than Line 25, enter difference here and on Line 31</td>
</tr>
<tr>
<td>29. <strong>Income Tax Overpaid</strong></td>
<td>- If Line 27 is more than Line 25, enter difference here and on Line 31</td>
</tr>
<tr>
<td>30. <strong>Franchise Tax Due or Overpayment</strong></td>
<td>(From Schedule A, Line 8 or 9)</td>
</tr>
<tr>
<td>31. <strong>Income Tax Due or Overpayment</strong></td>
<td>(From Schedule B, Line 28 or 29)</td>
</tr>
<tr>
<td>32. <strong>Balance of Tax Due or Overpayment</strong></td>
<td>Add (or subtract) Lines 30 and 31</td>
</tr>
<tr>
<td>33. <strong>Interest and Penalties</strong></td>
<td>(See instructions)</td>
</tr>
<tr>
<td>34. <strong>Total Due</strong></td>
<td>Add Lines 32 and 33 and enter result here, but not less than zero. If less than zero, enter amount on Line 35. Pay in U.S. Currency From a Domestic Bank. Pay online. Go to <a href="http://www.dornc.com">www.dornc.com</a> and click on Electronic Services.</td>
</tr>
<tr>
<td>35. <strong>Overpayment</strong></td>
<td></td>
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<tr>
<td>36. <strong>Amount of Line 35 applied to 2010 Estimated Income Tax</strong></td>
<td></td>
</tr>
<tr>
<td>37. <strong>Amount to be Refunded</strong></td>
<td>Line 35 minus Line 36</td>
</tr>
</tbody>
</table>

**Signatures and Statements**

I certify that, to the best of my knowledge, this return is accurate and complete.

**Mailto:** N.C. Dept. of Revenue, P.O. Box 25000, Raleigh, N.C. 27640-0530. Returns are due by the 15th day of the 4th month after the end of the income year.
### C Capital Stock, Surplus, and Undivided Profits

1. Total capital stock outstanding less cost of treasury stock
2. Paid-in or capital surplus
3. Retained earnings (earned surplus and undivided profits)
4. Other surplus
5. Deferred or unearned income
6. Allowance for bad debts
7. LIFO reserves
8. Other reserves that do not represent definite and accrued legal liabilities
9. Add Lines 1 through 8 and enter total
10. Affiliated indebtedness *(See instructions)*

11. Line 9 plus (or minus) Line 10
12. Apportionment factor *(From Schedule O, Part 1; Part 2 - Line 15; Part 3; or Part 4)*

#### 13. Capital Stock, Surplus, and Undivided Profits

Multiply Line 11 by factor on Line 12 and enter result here and on Schedule A, Line 1. If amount on Line 13 is less than zero, enter zero on Schedule A, Line 1.

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<td>12.</td>
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<td>13.</td>
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</table>

### D Investment in N.C. Tangible Property

#### Inventory valuation method:

- FIFO
- Lower of cost or market
- Other *(LIFO valuation not permitted)*

1. Total value of inventories located in N.C.
2. Total value of furniture, fixtures, and machinery and equipment located in N.C.
3. Total value of land and buildings located in N.C.
4. Total value of leasehold improvements and other tangible property located in N.C.
5. Add Lines 1 through 4 and enter total
6. Accumulated depreciation, depletion, and amortization with respect to N.C. tangible property
7. Debts existing for the purchase or improvement of N.C. real estate

#### 8. Investment in N.C. Tangible Property

Line 5 minus Lines 6 and 7; enter amount here and on Schedule A, Line 2

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<td>7.</td>
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</table>

### E Appraised Value of N.C. Tangible Property

1. Total appraised value of all N.C. tangible property, including motor vehicles
2. Multiply Line 1 by 55%; enter here and on Schedule A, Line 3

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<td>2.</td>
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### F Other Information - All Taxpayers Must Complete this Schedule

1. State of incorporation ____________________________ Date incorporated ______________
2. Date Certificate of Authority was obtained from N.C. Secretary of State ______________
3. Regular or principal trade or business in N.C. ______________ Everywhere ______________
4. Principal place from which business is directed or managed ______________
5. What was the last year the IRS redetermined the corporation’s federal taxable income?  
   Were the adjustments reported to N.C.?  Yes  No  If so, when? ______________
6. Is this corporation subject to franchise tax but not N.C. income tax because the corporation’s income tax activities are protected under P.L. 86-272?  Yes *(Attach detailed explanation)*  No
## Ordinary Income (Loss) from Trade or Business Activities

(Complete this schedule only if you do not attach a copy of your federal income tax return.)

