

Corporation Tax Return 2011 North Carolina Department of Revenue

Submit forms in the following order: CD-V, NC-478VJ, CD-479, NC-478, NC-478 series, CD-405, followed by CD-425

For calendar year 2011, or other tax year beginning (MM-DD) 11 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 Gross Receipts / Sales

Fill in all applicable circles: Initial Filer, NC-478 is attached, Captive REIT, Fed Schedule M-3 is attached, Final Return, CD-479 is attached, Foreign Corp, Combined Return, Amended Return, Nonprofit/Tax Exempt (Outside U.S.) Total Assets per Balance Sheet

Is this corporation related to another corporation as: (Attach a copy of the appropriate federal income tax schedule reflecting the relationship) Parent, Subsidiary, Affiliate

Enter the amount of bonus depreciation from Sch. H, Line 1(g) .00 Enter the amount of Section 179 expense from Sch. H, Line 1(h) .00

Computation of Franchise Tax: 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 33 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 33 Holding Company Exception (See instructions)

Computation of Corporate Income Tax: 10. Federal Taxable Income Before NOL (From Schedule G, Line 30 or Federal Form 1120, Line 28 minus 29b) 11. Adjustments to Federal Taxable Income (From Schedule H, Line 5) 12. Net Income Before Contributions Add (or subtract) Lines 10 and 11 13. Contributions to Donees Outside N.C. (From Schedule I, Line 1c) 14. N.C. Taxable Income Line 12 minus Line 13 15. Nonapportionable Income (From Schedule N, Line 1) 16. Apportionable Income Line 14 minus Line 15 17. Apportionment Factor - Enter to four decimal places (From Schedule O, Part 1; Part 2 - Line 15; Part 3; or Part 4) 18. Income Apportioned to N.C. Multiply Line 16 by factor on Line 17 19. Nonapportionable Income Allocated to N.C. (From Schedule N, Line 2) 20. Income Subject to N.C. Tax Add Lines 18 and 19 21. Percentage Depletion over Cost Depletion on N.C. Property (See Instructions)



Computation of Corporate Income Tax

22. Net Economic Loss (Attach schedule)

If amount on Line 23 or 25 is negative fill in circle.
Example:

22. _____ .00

23. Income Before Contributions to N.C. Donees
Line 20 minus Lines 21 and 22

23. _____ .00

24. Contributions to N.C. Donees
(From Schedule I, Line 2e)

24. _____ .00

25. Net Taxable Income
Line 23 minus Line 24

25. _____ .00

26. N.C. Net Income Tax
Multiply Line 25 by 6.90%

26. _____ .00

27. Annual Report Fee

Include \$25.00 **ONLY** if filing report with the Department of Revenue.
(Pay online. Go to www.sosnc.com for an electronic filing option.)

27. _____ .00

28. Add Lines 26 and 27

28. _____ .00

29. Payments and Credits

a. Application for Income Tax Extension
(From Form CD-419, Line 10)

29a. _____ .00

b. 2011 Estimated Tax (When filing an amended return, enter previous payments here.)

29b. _____ .00

c. Partnership (If a partnership payment is claimed on Line 29c, a copy of the NC K-1 **MUST** be attached.)

29c. _____ .00

d. Nonresident Withholding
(Include copy of 1099 or W-2)

29d. _____ .00

e. Tax Credits (From Form CD-425, Part 4, Line 34)
If a tax credit is claimed on Line 29e, Form CD-425 **MUST** be attached.

29e. _____ .00



30. Add Lines 29a through 29e

30. _____ .00

31. Income Tax Due - If Line 30 is less than Line 28, enter difference here and on Line 34, below

31. _____ .00

32. Income Tax Overpaid - If Line 30 is more than Line 28, enter difference here and on Line 34, below

32. _____ .00

Tax Due or Refund

33. Franchise Tax Due or Overpayment
(From Schedule A, Line 8 or 9)

If amount on Line 33-35 is an overpayment fill in circle.
Example:

33. _____ .00

34. Income Tax Due or Overpayment
(From Schedule B, Line 31 or 32)

34. _____ .00

35. Balance of Tax Due or Overpayment
Add (or subtract) Lines 33 and 34

35. _____ .00

36. Underpayment of Estimated Income Tax
(Enter letter in exceptions box, if applicable. See instructions.)

Exception to Underpayment of Estimated Tax

36. _____ .00

37. a. **Interest** (See instructions)

37a. _____ .00

b. **Penalties** (See instructions)

37b. _____ .00

38. Total Due - Add Lines 35 through 37b and enter result here, but not less than zero. If less than zero, enter amount on Line 39.
Pay online. Go to www.dornc.com and click on [Electronic Services](#).

