

# Computation of Foreign Tax Credit—Corporations

For calendar year 19....., or other taxable year beginning ....., 19....., and ending ....., 19.....

Name	Employer identification number
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This form is being completed for credit with respect to:  
 (Use a separate Form 1118 for each type of income. See General Instruction K.)

Section 904(d) Interest Income  
 Dividends from a DISC or Former DISC  
 Foreign Oil Related Income (Also complete separate Schedule F, Form 1118)  
 Income from Sources Within U.S. Possessions (limitation method  Per-country OR  overall)  
 All Other Income from Sources Without the U.S.

**Schedule A Taxable Income or (Loss) From Sources Without the United States**

Gross Income or (Loss) From Sources Without the U.S. (Exclude Foreign Branch and Section 863(b) Gross Income—See Instructions)									
1. Name of Foreign Country or U.S. Possession (Use a separate line for each)	2. Dividends (Exclude Gross-up)	3. Dividend Gross-up (Section 78)	4. Interest	5. Gross Rents, Royalties, and License Fees	6. Gross Income from Performance of Services	7. Foreign Source Capital Gain Net Income	8. Ordinary Income or (Loss) from Partnerships	9. Other (Attach schedule)	10. Total (Add columns 2 through 9)
A									
B									
C									
D									
E									
F									
G									
<b>Totals</b> (Add lines A through G)									

Deductions (Exclude Foreign Branch and Section 863(b) Deductions—See Instructions)									
11. Definitely Allocable Deductions					12. Ratable Part of Deductions not Definitely Allocable (Attach schedule)	13. Total Deductions (Add columns 11(e) and 12)	14. Taxable Income or (Loss) of Foreign Branches from Sources Without the U.S. (Attach schedule)	15. Taxable Income or (Loss) Apportioned to Sources Without the U.S. under Section 863(b) (Attach schedule)	16. Total Taxable income or (Loss) from Sources Without the U.S. (Before Loss Recapture) (Column 10 less column 13 plus columns 14 and 15.)
Rental, Royalty, and Licensing Expenses		c. Expenses Related to Performance of Services	d. Other Definitely Allocable Deductions	e. Total Definitely Allocable Deductions (Add columns 11(a) through 11(d))					
a. Depreciation, Depletion, and Amortization	b. Other Expenses								
A									
B									
C									
D									
E									
F									
G									
<b>Totals</b>									

**Schedule B**

**PART I.—Foreign Taxes Paid or Accrued and Deemed to Have Been Paid**

	1. Credit Is Claimed for Taxes:		2. Type of Tax	3. Statute Imposing Tax (Title, number, section, etc. Identify in detail)	4. Foreign Taxes Paid or Accrued (Attach receipt or copy of return, and a schedule showing amounts in foreign currency and conversion rate(s) used)						h. Total Foreign Taxes Paid or Accrued (Add columns 4(e) through 4(g))	5. Tax Deemed to Have Been Paid (From Schedule C, column 1)
	<input type="checkbox"/> Paid <input type="checkbox"/> Accrued				Tax Withheld at Source on:			Other Foreign Taxes Paid or Accrued on:				
	Date Paid	Date Accrued			a. Dividends	b. Interest	c. Rents, Royalties, and License Fees	d. Branch Income	e. Services Income	f. Partnership Income		
A												
B												
C												
D												
E												
F												
G												
<b>Totals (Add lines A through G)</b>												