### 1. Gross receipts or sales
- [ ] \ 00

### 2. Cost of goods sold (Attach schedule)
- [ ] \ 00

### 3. Gross profit (Line 1c minus Line 2)
- [ ] \ 00

### 4. Net gain (loss) (Attach schedule)
- [ ] \ 00

### 5. Other income (loss) (Attach schedule)
- [ ] \ 00

### 6. Total Income (Loss)
Add Lines 3 through 5
- [ ] \ 00

### 7. Compensation of officers (Attach schedule)
- [ ] \ 00

### 8. Salaries and wages
(Less employment credits)
- [ ] \ 00

### 9. Repairs and maintenance
- [ ] \ 00

### 10. Bad debts
- [ ] \ 00

### 11. Rents
- [ ] \ 00

### 12. Taxes and licenses
- [ ] \ 00

### 13. Interest
- [ ] \ 00

### 14. Depreciation
- [ ] \ 00
  - a. Depreciation included in cost of goods sold
  - b. Additional first-year depreciation (See instructions)
  - c. Bonus depreciation (See instructions)

### 15. Depletion
- [ ] \ 00

### 16. Advertising
- [ ] \ 00

### 17. Pension, profit-sharing, and similar plans
- [ ] \ 00

### 18. Employee benefit programs
- [ ] \ 00

### 19. Other deductions (Attach schedule)
- [ ] \ 00

### 20. Total Deductions
Add the amounts shown in the far right column for Lines 7 through 19
- [ ] \ 00

### 21. Ordinary Business Income (Loss)
Line 6 minus Line 20; enter amount here and on Schedule H, Line 1
- [ ] \ 00

## Computation of Income (Loss)

1. Ordinary business income (loss)
- [ ] \ 00

2. Net rental real estate income (loss)
- [ ] \ 00

3. Other net rental income (loss)
- [ ] \ 00

4. Interest income
- [ ] \ 00

5. Ordinary dividends
- [ ] \ 00

6. Royalties
- [ ] \ 00

7. Net short-term capital gain (loss)
- [ ] \ 00

8. Net long-term capital gain (loss)
- [ ] \ 00

9. Net section 1231 gain (loss)
- [ ] \ 00

10. Other income (loss) (Attach schedule)
- [ ] \ 00

11. Total Income (Loss)
Add Lines 1 through 10 and enter amount here and on Schedule B, Line 10
- [ ] \ 00

## Adjustments to Income (Loss)

1. Additions to Income (Loss):
   - a. Taxes based on net income
   - b. Interest on non-N.C. obligations
   - c. Bonus depreciation (See instructions)
   - d. Other additions to federal taxable income (See Form D-401, Individual Income Tax Instructions, for other additions that may be applicable to S-Corporations.)

2. Total Additions
Add Lines 1a through 1d
- [ ] \ 00

3. Deductions from Income (Loss):
   - a. U.S. obligation interest (net of expenses)
   - b. Additional first-year depreciation (See instructions)
   - c. Other deductions from federal taxable income (See Form D-401, Individual Income Tax Instructions, for other deductions that may be applicable to S-Corporations.)

4. Total Deductions
Add Lines 3a through 3c
- [ ] \ 00

5. Adjustments to Income (Loss)
Line 2 minus Line 4; enter result here and on Schedule B, Line 11
- [ ] \ 00

## Explanation of Changes for Amended Return

(Additional space for explanation of changes provided on Page 8)
### Shareholders' Pro Rata Share Items

1. **Identifying Number**
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

2. **Name**
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

3. **Address**
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

4. **Percentage of ownership**
   - Shareholder 1: %
   - Shareholder 2: %
   - Shareholder 3: %
   - Shareholder 4: %
   - Shareholder 5: %
   - **Shareholders’ Total**: %

5. **Share of income (loss)** 
   *From Schedule H, Line 11*
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

6. **Additions to income (loss)** 
   *From Schedule I, Line 2*
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

7. **Deductions from income (loss)** 
   *From Schedule I, Line 4*
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

8. **Income subject to N.C. tax** 
   **Add (subtract) Lines 5, 6, and 7**
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

9. **Share of tax credits** 
   *(See instructions)*
   - Shareholder 1: ______________________
   - Shareholder 2: ______________________
   - Shareholder 3: ______________________
   - Shareholder 4: ______________________
   - Shareholder 5: ______________________
   - **Shareholders’ Total**: ______________________