Pay in U.S. Currency From a Domestic Bank

38. _____ .00

39. Overpayment

39. _____ .00

40. Amount of Line 39 applied to **2012 Estimated Income Tax**

40. _____ .00

41. Amount of Line 39 contributed to **N.C. Nongame and Endangered Wildlife Fund**

41. _____ .00

42. Amount to be Refunded
Line 39 minus Lines 40 and 41

42. _____ .00

Signature and Title of Officer: _____ Date: _____
I certify that, to the best of my knowledge, this return is accurate and complete.

Corporate Telephone Number: _____
(Important: Include Area Code)

Signature of Paid Preparer: _____
I certify that, to the best of my knowledge, this return is accurate and complete.

Preparer's FEIN SSN PTIN: _____
(Fill in applicable circle)

(C) Capital Stock, Surplus, and Undivided Profits

1. Total capital stock outstanding less cost of treasury stock	1. _____ .00
2. Paid-in or capital surplus	2. _____ .00
3. Retained earnings (earned surplus and undivided profits)	3. _____ .00
4. Other surplus	4. _____ .00
5. Deferred or unearned income	5. _____ .00
6. Allowance for bad debts	6. _____ .00
7. LIFO reserves	7. _____ .00
8. Other reserves that do not represent definite and accrued legal liabilities (Attach schedule)	8. _____ .00
9. Add Lines 1 through 8 and enter total	9. _____ .00
10. Affiliated indebtedness (Attach schedule) _____	10. _____ .00
11. Line 9 plus (or minus) Line 10	11. _____ .00
12. Apportionment factor (From Schedule O, Part 1; Part 2 - Line 15; Part 3; or Part 4)	12. _____ %
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.	13. <input type="text" value=""/> .00

(D) Investment in N.C. Tangible Property

1. Total value of inventories located in N.C. <i>Inventory valuation method:</i> <input type="radio"/> FIFO <input type="radio"/> Lower of cost or market <input type="radio"/> Other _____ <small>(LIFO valuation not permitted)</small>	1. _____ .00
2. Total value of furniture, fixtures, and machinery and equipment located in N.C.	2. _____ .00
3. Total value of land and buildings located in N.C.	3. _____ .00
4. Total value of leasehold improvements and other tangible property located in N.C.	4. _____ .00
5. Add Lines 1 through 4 and enter total	5. _____ .00
6. Accumulated depreciation, depletion, and amortization with respect to N.C. tangible property	6. _____ .00
7. Debts existing for the purchase or improvement of N.C. real estate	7. _____ .00
8. Investment in N.C. Tangible Property Line 5 minus Lines 6 and 7; enter amount here and on Schedule A, Line 2	8. <input type="text" value=""/> .00

(E) Appraised Value of N.C. Tangible Property

1. Total appraised value of all N.C. tangible property, including motor vehicles <i>(If tax year ends December 31, 2011 through September 30, 2012, enter the appraised county tax value of all real and tangible property located in N.C. as of January 1, 2011, including any motor vehicles assessed during the tax year. Otherwise, enter value as of January 1, 2012.)</i>	1. _____ .00
2. Appraised Value of N.C. Tangible Property Multiply Line 1 by 55%; enter here and on Schedule A, Line 3	2. <input type="text" value=""/> .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? _____

6. Were the adjustments reported to N.C.? Yes No If so, when? _____

7. Does this corporation finance or discount its receivables through a related or an affiliated company? Yes No

8. 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? (Attach detailed explanation) Yes No

