

## Instructions for Handwritten Forms

### Guidelines



Do not use red ink.  
Use blue or black ink.



Do not use dollar  
signs, commas, or  
other punctuation marks.



### Printing



Set page scaling to  
“none.” The Auto-Rotate  
and Center checkbox  
should be unchecked.



Do not select “print on  
both sides of paper.”



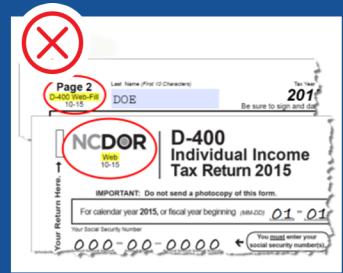
### Before You Send



Do not submit  
photocopies of returns.  
Submit originals only.



Do not mix form types



CD-401S  
S-Corporation Tax Return 2025For calendar year 2025, or  
other tax year beginning (MM-DD)- 25 and ending  
(MM-DD-YY)DOR  
Use  
Only

Legal Name (First 35 Characters) (USE CAPITAL LETTERS FOR YOUR NAME AND ADDRESS)

Federal Employer ID Number

Address

Secretary of State ID NAICS Code

City

State

Zip Code

► Fill in all  
applicable  
circles:

Initial Return     NC-Rehab is attached     Has Nonresident Shareholders  
 Final Return     NC-478 is attached     Has Escheatable Property  
 Short Year Return     Amended Return     NC-PE is attached

Gross Receipts / Sales

.00

► Qualified Subchapter S Subsidiary Type of S-Corporation (select one, if applicable)  
 Parent of a Qualified Subchapter S Subsidiary     Qualified Subchapter S Subsidiary  
*(If either circle above is filled in, see Schedule F, Line 7 to provide additional information.)*

Total Assets per  
Balance Sheet

.00

**N.C. Education Endowment Fund:** You may contribute to the N.C. Education Endowment Fund by making a contribution or designating some or all of your overpayment to the Fund. To make a contribution, enclose Form NC-EDU and your payment of \$ \_\_\_\_\_. To designate your overpayment to the Fund, enter the amount of your designation on Page 2, Line 33. See instructions for information about the Fund.

**Taxed S Corporation** Is the S Corporation making the election to be a Taxed S Corporation for tax year 2025?

Yes     No

**Federal Extension** Were you granted an automatic extension to file your 2025 federal income tax return (Form 1120S)?

Yes     No

<b>(A) Computation of Franchise Tax</b> <ol style="list-style-type: none"> <li>1. Net Worth (From Schedule C, Line 9)</li> <li>2. Total Franchise Tax Due If Line 1 ≤ \$1,000,000, the minimum tax due of \$200 is applicable. If Line 1 &gt; \$1,000,000, multiply the amount over \$1,000,000 by .0015 and add \$200.</li> <li>3. Payment with Franchise Tax Extension (From Form CD-419, Line 9) When filing an amended return see instructions.</li> <li>4. Tax Credits (From Form CD-425, Part 2, Line 14) If a tax credit is taken on Line 4, Form CD-425 <b>MUST</b> be attached.</li> <li>5. Franchise Tax Due - If the sum of Line 3 plus 4 is less than Line 2, enter difference here and on Page 2, Line 24</li> <li>6. Franchise Tax Overpaid - If the sum of Line 3 plus 4 is more than Line 2, enter difference here and on Page 2, Line 24</li> </ol>	<b>Holding Company Exception (See instructions)</b> <input type="radio"/>	► 1. .00
		► 2. .00
		► 3. .00
		► 4. .00
		5. \$ .00
		► 6. .00

