



For the year January 1 – December 31, 2011, or other tax year beginning 6/1, 2011, ending 5/31, 2012

Check applicable box: Initial return, Final return, Amended return, Address change. Filing Status: 1. Corporation operating only in Alabama, 2. Multistate Corporation - Apportionment (Sch. D-1), 3. Multistate Corporation - Percentage of Sales (Sch. D-2), 4. Multistate Corporation - Separate Accounting, 5. Proforma Return.

Table with 18 rows for tax calculations. Line 1: FEDERAL TAXABLE INCOME (4,742,791). Line 2: Federal Net Operating Loss. Line 3: Reconciliation adjustments (11,801). Line 4: Federal taxable income adjusted to Alabama Basis (4,754,592). Line 5: Net nonbusiness (income)/loss. Line 6: Apportionable income (4,754,592). Line 7: Alabama apportionment factor (16.6103%). Line 8: Income apportioned to Alabama (789,752). Line 9: Net nonbusiness income/(loss) - Alabama. Line 10: Alabama income before federal income tax deduction (789,752). Line 11a: Federal income tax deduction/(refund) (8,322). Line 11b: Small Business Health Insurance Premiums (5). Line 11c: Reemployment Act of 2010 (5). Line 12: Alabama income before net operating loss (NOL) carryforward (781,420). Line 13: Alabama NOL deduction (461,636). Line 14: Alabama taxable income (319,784). Line 15: Alabama Income Tax (20,786). Line 16: Tax Payments, Credits, and Deferral (16a-16h). Line 17: Reductions/applications of overpayments (17a-17e). Line 18: Total amount due/(refund) (56,193).

UNLESS A COPY OF THE FEDERAL RETURN IS ATTACHED, THIS RETURN WILL BE CONSIDERED INCOMPLETE. (SEE ALSO PAGE 4, OTHER INFORMATION, NO. 5.)

If you paid electronically check here: [ ]

I authorize a representative of the Department of Revenue to discuss my return and attachments with my preparer. 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.

Please Sign Here

Signature: [ ] Title: President Date: 06/01/11 Daytime Telephone No.: (874) 217-8412

Paid Preparer's Use Only

Preparer's signature: [ ] Date: 06/01/11 Check if self-employed: [X] Preparer's Tax Identification Number: P12 34 5678 Firm's name: National Tax Service Tel. No.: (741) 187-4000 E.I. No.: 177416811 and address: 1 Tax Service Road Montgomery, AL ZIP Code: 36117



Schedule A Reconciliation Adjustments of Federal Taxable Income to Alabama Taxable Income

§40-18-33, Code of Alabama 1975, defines Alabama Taxable Income as federal taxable income without the benefit of the federal net operating loss plus specific additions and less specific deductions. The specific additions and deductions are reflected in the lines provided below. Other reconciliation items include transition adjustments to prevent duplicate deduction or duplicate taxation of items previously deducted or reported on Alabama income tax returns.

ADDITIONS

Table with 9 rows for additions. Line 1: State and local income taxes (11,801). Line 9: Total additions (11,801).

DEDUCTIONS

Table with 25 rows for deductions. Line 25: TOTAL RECONCILIATION ADJUSTMENTS (11,801).

Schedule B Alabama Net Operating Loss Carryforward Calculation (§40-18-35.1, Code of Alabama 1975)

Table with 5 columns: Loss Year End, Amount of Alabama net operating loss, Amount used in years prior to this year, Amount used this year, Remaining unused net operating loss. Includes Alabama net operating loss of 461,636.



**Schedule C** Allocation of Nonbusiness Income, Loss, and Expense – Use only if you checked Filing Status 2, page 1

Identify by account name and amount, all items of nonbusiness income, loss and expense removed from apportionable income and those items which are directly allocable to Alabama. Adjustment(s) must also be made for any proration of expenses under Alabama Income Tax Rule 810-27-1-4-.01, which states, "Any allowable deduction that is applicable to both business and nonbusiness income of the taxpayer shall be prorated to each class of income in determining income subject to tax as provided..." (See instructions.)

Table with 7 columns: DIRECTLY ALLOCABLE ITEMS OF NONBUSINESS INCOME OR LOSS, ALLOCABLE GROSS INCOME / LOSS (Column A, B), RELATED EXPENSE (Column C, D), NET OF RELATED EXPENSE (Column E, F). Rows include 1a-e and 2 NET NONBUSINESS INCOME / LOSS.

**Schedule D-1** Apportionment Factor Schedule – Use only if you checked Filing Status 2, page 1 – Amounts must be Positive (+) Values

Table for Apportionment Factor Schedule. Columns: TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME, ALABAMA BEGINNING/END OF YEAR, EVERYWHERE BEGINNING/END OF YEAR. Rows include 1-14 (Property), 15 (Salaries/Wages), 16-27 (Sales and Alabama Appportionment Factor).

