



For the year January 1 - December 31, 2007, or other tax year beginning _____, 2007, ending _____, _____

Check applicable box: Initial return, Final return, Amended return, Address change. FEDERAL BUSINESS CODE NUMBER, FEDERAL EMPLOYER IDENTIFICATION NUMBER, NAME, ADDRESS, CITY, STATE, COUNTRY, 9-DIGIT ZIP CODE, STATE OF INCORPORATION, DATE OF INCORPORATION, DATE QUALIFIED IN ALABAMA, NATURE OF BUSINESS IN ALABAMA. Check Applicable: This company files as part of a consolidated federal return. Common parent corporation: (See page 4, "Other Information," item 5.) Name FEIN. Notification of Final IRS change, Federal Form 1120-REIT filed, 7004 Attached.

Filing Status: (see instructions) 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 (Prior written approval required and must be attached). 5. Proforma Return - files as part of Alabama Affiliated Group.

Table with 14 rows for Federal Taxable Income. Line 1: FEDERAL TAXABLE INCOME (see instructions). Line 2: Federal Net Operating Loss (included in line 1). Line 3: Reconciliation adjustments (from line 25, Schedule A). Line 4: Federal taxable income adjusted to Alabama Basis (add lines 1, 2 and 3). Line 5: Net nonbusiness (income)/loss - Everywhere (from Schedule C, line 2, col. E). Line 6: Apportionable income (add lines 4 and 5). Line 7: Alabama apportionment factor (from line 26, Schedule D-1). Line 8: Income apportioned to Alabama (multiply line 6 by line 7). Line 9: Net nonbusiness income/(loss) - Alabama (from Schedule C, line 2, col. F). Line 10: Alabama income before federal income tax deduction (line 8 plus line 9). Line 11: Federal income tax deduction/(refund) (from line 7, Schedule E). Line 12: Alabama income before net operating loss (NOL) carryforward (line 10 less line 11). Line 13: Alabama NOL deduction (see instructions). Line 14: Alabama taxable income (line 12 less line 13).

15 Alabama Income Tax (6.5% of line 14). 16 Tax Payments, Credits, and Deferral: a Carryover from prior year (2006), b 2007 estimated tax payments, c 2007 composite payment(s) made on behalf of this entity (see instructions), d Payments made with extension (Form 20E), e Payments prior to adjustment, f Credits (from line 7, Schedule F), g LIFO Reserve Tax Deferral (see instructions), h Total Payments, Credits, and Deferral (add lines 16a through 16g). 17 Reductions/applications of overpayments: a Credit to 2008 estimated tax, b Penny Trust Fund, c Penalty due (see instructions), d Interest due (computed on tax due only), e Total reductions (total lines 17a, b, c and d). 18 Total amount due/(refund) (line 15 less 16h, plus 17e).

CN. 15. UNLESS A COPY OF THE FEDERAL RETURN IS ATTACHED, THIS RETURN WILL BE CONSIDERED INCOMPLETE. (SEE ALSO PAGE 4, OTHER INFORMATION, NO. 5.) 18.

If you paid electronically check here: []

Please Sign 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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge. Signature, Title, Date, Daytime Telephone No.

Paid Preparer's Use Only. Preparer's signature, Date, Check if self-employed, Preparer's Social Security Number, Firm's name (or yours, if self-employed) and address, Tel. No., E.I. No., ZIP Code.



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. Line 2: Federal exempt interest income. Line 3: Dividends from corporations. Line 4: Federal depreciation on pollution control items. Line 5: Net income from foreclosure property. Line 6: Related members interest or intangible expenses. Line 6c: Total Payments minus Exempt Amount equals. Line 7-8: Blank lines. Line 9: Total additions (add lines 1 through 8).

DEDUCTIONS

Table with 25 rows for deductions. Line 10: Refunds of state and local income taxes. Line 11: Interest income earned on direct obligations of the United States. Line 12: Interest income earned on obligations of Alabama. Line 13: Interest income earned on obligations issued prior to 12/31/1994. Line 14: Aid or assistance provided to the Alabama State Industrial Development Authority. Line 15: Expenses not deductible on federal income tax return. Line 16: Dividends described in 26 U.S.C. §78. Line 17: Dividend income - more than 20% stock ownership. Line 18: Dividends received from foreign sales corporations. Line 19: Interest portion of rent paid under lease agreements. Line 20: Amount of the oil/gas depletion allowance. Line 21-23: Blank lines. Line 24: Total deductions (add lines 10 through 23). Line 25: TOTAL RECONCILIATION ADJUSTMENTS (subtract line 24 from line 9 above). Enter here and on line 3, page 1 (enclose a negative amount in parentheses).

