



For the year January 1 - December 31, 2006, or other tax year beginning _____, 2006, 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, Common parent corporation, 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. Alabama Consolidated Return. (Caution: see instructions)

ATTACH CHECK OR MONEY ORDER HERE

Table with 19 rows for tax calculations: 1 FEDERAL TAXABLE INCOME, 2 Federal Net Operating Loss, 3 Reconciliation adjustments, 4 Federal taxable income adjusted to Alabama Basis, 5 Net nonbusiness (income)/loss, 6 Apportionable income, 7 Alabama apportionment factor, 8 Income apportioned to Alabama, 9 Net nonbusiness income/(loss) - Alabama, 10 Alabama income before federal income tax deduction, 11 Federal income tax deduction/(refund), 12 Alabama income before net operating loss (NOL) carryforward, 13 Alabama NOL deduction, 14 Alabama taxable income, 15 Alabama Income Tax (15a, 15b, 15c), 16 Tax Payments, Credits, and Deferral (16a-16h), 17 Reductions/applications of overpayments (17a-17e), 18 Total amount due/(refund), 19 Enter amount of check or money order attached.

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

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 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 1a-e and summary row 2.

Schedule D-1

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

Table for Apportionment Factor Schedule. Columns: TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME, ALABAMA (BEGINNING OF YEAR, END OF YEAR), EVERYWHERE (BEGINNING OF YEAR, END OF YEAR). Rows 1-14, 15a-c, 16-26.

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 1-4.



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.

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.**

(b) If this corporation is a member of an affiliated group which files a

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	

Schedule G

Consolidated Filing Fee

Other Information

Complete this schedule if the corporation has elected to file a consolidated return for Alabama. The election is made by filing Form 20C-CRE on or before the due date of the return, including extensions, for the first taxable year for which the election is made.

For tax periods beginning after December 31, 1998, an Alabama affiliated group may elect to file an Alabama consolidated return. Refer to §40-18-39(c)(1), **Code of Alabama 1975**. (See instructions.)

Total Assets of Affiliated Group	Annual Fee
\$0 to \$2,500,000	\$ 5,000
\$2,500,001 to \$5,000,000	\$10,000
\$5,000,001 to \$7,500,000	\$15,000
\$7,500,001 to \$10,000,000	\$20,000
\$10,000,001 and over	\$25,000

Consolidated Filing Fee. (Enter here and on Line 15b, page 1) _____

(Note: Total assets are those assets indicated on page one of the Federal Form 1120.)

If income from a taxpayer was reported on this return and an Alabama business privilege tax return was filed for the taxpayer under a FEIN different from the one listed on this return, please enter the name and FEIN reported on the Alabama business privilege tax return for each such taxpayer (attach listings as needed):

Name	FEIN
_____	_____
_____	_____

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

- 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).
2005 _____ 2004 _____ 2003 _____
- 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: (_____) _____