9. Does this corporation have escheatable property? Yes No

10. Officers' names and addresses:
 President _____ Secretary _____
 Vice-President _____ Treasurer _____

Ⓒ Federal Taxable Income Before NOL Deduction

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

1. a. Merchant card and third-party payments	_____	.00
b. Gross receipts or sales	_____	.00
c. Returns and allowances	_____	.00
d. Balance (Line 1a plus 1b minus Line 1c)	_____	.00
2. Cost of goods sold (Attach schedule)	_____	.00
3. Gross Profit (Line 1d minus Line 2)	_____	.00
4. Dividends (Attach schedule)	_____	.00
5. a. Interest on obligations of the United States and its instrumentalities	_____	.00
b. Other interest	_____	.00
6. Gross rents	_____	.00
7. Gross royalties	_____	.00
8. Capital gain net income (Attach schedule)	_____	.00
9. Net gain (loss) (Attach schedule)	_____	.00
10. Other income (Attach schedule)	_____	.00
11. Total Income Add Lines 3 through 10	_____	.00
12. Compensation of officers (Attach schedule)	_____	.00
13. Salaries and wages (Less employment credits)	_____	.00
14. Repairs and maintenance	_____	.00
15. Bad debts	_____	.00
16. Rents	_____	.00
17. Taxes and licenses	_____	.00
18. Interest	_____	.00
19. Charitable contributions	_____	.00
20. a. Depreciation _____		
b. Depreciation included in cost of goods sold _____		
c. Balance (Line 20a minus Line 20b)	_____	.00
21. Depletion	_____	.00
22. Advertising	_____	.00
23. Pension, profit-sharing, and similar plans	_____	.00
24. Employee benefit programs	_____	.00
25. Domestic production activities deduction	_____	.00
26. Other deductions (Attach schedule)	_____	.00
27. Total Deductions Add Lines 12 through 26	_____	.00
28. Taxable Income per Federal Return Before NOL and Special Deductions Line 11 minus Line 27	_____	.00
29. Special Deductions (From Federal Form 1120, Line 29b)	_____	.00
30. Federal Taxable Income Before NOL Line 28 minus Line 29; enter amount here and on Schedule B, Line 10	_____	.00

Ⓓ Adjustments to Federal Taxable Income

1. Additions:		
a. Taxes based on net income	_____	.00
b. Dividends paid by captive REITs	_____	.00
c. Contributions	_____	.00
d. Royalties paid to related members (See instructions)	_____	.00
e. Expenses attributable to income not taxed (See instructions)	_____	.00
f. Domestic production activities deduction (From Schedule G, Line 25)	_____	.00
g. Bonus Depreciation	_____	.00
h. Section 179 expense deduction	_____	.00
i. Other (Attach explanation or schedule)	_____	.00
2. Total Additions (Add Lines 1a-1i)	_____	.00
3. Deductions:		
a. U.S. obligation interest (net of expenses)	_____	.00
b. Other deductible dividends (See instructions)	_____	.00
c. Dividends received from captive REITs	_____	.00
d. Royalties received from related members (See instructions)	_____	.00
e. Interest on deposits with FHLB (net of expenses) S&L's only	_____	.00
f. Bonus depreciation (See instructions)	_____	.00
g. Section 179 expense deduction	_____	.00
h. Other (Attach explanation or schedule)	_____	.00
4. Total Deductions (Add Lines 3a-3h)	_____	.00
5. Adjustments to Federal Taxable Income Line 2 minus Line 4, enter amount here and on Schedule B, Line 11	_____	.00

Ⓔ Contributions

1. Contributions to Donees Outside N.C.		
a. Enter total contributions to donees outside N.C.	_____	.00
b. Multiply the amount shown on Schedule B, Line 12 by 5%	_____	.00
c. Amount Deductible Enter the lesser of Line 1a or 1b here and on Schedule B, Line 13	_____	.00
2. Contributions to N.C. Donees		
a. Enter total contributions to N.C. donees other than those listed in Line 2d, below	_____	.00
b. Multiply Schedule B, Line 23 by 5%	_____	.00
c. Enter the lesser of Line 2a or 2b	_____	.00
d. Enter total contributions to the State of N.C. and its political subdivisions	_____	.00
e. Amount Deductible Add Lines 2c and 2d; enter total here and on Schedule B, Line 24	_____	.00