Schedule B

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

Table with 5 columns: Column 1: Loss Year End MM / DD / YYYY; Column 2: Amount of Alabama net operating loss; Column 3: Amount used in years prior to this year; Column 4: Amount used this year; Column 5: Remaining unused net operating loss. Includes a footer row for Alabama net operating loss (enter here and on line 13, page 1).



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.)

DIRECTLY ALLOCABLE ITEMS OF NONBUSINESS INCOME OR LOSS	ALLOCABLE GROSS INCOME / LOSS		RELATED EXPENSE		NET OF RELATED EXPENSE	
	Column A Everywhere	Column B Alabama	Column C Everywhere	Column D Alabama	Column E Everywhere	Column F Alabama
1a						
b						
c						
d						
e						
2 NET NONBUSINESS INCOME / LOSS	Enter Column E total ((income)/loss) on line 5 of page 1. Enter Column F total (income/(loss)) on line 9 of page 1				Column E	Column F

Schedule D-1

Apportionment Factor Schedule – Use only if you checked Filing Status 2, page 1

TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME	ALABAMA		EVERYWHERE	
	BEGINNING OF YEAR	END OF YEAR	BEGINNING OF YEAR	END OF YEAR
1 Inventories				
2 Land				
3 Furniture and fixtures				
4 Machinery and equipment				
5 Buildings and leasehold improvements				
6 IDB/IRB property (at cost)				
7 Government property (at FMV)				
8				
9 Less Construction in progress (if included)				
10 Totals				
11 Average owned property (BOY + EOY ÷ 2)				
12 Annual rental expense		x8 =		x8 =
13 Total average property (add line 11 and line 12)		13a		13b
14 Alabama property factor — 13a ÷ 13b = line 14				14 ▶ %
SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME		15a ALABAMA	15b EVERYWHERE	15c
15 Alabama payroll factor — 15a ÷ 15b = 15c				▶ %
SALES		ALABAMA	EVERYWHERE	
16 Destination sales (see instructions)				
17 Origin sales (see instructions)				
18 Total gross receipts from sales				
19 Dividends				
20 Interest				
21 Rents				
22 Royalties				
23 Gross proceeds from capital and ordinary gains				
24 Other (Federal 1120, line _____)				
25 Alabama sales factor — 25a ÷ 25b = line 25c		25a	25b	25c ▶ %
26 Sum of lines 14, 15c, and 25c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 7, page 1)				26 ▶ %

Schedule D-2

Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.		ALABAMA	EVERYWHERE
1 Destination Sales			
2 Origin Sales			
3 Total gross receipts from sales			
4 Tax due (multiply line 3, Alabama by .0025) (enter here and on page 1, line 15)			



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, enter on line 1 below the amount of federal income tax liability shown on Form 1120. Cash-basis taxpayers filing separate (nonconsolidated) federal returns should enter on line 1 below the amount of federal income tax actually paid during the year.
- (b) 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)
 No Election Made Other _____
Attach a copy of the common parent corporation's current 1552 election letter.
 Enter on line 1 the amount of the consolidated tax liability allocated to this corporation under the method indicated above. Ignore any supplemental elections under IRC §1502. **Attach a schedule of your computations.**

1	Federal income tax deduction to be apportioned	▶	1	
2	Alabama income before FIT deduction (from line 10, page 1)		2	
3	Federal taxable income adjusted to Alabama basis (from line 4, page 1)		3	
4	Federal income tax apportionment factor (line 2 divided by line 3)		4	%
5	Federal income tax deduction apportioned to Alabama (multiply line 1 by line 4)		5	
6	Refund of federal income tax deducted in prior year(s) (see instructions)		6	
7	NET FEDERAL INCOME TAX DEDUCTION / (REFUND) (subtract line 6 from line 5). Enter here and on line 11, page 1	▶	7	

Schedule F Credits/Exemptions *Caution – See Instructions*

1	Alabama Enterprise Zone Credit/Exemptions	1	
2	Employer Education Credit	2	
3	Income Tax Credit	3	
4	Tax Increment Fund Payment Credit	4	
5	Coal Tax Credit	5	
6	Capital Tax Credit (Project Number(s) _____, _____)	6	
7	TOTAL (add lines 1 through 6). Enter here and on line 16f, page 1	7	

Other Information

- Briefly describe your Alabama operations. _____
- List locations of property within Alabama (cities and counties). _____
- List other states in which corporation operates, if applicable. _____
- Indicate your tax accounting method:
 Accrual Cash Other _____
- 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) **Copy of the spreadsheet of the income statements** for EVERY corporation in the consolidated group.
 (c) **Copy of consolidated Federal Form 1120, pages 1-4,** as filed with the IRS.
- 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).
 2006 _____ 2005 _____ 2004 _____
- Check if currently being audited by the IRS.
- Location of the corporate records:
 Street address: _____
 City: _____ State: _____ ZIP: _____
- Person to contact for information concerning this return:
 Name: _____
 Telephone: (_____) _____
- 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