<b>(B) Computation of Corporate Income Tax</b> <ol style="list-style-type: none"> <li>7. Shareholders' Shares of Corporation Income (Loss) (From Schedule H, Line 11 or Federal Schedule K, Lines 1-10)</li> <li>8. Adjustments to Corporation Income (Loss) (From Schedule I, Line 3)</li> <li>9. N.C. Taxable Income Add Lines 7 and 8</li> <li>10. Nonapportionable Income (From Schedule N, Line 1)</li> <li>11. Apportionable Income Line 9 minus Line 10</li> <li>12. Apportionment Factor - Enter to four decimal places (From Schedule O, Part 1; Part 2 - Line 9; or Part 3)</li> <li>13. Income Apportioned to N.C. Multiply Line 11 by factor on Line 12</li> <li>14. Nonapportionable Income Allocated to N.C. (From Schedule N, Line 2)</li> <li>15. Total Net Taxable Income - Add Lines 13 and 14 <i>(Skip to Line 20 if not a composite filer or a Taxed S Corporation)</i></li> <li>16. Amount of Line 15 Attributable to Nonresidents Filing Composite Return (Composite Filers Only)</li> <li>17. Net Taxable Income Attributable to All Shareholders When a Taxed S Corporation Election is Made (From Line 15; Taxed S Corporation Filers Only)</li> <li>18. Separately Stated Items of Income Attributable to Nonresidents Filing Composite or to All Shareholders When a Taxed S Corporation Election is Made (See instructions)</li> </ol>	<p>If amount on Line 7-11 or 13-17 is negative, fill in circle.</p> <p>Example:</p> <div style="border: 1px solid black; padding: 2px; width: 15px; height: 15px; margin-left: 10px;"></div>		► 7. <input type="radio"/> .00
		► 8. <input type="radio"/> .00	
		9. <input type="radio"/> .00	
		► 10. <input type="radio"/> .00	
		► 11. <input type="radio"/> .00	
		► 12. .00 %	
		► 13. <input type="radio"/> .00	
		► 14. <input type="radio"/> .00	
		15. <input type="radio"/> .00	
		► 16. <input type="radio"/> .00	
		► 17. <input type="radio"/> .00	
		► 18. .00	

Legal Name \_\_\_\_\_

FEIN \_\_\_\_\_

<p><b>(B) Computation of Corporate Income Tax</b></p> <p><b>19. North Carolina Income Tax</b> - Add Lines 16, 17, and 18; multiply the sum by 4.25% (.0425)</p> <p><b>20. Payments and Credits</b> <i>When filing an amended return, see instructions.</i></p> <p>a. Income Tax Extension <i>(From Form CD-419, Line 10)</i></p> <p>b. Estimated Tax and Other Prepayments of Tax</p> <p><i>On Lines 20c through 20e, enter only the amounts attributable to nonresidents filing composite or to Taxed S Corporations.</i></p> <p>c. Partnership <i>(If a partnership payment is taken on Line 20c, a copy of Form D-403 NC K-1 MUST be attached.)</i></p> <p>d. Nonresident Withholding <i>(Include copy of 1099 or W-2)</i></p> <p>e. Tax Credits <i>(From Form CD-425, Part 4, Line 30)</i> <i>If a tax credit is taken on Line 20e, Form CD-425 MUST be attached.</i></p> <p><b>21. Add Lines 20a through 20e</b></p> <p><b>22. Income Tax Due</b> - If Line 21 is less than Line 19, enter difference here and on Line 25</p> <p><b>23. Income Tax Overpaid</b> - If Line 21 is more than Line 19, enter difference here and on Line 25</p>	 <b>6200206027</b>	<p>► 19. _____ .00</p> <p>► 20a. _____ .00</p> <p>► 20b. _____ .00</p> <p>► 20c. _____ .00</p> <p>► 20d. _____ .00</p> <p>► 20e. _____ .00</p> <p>21. _____ .00</p> <p>22. <b>\$</b> _____ .00</p> <p>► 23. _____ .00</p>

I declare and certify 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.

Corporate Phone Number  
(Include area code) ►

Signature and Title of Officer: \_\_\_\_\_ Date: \_\_\_\_\_

Check here if you authorize the North Carolina Department of Revenue to discuss this return and attachments with the paid preparer below.

**PAID  
PREPARER  
USE ONLY**

If prepared by a person other than taxpayer, this certification is based on all information of which the preparer has any knowledge.