Ⓕ Explanation of Changes for Amended Return

Attach additional sheets if necessary

		Beginning of Tax Year		End of Tax Year	
L Balance Sheet per Books	Assets				
	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 schedule</i>)				
	7. Loans to shareholders				
	8. Mortgage and real estate loans				
	9. Other investments (<i>Attach 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 schedule</i>)					
15. Total Assets					
	Liabilities and Shareholders' Equity				
16. Accounts payable					
17. Mortgages, notes, and bonds payable in less than 1 year					
18. Other current liabilities (<i>Attach schedule</i>)					
19. Loans from shareholders					
20. Mortgages, notes, and bonds payable in 1 year or more					
21. Other liabilities (<i>Attach schedule</i>)					
22. Capital stock: a. Preferred Stock					
b. Common Stock					
23. Additional paid-in capital					
24. Retained earnings – Appropriated (<i>Attach schedule</i>)					
25. Retained earnings – Unappropriated					
26. Adjustments to shareholders' equity (<i>Attach schedule</i>)					
27. Less cost of treasury stock		()		()	
28. Total Liabilities and Shareholders' Equity					
M-1 Reconciliation of Income (Loss) per Books With Return	1. Net income (loss) per books			7. Income recorded on books this year not included on this return (<i>itemize</i>):	
	2. Federal income tax			Tax-exempt interest \$ _____	
	3. Excess of capital losses over capital gains			8. Deductions on this return not charged against book income this year (<i>itemize</i>):	
	4. Income subject to tax not recorded on books this year (<i>itemize</i>): _____			a. Depreciation \$ _____	
	5. Expenses recorded on books this year not deducted on this return (<i>itemize</i>):			b. Charitable Contributions \$ _____	
	a. Depreciation \$ _____			9. Add Lines 7 and 8	
b. Charitable Contributions \$ _____			10. Income (<i>Line 6 minus Line 9</i>)		
c. Travel and entertainment \$ _____					
6. Add Lines 1 through 5					
M-2 Retained Earnings Analysis	1. Balance at beginning of year			5. Distributions: a. Cash	
	2. Net income (loss) per books			b. Stock	
	3. Other increases (<i>itemize</i>): _____			c. Property	
	4. Add Lines 1, 2, and 3			6. Other decreases (<i>itemize</i>): _____	
			7. Add Lines 5 and 6		
			8. Balance at End of Year (<i>Line 4 minus Line 7</i>)		

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

(A) Nonapportionable Income	(B) Gross Amounts	(C) Related Expenses*	(D) Net Amounts (Column B minus Column C)	(E) Net Amounts Allocated Directly to N.C.

1. **Nonapportionable Income** (Enter the total of Column D here and on Schedule B, Line 15)

2. **Nonapportionable Income Allocated to N.C.** (Enter the total of Column E here and on Schedule B, Line 19)

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.

Computation of Apportionment Factor

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

Enter 100% on Schedule B, Line 17 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: %

1. Within North Carolina		2. Total Everywhere	
(a) Beginning Period	(b) Ending Period	(a) Beginning Period	(b) Ending Period

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, on Schedule B, Line 17, and Schedule C, Line 12)

Part 3. Corporations Apportioning Franchise or Income to N.C. and to Other States Using Single Sales Factor

Excluded corporations, qualified capital intensive corporations, and certain public utilities must apportion North Carolina franchise and corporate income tax using the sales factor alone. These corporations need not complete the property and payroll factor sections of this Schedule. Enter the sales factor from Line 12 here, on Schedule B, Line 17, and on Schedule C, Line 12. (See instructions and G.S.105 -130.4 for more information.)

%

Part 4. Special Apportionment

Special apportionment formulas apply to certain types of corporations such as telephone companies, motor carriers, and railroad companies. If you use a special apportionment formula, enter the computed apportionment factor here, on Schedule B, Line 17, and on Schedule C, Line 12. (See instructions and G.S.105 -130.4 for more information.)

%