10. **Share of tax withheld from nonwage compensation**
    - Shareholder 1: ______________________
    - Shareholder 2: ______________________
    - Shareholder 3: ______________________
    - Shareholder 4: ______________________
    - Shareholder 5: ______________________
    - **Shareholders’ Total**: ______________________

11. **Amount of Line 8 apportioned or allocated to N.C. (nonresidents only)**
    - Shareholder 1: ______________________
    - Shareholder 2: ______________________
    - Shareholder 3: ______________________
    - Shareholder 4: ______________________
    - Shareholder 5: ______________________
    - **Shareholders’ Total**: ______________________

12. **Separately stated items of income (nonresidents only)**
    - Shareholder 1: ______________________
    - Shareholder 2: ______________________
    - Shareholder 3: ______________________
    - Shareholder 4: ______________________
    - Shareholder 5: ______________________
    - **Shareholders’ Total**: ______________________

13. **Net tax paid, including surtax, for shareholder by corporation (nonresidents only)**
    - Shareholder 1: ______________________
    - Shareholder 2: ______________________
    - Shareholder 3: ______________________
    - Shareholder 4: ______________________
    - Shareholder 5: ______________________
    - **Shareholders’ Total**: ______________________

(Attach additional pages if needed)
## Balance Sheet per Books

### Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>Beginning of Tax Year</th>
<th>End of Tax Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Cash</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2. a. Trade notes and accounts receivable</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2. b. Less allowance for bad debts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3. Inventories</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4. a. U.S. government obligations</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4. b. State and other obligations</td>
<td></td>
<td></td>
</tr>
<tr>
<td>5. Tax-exempt securities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>6. Other current assets (Attach schedule)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>7. Loans to shareholders</td>
<td></td>
<td></td>
</tr>
<tr>
<td>8. Mortgage and real estate loans</td>
<td></td>
<td></td>
</tr>
<tr>
<td>9. Other investments (Attach schedule)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>10. a. Buildings and other depreciable assets</td>
<td></td>
<td></td>
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<tr>
<td>10. b. Less accumulated depreciation</td>
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</tr>
<tr>
<td>11. a. Depletable assets</td>
<td></td>
<td></td>
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<tr>
<td>11. b. Less accumulated depletion</td>
<td></td>
<td></td>
</tr>
<tr>
<td>12. Land (net of any amortization)</td>
<td></td>
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</tr>
<tr>
<td>13. a. Intangible assets (amortizable only)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>13. b. Less accumulated amortization</td>
<td></td>
<td></td>
</tr>
<tr>
<td>14. Other assets (Attach schedule)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>15. <strong>Total Assets</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Liabilities and Shareholders’ Equity

<table>
<thead>
<tr>
<th>Description</th>
<th>Beginning of Tax Year</th>
<th>End of Tax Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>16. Accounts payable</td>
<td></td>
<td></td>
</tr>
<tr>
<td>17. Mortgages, notes, and bonds payable in less than 1 year</td>
<td></td>
<td></td>
</tr>
<tr>
<td>18. Other current liabilities (Attach schedule)</td>
<td></td>
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<tr>
<td>19. Loans from shareholders</td>
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<td></td>
</tr>
<tr>
<td>20. Mortgages, notes, and bonds payable in 1 year or more</td>
<td></td>
<td></td>
</tr>
<tr>
<td>21. Other liabilities (Attach schedule)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>22. Capital stock</td>
<td></td>
<td></td>
</tr>
<tr>
<td>23. Additional paid-in capital</td>
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<tr>
<td>24. Retained earnings</td>
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<tr>
<td>25. Adjustments to shareholders’ equity (Attach schedule)</td>
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<tr>
<td>26. Less cost of treasury stock</td>
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<tr>
<td>27. <strong>Total Liabilities and Shareholders’ Equity</strong></td>
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</tbody>
</table>

## Federal Schedule

### M-1 Federal Schedule

1. Net income (loss) per books
2. Income included on Federal Schedule K, Lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9 and 10 not recorded on books this year (itemize):
3. Expenses recorded on books this year not included on Federal Schedule K, Lines 1 through 12, and 14l (itemize):
   - a. Depreciation $  
   - b. Travel and entertainment $  
4. Add Lines 1 through 3
5. Income recorded on books this year not included on Federal Schedule K, Lines 1 through 10 (itemize):
   - Tax-exempt interest $  
6. Deductions included on Federal Schedule K, Lines 1 through 12, and 14l not charged against book income this year (itemize):
   - Depreciation $  
7. Add Lines 5 and 6
8. Income (Loss) (Federal Schedule K, Line 18) Line 4 minus Line 7