Preparer's FEIN, SSN, or PTIN

Preparer's Contact Phone Number (Include area code)

► \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_

Fill in applicable circle:  FEIN  SSN  PTIN

Signature of Paid Preparer: \_\_\_\_\_ Date: \_\_\_\_\_

**(C) Net Worth**

1. Total assets <i>(See instructions for definition)</i>	1. _____ .00
2. Total liabilities	2. _____ .00
3. Line 1 minus Line 2	3. _____ .00
4. Accumulated depreciation, depletion, and amortization permitted for income tax purposes <i>(Attach Schedule)</i>	4. _____ .00
5. Line 3 minus Line 4	5. _____ .00
6. Affiliated indebtedness <i>(Attach schedule)</i>  _____	6. _____ .00
7. Line 5 plus (or minus) Line 6	7. _____ .00
8. Apportionment factor <i>(From Schedule O, Part 1; Part 2 - Line 9; or Part 3)</i>	8. _____ %
<b>9. Net Worth</b> Multiply Line 7 by factor on Line 8 and enter result here and on Schedule A, Line 1. If amount on Line 9 is less than zero, enter zero on Schedule A, Line 1.	9. _____ .00

**(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.? <input type="radio"/> Yes <input type="radio"/> 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? <input type="radio"/> Yes <i>(Attach detailed explanation)</i> <input type="radio"/> No	
7. If corporation is a Qualified Subchapter S Subsidiary, enter parent's name and FEIN below, and attach a schedule of affiliates.	

Parent Name \_\_\_\_\_ FEIN \_\_\_\_\_

If corporation is the Parent of a Qualified Subchapter S Subsidiary, attach a schedule of affiliates.

### ⑥ 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. a. Gross receipts or sales	_____ .00
b. Returns and allowances	_____ .00
c. Balance ( <i>Line 1a minus Line 1b</i> )	_____ .00
<b>2. Cost of goods sold (<i>Attach schedule</i>)</b>	_____ .00
<b>3. Gross profit (<i>Line 1c minus Line 2</i>)</b>	_____ .00
<b>4. Net gain (loss) (<i>Attach schedule</i>)</b>	_____ .00
<b>5. Other income (loss) (<i>Attach schedule</i>)</b>	_____ .00
<b>6. Total Income (Loss)</b> Add Lines 3 through 5	_____ .00

7. Compensation of officers (Attach schedule, including addresses)	_____ .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. a. Depreciation _____	
b. Depreciation included in cost of goods sold _____	
c. Balance (Line 14a minus 14b)	_____ .00

15. Depletion	_____ .00
16. Advertising	_____ .00
17. Pension, profit-sharing, and similar plans	_____ .00
18. Employee benefit programs	_____ .00
19. Energy efficient commercial buildings ( <i>Attach Form 7205</i> )	_____ .00
20. Other deductions ( <i>Attach schedule</i> )	_____ .00
<b>21. Total Deductions</b> Add the amounts shown in the far right column for Lines 7 through 20	_____ .00
<b>22. Ordinary Business Income (Loss)</b> Line 6 minus Line 21; enter amount here and on Schedule H, Line 1	_____ .00

## ⑧ 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 (Attach Schedule)	_____ .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
<b>11. Total Income (Loss)</b>	_____ .00

## ① Adjustments to Income (Loss)

**1. Additions to Federal Adjusted Gross Income (Loss): (From Form NC-PE, Part A, Total Additions) (Attach Form NC-PE)**

**2. Deductions from Federal Adjusted Gross Income (Loss): (From Form NC-PE, Part B, Total Deductions) (Attach Form NC-PE)**