**Schedule D-2** Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

Table for Percentage of Sales. Columns: DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000, ALABAMA, EVERYWHERE. Rows include 1-4 (Destination Sales, Origin Sales, Total gross receipts, Tax due).



Schedule E Federal Income Tax (FIT) Deduction/(Refund)

(a) If this corporation is an accrual-basis taxpayer and files a separate (nonconsolidated) federal income tax return with the IRS, skip to line 6 and enter the amount of federal income tax liability shown on Form 1120. Cash-basis taxpayers filing separate (nonconsolidated) federal returns should enter on line 6 below the amount of federal income tax actually paid during the year.
(b) Methods 1552(a)(1) or 1552(a)(2), enter on line 6 the amount of the consolidated tax liability allocated to this corporation from line 5.
(c) If using Method 1552(a)(3), enter on line 6 the amount of the consolidated tax allocated to this corporation. Attach a schedule of your computations. Ignore any supplemental elections under IRC §1502.

If this corporation is a member of an affiliated group which files a consolidated federal return, indicate the number of the election made under IRC §1552.

- [ ] 1552(a)(1) • [ ] 1552(a)(2) • [ ] 1552(a)(3) • [X] No Election Made
• [ ] Other

1552(a)(1) enter separate company income from line 30 of the proforma 1120 for this company on line 1.

1552(a)(2) enter separate company tax liability from line 31 of the proforma 1120 for this company on line 1.

Table with 12 rows and 3 columns: Line number, Description, and Amount. Row 1: This company's separate federal taxable (income/tax) 4,742,791. Row 2: Total positive consolidated federal taxable (income/tax) 14,830,114,986. Row 3: This company's percentage (divide line 1 by line 2) 0.0300%. Row 4: Consolidated federal income tax (liability/payment) 167,007,961. Row 5: Federal income tax for this company (multiply line 3 by line 4) 50,102. Row 6: Federal income tax to be apportioned 50,102. Row 7: Alabama income, page 1, line 10 789,752. Row 8: Adjusted total income, page 1, line 4 4,754,592. Row 9: Federal income tax ratio (divide line 7 by line 8) 16.6103%. Row 10: Federal income tax apportioned to Alabama (multiply line 6 by line 9) 8,322. Row 11: Less refunds or adjustments. Row 12: Net federal income tax deduction / <refund> 8,322.

Schedule F Credits/Exemptions Caution – See Instructions

Table with 7 rows and 3 columns: Line number, Description, and Amount. Row 1: Alabama Enterprise Zone Credit/Exemptions. Row 2: Employer Education Credit. Row 3: Income Tax Credit. Row 4: Tax Increment Fund Payment Credit. Row 5: Coal Tax Credit 20,786. Row 6: Capital Tax Credit (Project Number(s)). Row 7: TOTAL (add lines 1 through 6). Enter here and on line 16f, page 1 20,786.

Other Information

- 1. Briefly describe your Alabama operations. • Filming
2. List locations of property within Alabama (cities and counties). • Huntsville
3. List other states in which corporation operates, if applicable. • ca, co, fl, md, nm, tx, ut, va
4. Indicate your tax accounting method:
• [ ] Accrual • [ ] Cash • [X] Other • Test
5. If this corporation is a member of an affiliated group which files a consolidated federal return, the following information must be provided:
(a) Copy of Federal Form 851, Affiliations Schedule. Identify by asterisk or underline the names of those corporations subject to tax in Alabama.
(b) Signed copy of consolidated Federal Form 1120, pages 1-5, as filed with the IRS.
(c) Copy of the spreadsheet of income statements; all supporting schedules for all legal entities that file as part of the consolidated federal group including (but not limited to) a copy of the spreadsheet of income statements (which includes a separate column that identifies the eliminations and adjustments used in completing the federal consolidated return), beginning and ending balance sheets, Schedule M-3 for the entire federal consolidated group.
(d) Copy of federal Schedule K-1 for each tax entity that the corporation holds an interest in at any time during the taxable year.
(e) Copy of federal Schedule(s) UTP.
6. Enter this corporation's federal net income (see instructions for page 1, line 1) for the last three (3) years, as last determined (e.g.: per amended federal return or IRS audit).
2010 • 2009 • 2008 •
7. Check if currently being audited by the IRS. • [ ]
8. Location of the corporate records: Street address: •
City: • State: • ZIP: •
9. Person to contact for information concerning this return:
Name: • John Smith Email Address: • J.Smith@email.com Telephone: • (334) 874-1871
10. If this entity filed an Alabama Business Privilege tax return under a different FEIN than the one listed on this Form 20C, please enter that number here: •

Non-payment returns, mail to:

Alabama Department of Revenue
Individual and Corporate Tax Division
Corporate Tax Section
PO Box 327430
Montgomery, AL 36132-7430

Payment returns, mail with payment voucher (Form BIT-V) to:

Alabama Department of Revenue
Individual and Corporate Tax Division
Corporate Tax Section
PO Box 327435
Montgomery, AL 36132-7435