**PART II.—Computation of Foreign Tax Credit**

1 Total foreign taxes paid or accrued (From Part I, column 4(h), "Totals" line)		
2 Total taxes deemed to have been paid (From Part I, column 5, "Totals" line)		
3 Reduction for taxes under sections 901(e), 907(a), 1503(b), and 6038 (See also General Instruction O) (Attach schedule)		
4 Carryback or carryover (Attach schedule showing computation in detail) (See General Instruction M)		
5 Total foreign taxes (Line 1 plus lines 2 and 4 less line 3)		
6 Total taxable income or (loss) from sources without the U.S. (Before loss recapture) (From Schedule A, column 16, "Totals" line)		
7 Recapture of prior year overall foreign losses (See General Instructions L(3))		
8 Line 6 less line 7		
9 Total taxable income from all sources (Enter taxable income from your tax return)		
10 Less: Adjustments to total taxable income from all sources (See General Instructions L(2), L(4), and L(5))		
11 Line 9 less line 10		
12 Line 8 divided by line 11 (if line 8 exceeds line 11, enter the figure "1")		
13 Total U.S. income tax against which credit is allowed (After section 936 credit but before any other credit)		
Limitation (Line 13 multiplied by line 12)		
14 Foreign tax credit (Line 5 or line 14, whichever is less)		

**PART III.—Summary of Credits from Separate Forms 1118**

1 Credit with respect to section 904(d) interest		
2 Credit with respect to dividends from a DISC or former DISC		
3 Credit with respect to income from sources within U.S. possessions		
4 Credit with respect to foreign oil related income		
5 Credit with respect to all other income from sources without the United States		
6 Total (Add lines 1 through 5)		
7 Reduction in credit for international boycott operations (See General Instruction O)		
8 Total foreign tax credit (Line 6 less line 7). Enter here and on your tax return		

**Schedule C** Computation of Taxes Deemed to Have Been Paid by Domestic Corporation Filing This Return

The following lines are for the computation of tax deemed to have been paid by the domestic corporation filing this return with respect to actual or deemed distributions from a first-tier foreign corporation under section 902(a), and constructive distributions from a first-tier, second-tier, or third-tier foreign corporation under section 960(a). Enter the amounts from column 11, in Schedule B, Part I, column 5.

1. Name of Corporation (Identify DISCs and former DISCs)	2. Year (See Inst.)	3. Incorporated Under the Laws of (Name of country or U.S. possession)	4. Computation is for (Check applicable box):		5. Foreign Tax Paid or Accrued on Gains, Profits, and Income for Year (Attach receipt or copy of return)	6. Earnings and Profits for Year (See instructions for exceptions)	7. Dividends Paid (See instructions) (Do not include gross-up dividends)	8. Foreign Tax Paid or Accrued on Accumulated Profits (Enter amount from column 5—see inst. for exceptions)	9. Tax Deemed Paid (From Schedule D, column 11)	10. Column 8 Plus column 9	11. Tax Deemed to Have Been Paid by Domestic Corporation Filing This Return (Column 7 divided by column 6 and multiplied by column 10)	
			First-tier Foreign Corporation Under Section—									Second-tier or Third-tier Foreign Corporation Under Section 960(a)
			902(a)	960(a)								
<b>Totals</b> . . . . . ▶												

**Schedule D Computation of Tax Deemed to Have Been Paid by First-tier Foreign Corporations**

The following lines are for the computation of tax deemed to have been paid by a first-tier foreign corporation with respect to dividends from a second-tier foreign corporation under section 902(b)(1). Enter the amounts from column 11 in Schedule C, column 9.

1. Name of Foreign Corporation and Its Related Higher-Tier Foreign Corporation	2. Year (See inst.)	3. Incorporated Under the Laws of (Name of country or U.S. possession)	4. Gains, Profits, and Income for Year	5. Foreign Tax Paid or Accrued on Gains, Profits, and Income in Column 4 (Attach receipt or copy of return)	6. Earnings and Profits for Year (Column 4 less column 5)	7. Dividends Paid	8. Foreign Tax Paid or Accrued on Accumulated Profits (Enter Amount from column 5—see inst. for exceptions)	9. Tax Deemed Paid (From Schedule E, column 11)	10. Column 8 Plus column 9	11. Tax Deemed to Have Been Paid by Related Foreign Corporation (Column 7 divided by column 6 and multiplied by column 10)

**Schedule E Computation of Tax Deemed to Have Been Paid by Second-tier Foreign Corporations**

The following lines are for the computation of tax deemed to have been paid by a second-tier foreign corporation with respect to dividends from a third-tier foreign corporation under section 902(b)(2). Enter the amounts from column 11 in Schedule D, column 9.