**3. Adjustments to Income (Loss)**  
Line 1 minus Line 2; enter result here  
and on Schedule B, Line 8.

## Explanation of Changes for Amended Return

K Shareholders' Pro Rata Share Items

*(Attach additional pages if needed)*

M-1 Federal Schedule	M-2 Analysis of N.C. AAA	<b>Assets</b>	<b>Beginning of Tax Year</b>	<b>End of Tax Year</b>	
		1. Cash			
		2. a. Trade notes and accounts receivable			
		b. Less allowance for bad debts			
		3. Inventories			
		4. a. U.S. government obligations			
		b. State and other obligations			
		5. Tax-exempt securities			
		6. Other current assets ( <i>Attach end of year schedule</i> )			
		7. Loans to shareholders			
		8. Mortgage and real estate loans			
		9. Other investments ( <i>Attach end of year schedule</i> )			
		10. a. Buildings and other depreciable assets			
		b. Less accumulated depreciation			
		11. a. Depletable assets			
		b. Less accumulated depletion			
		12. Land ( <i>net of any amortization</i> )			
		13. a. Intangible assets ( <i>amortizable only</i> )			
		b. Less accumulated amortization			
		14. Other assets ( <i>Attach end of year schedule</i> )			
		15. <b>Total Assets</b>			
		<b>Liabilities and Shareholders' Equity</b>			
		16. Accounts payable			
		17. Mortgages, notes, and bonds payable in less than 1 year			
		18. Other current liabilities ( <i>Attach end of year schedule</i> )			
		19. Loans from shareholders			
		20. Mortgages, notes, and bonds payable in 1 year or more			
		21. Other liabilities ( <i>Attach end of year schedule</i> )			
		22. Capital stock			
		23. Additional paid-in capital			
		24. Retained earnings			
		25. Adjustments to shareholders' equity ( <i>Attach end of year schedule</i> )			
		26. Less cost of treasury stock			
		27. <b>Total Liabilities and Shareholders' Equity</b>			
		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 ( <i>itemize</i> ):			
		3. Expenses recorded on books this year not included on Federal Schedule K, Lines 1 through 12e, and 16f ( <i>itemize</i> ):			
		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 ( <i>itemize</i> ):			
		Tax-exempt interest \$ _____			
		6. Deductions included on Federal Schedule K, Lines 1 through 12e, and 16f not charged against book income this year ( <i>itemize</i> ):			
		Depreciation \$ _____			
		7. Add Lines 5 and 6			
		8. Income (Loss) (Federal Schedule K, Line 18) Line 4 minus Line 7			
		N.C. Accumulated Adjustments	N.C. Other Adjustments	Undistributed income previously taxed	
		1. Balance at beginning of year			
		2. Ordinary income from Schedule G, Line 22			
		3. Other additions			
		4. Loss from Schedule G, Line 22			
		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)			

*Complete this schedule if you have income classified as nonapportionable income. See the instructions for an explanation of what is apportionable income and what is nonapportionable income.*

**1. Nonapportionable Income** (Enter the total of Column D here and on Schedule B, Line 10)

.00

**2. Nonapportionable Income Allocated to N.C. (Enter the total of Column E here and on Schedule B, Line 14)**

.00

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

*(Attach additional sheets if necessary)*

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

100.0000 %

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

Enter 100% on Schedule B, Line 12 and Schedule C, Line 8

## **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 %

1. Gross Receipts Subject to Apportionment
2. Gross Rents Subject to Apportionment
3. Gross Royalties Subject to Apportionment
4. Dividends Subject to Apportionment
5. Interest Subject to Apportionment
6. Other Apportionable Income
7. Share of Receipts from Noncorporate Entities Subject to Apportionment
8. **Total** *(Add Lines 1 through 7 for each column)*

## 1 Within North Carolina

## 2 Total Everywhere

## 9. N.C. Apportionment Factor

**NON-Appreciation Factors:**  
(Divide Line 8 Column 1 by Line 8 Column 2; enter the factor here, on Schedule B, Line 12, and Schedule C, Line 8. See instructions and G.S. 105-130.4 for more information.)

%

### Part 3. Special Apportionment Formulas

Special Apportionment Formula  
Special apportionment formulas apply to certain types of corporations such as banks, wholesale content distributors, electric power companies, air transportation companies, water transportation companies, pipeline companies, and railroad companies. If you use a special apportionment formula, enter the computed apportionment factor here, on Schedule B, Line 12, and on Schedule C, Line 8. Attach a schedule to support the special apportionment calculation. (See *instructions* and *G.S. 105-130.4, 130.4A, and 130.4B* for more information.)

%