## Analysis of N.C. AAA

1. Balance at beginning of year
2. Ordinary income from Schedule G, Line 21
3. Other additions
4. Loss from Schedule G, Line 21
5. Other reductions
6. Combine Lines 1 through 5
7. Distributions other than dividend distributions
8. Balance at end of tax year (Line 6 minus Line 7)

### M-2 Analysis of N.C. AAA

<table>
<thead>
<tr>
<th>Description</th>
<th>Beginning of Tax Year</th>
<th>End of Tax Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>N.C. Accumulated Adjustments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>N.C. Other Adjustments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Undistributed income previously taxed</td>
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</tbody>
</table>
Complete this schedule only if you apportion income to North Carolina and to other states **AND** you have income classified as nonapportionable income. See the instructions for an explanation of what is apportionable income and what is nonapportionable income.

### Nonapportionable Income

<table>
<thead>
<tr>
<th>(A) Nonapportionable Income</th>
<th>(B) Gross Amounts</th>
<th>(C) Related Expenses*</th>
<th>(D) Net Amounts (Column B minus Column C)</th>
<th>(E) Net Amounts Allocated Directly to N.C.</th>
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</tr>
</tbody>
</table>

1. **Nonapportionable Income** *(Enter the total of Column D here and on Schedule B, Line 13)*  
   ![Image of Table](image1)

2. **Nonapportionable Income Allocated to N.C.** *(Enter the total of Column E here and on Schedule B, Line 17)*  
   ![Image of Table](image2)

**Explanation** of why income listed in chart is nonapportionable income rather than apportionable income:

* For an acceptable means of computing related expenses, see 17 N.C.A.C. 5C .0304.

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**Part 1.** Domestic and Other Corporations Not Apportioning Franchise or Income Outside N.C.

Enter 100% on Schedule B, Line 15 and Schedule C, Line 12

**Part 2.** Corporations Apportioning Franchise or Income to N.C. and to Other States

**Note:** Apportionment factors must be calculated 4 places to the right of the decimal.  

Example: 99.9999 %

<table>
<thead>
<tr>
<th>1. Within North Carolina</th>
<th>2. Total Everywhere</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) Beginning Period</td>
<td>(a) Beginning Period</td>
</tr>
<tr>
<td>(b) Ending Period</td>
<td>(b) Ending Period</td>
</tr>
</tbody>
</table>

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**Computation of Apportionment Factor**

1. Land
2. Buildings
3. Inventories
4. Other property
5. Total (Add Lines 1-4)
6. Average value of property
   Add amounts on Line 5 for (a) and (b); divide by 2
7. Rented property *(Multiply annual rents by 8)*
8. **Property Factor** *(Add Lines 6 and 7; divide Column 1 by Column 2 and enter factor)*
9. Gross payroll
10. Compensation of general executive officers
11. **Payroll Factor** *(Line 9 minus Line 10; divide Column 1 by Column 2 and enter factor)*
12. **Sales Factor** *(Attach schedule)*  
   Divide Column 1 by Column 2 and enter factor
13. **Sales Factor** *(Enter the same factor as on Line 12)*
14. **Total of Factors** *(Add Lines 8, 11, 12, and 13)*
15. **N.C. Apportionment Factor** *(Divide Line 14 by the number of factors present, enter result here and on Schedule B, Line 15 and Schedule C, Line 12)*

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**Part 3.** Excluded Corporations and Public Utilities, Other Than Those Companies Listed in Part 4

Excluded corporations must use the sales factor alone. These corporations need not complete the property and payroll factor sections of this Schedule. *(See instructions and G.S.105 -130.4 for definition of excluded corporation.)* Enter the sales factor from Line 12 here, on Schedule B, Line 15, and Schedule C, Line 12

**Part 4.** Telephone Companies, Motor Carriers, and Railroad Companies

Enter the computed apportionment factor here, on Schedule B, Line 15, and Schedule C, Line 12 *(See Form CD-405 instructions and G.S.105 -130.4 for more information.)*
Nonresident shareholders electing to file a composite S Corporation Tax Return must use the applicable income tax rates in computing the amount of income tax due. In addition, a surtax is due at the applicable rates if the North Carolina taxable income of the nonresident shareholder exceeds the following amounts.

**Income**
- 6.00% of the first $12,750
- 7.00% of the amount over $12,750 but no more than $60,000
- 7.75% of the amount over $60,000

**Surtax**
- 2% of the amount over $60,000 but no more than $150,000
- 3% of the amount over $150,000

**Explanation of Changes for Amended Return**
*(Attach additional sheets if necessary)*

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**Legal Name**

**FEIN**

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