



Application of Net Operating Loss
Carryback or Carryforward
Fiduciary Return (Form 41)

For year ending _____, _____

Name of Estate or Trust as shown on Form 41 or Form 40X

Federal Employer Identification Number

PURPOSE OF FORM NOL-F85A: Form NOL-F85A is designed to apply a net operating loss sustained by an estate or trust (Form 41) to the next taxable year to which the loss is being carried. Before Form NOL-F85A can be completed, you must first complete Form NOL-F85 to determine if you have an allowable net operating loss and the amount that may be carried back or carried forward. See instructions for further information.

- 1 (a) Enter the taxable year during which the net operating loss was incurred. ▶ Beginning _____, _____, Ending _____, _____.
- (b) Did you elect in Form NOL-F85 to forfeit the election to carry this loss back? Yes No

PART I – Computation of Unused Net Operating Loss

2	Enter the net operating loss as shown on line 17, Part II of Form NOL-F85 or as shown on line 4, Form NOL-F85A. (See instructions).	2		
3	ALABAMA TAXABLE INCOME. Enter the amount shown on Alabama Form 41, page 1, line 5, for the tax year to which this loss is being carried, if tax year 2007 and after. Refer to the instructions if carrying an NOL back or forward to a tax year prior to 2007.	3		
4	UNUSED NET OPERATING LOSS. If line 2 exceeds line 3, subtract line 3 from line 2 and enter the difference here. If line 3 exceeds line 2, enter zero. If the amount on this line is more than zero, you may carry this amount forward to the next applicable year (Form NOL-F85A).	4		

PART II – Application To Carryback / Carryforward Year

5	Enter the Alabama Taxable Income from Alabama Form 41 (page 1, line 5 for tax year 2007 and after), as last determined. Refer to the instructions if carrying an NOL back or forward to a tax year prior to 2007.	5		
6	NET OPERATING LOSS TO BE APPLIED. Subtract the amount on line 4 from the amount on line 2 and enter the difference here. If line 4 is zero, enter the amount shown on line 2.	6		
7	ALABAMA TAXABLE INCOME AFTER APPLICATION OF NET OPERATING LOSS. Subtract line 6 from line 5 and enter the result here.	7		

PART III – Computation of Tax

Complete lines 8 through 11 below to determine the correct tax due after application of the net operating loss.

8	\$ _____ at 2 percent (on first \$500 or fraction thereof, of amount taxable as shown on line 7)	8		
9	\$ _____ at 4 percent (on next \$2,500 or fraction thereof, of amount taxable as shown on line 7)	9		
10	\$ _____ at 5 percent (on all over \$3,000 of amount taxable as shown on line 7)	10		
11	TOTAL TAX DUE AFTER APPLICATION OF NET OPERATING LOSS. (Add lines 8, 9 and 10.) Enter here and also on line 6, Form 41 or line 10, Form 40X	11		