Alabama Department of Revenue
Add-Back Form

Recipient related member receipts by category:

1. Recipient related member FEIN:
2. Recipient related member name:
3. List the intangible expense amounts paid to the recipient related member:
4. Total intangible/interest expenses paid (total lines 2 and 3):
5. Exemption related to §40-18-35(b)(1):
   a. Jurisdiction(s) where recipient related member income is ‘subject to tax’ and not allocated:
   b. Amount of Interest/Intangible subject to apportionment in jurisdiction(s):
   c. Recipient related member’s total apportionment percentage in the above jurisdictions:
   d. Interest/Intangible apportioned to jurisdictions (multiply Line 5b by Line 5c):
   e. Intangible/interest income allocated to jurisdiction(s):
   f. Add Line 5d and Line 5e:
6. Exemption related to §40-18-35(b)(2) and §40-18-35(b)(4) – Amount of Line 4 expense not added back:

To determine the exempt amount of intangible/interest expense, complete the applicable section(s) below.

7. Exemption related to §40-18-35(b)(3) – Amount of Line 4 expense not added back:

8. Recipient related member receipts by category:
   a. Intangible receipts
   b. Interest receipts
9. a. Sales
   b. Net gain Income
   c. Other Income
   d. Rental Income
10. a. If either Lines 8a or 8b are greater than Lines 9a, 9b, 9c, or 9d, enter zero.
    b. If Lines 8a, 9a, 9b, 9c, or 9d sum to greater than Lines 8a or 8b, enter amount from Line 7.
11. Interest Expense Disallowed per IRC 163 (allocated pro rata see instructions):
12. a. Exempt amount of Disallowed IRC 163 (allocated pro rata see instructions):
    b. Total Intangible/Interest expenses paid to all related members less total disallowed
13. IRC 163 (j) Interest (sum of all Line 4 for all related members minus all Line 12 for all related members).
14. Total Exempt Amount (Line 11 minus Line 12a for all related members from all pages. Subtract Line 14 from Line 13 and enter the difference on Form 65, Schedule A, Line 1 or Form 20S, Schedule A, Line 2).