

Tax Year 2019
Form 1120 MeF ATS Scenario 12

FORMS REQUIRED:

1120, 1125-A, 1125-E, 4562, 1120 Sch G, 8991

ATTACHMENTS:

ItemizedOtherCostsSchedule
ItemizedOtherIncomeSchedule
ItemizedOtherDeductionsSchedule
ItemizedOtherCurrentAssetsSchedule
ItemizedOtherAssetsSchedule
ItemizedOtherCurrentLiabilitiesSchedule
ItemizedExpensesRecordedOnBooksSchedule
ItemizedNetOperatingLossDeductionsSchedule

HEADER INFO:

Tax Period: Calendar Year 2019

Preparer Firm: **EIN:** 69-0000098
Name: Electronic Tax Filers, Inc
Address: 1120 Efile Drive
Anytown, NV 89501

Multiple Software Packages Used: Yes or No

Originator: **EFIN:** Self-select
Type: ERO
Practitioner PIN: None
PIN Entered by: N/A

Return Identifier: **Type:** 1120

Filer: **EIN:** 00-0000022
Business Name: BILL RESOURCES INC
Name Control: BILL
Address: 1500 FASHION ISLAND BLVD SUITE 100
SAN MATEO, CA 94404

Partner: **Name:** Bill Money
Title: President
Taxpayer PIN:
Phone: 555-555-5555
Email Address: Anymail@email.com
Date Signed: 03/03/2020

Preparer: **Name:** Jesse James
PTIN: P00000001
Phone: 555-631-1212
Email Address: Anymail@email.com

Date Prepared: 03/03/2020
 Self Employed: No

**Attachment 1, F1120, F1125A, Line 5, Other Cost
 (ItemizedOtherCostsSchedule)**

| Corporation Name | Corporation EIN | Type of Other Cost | Amount of Other Cost |
|------------------|-----------------|--------------------|----------------------|
| | | DISCOUNT CHARGES | 3,868 |

**Attachment 2, F1120, Line 10, Other Income
 (ItemizedOtherIncomeSchedule)**

| Corporation Name | Corporation EIN | Income Type | Amount |
|------------------|-----------------|----------------------|----------|
| | | COMMISSIONS | -16,616 |
| | | TRADING GAIN - GOLD | 5,950 |
| | | TRADING LOSS - OTHER | -171,830 |
| | | TRADING LOSS-NICKEL | -8,800 |

**Attachment 3, F1120, Line 26, Other Deductions
 (ItemizedOtherDeductionsSchedule)**

| Corporation Name | Corporation EIN | Description | Amount | Partnership Name | Partnership EIN | Partnership Address | Partnership Amount |
|------------------|-----------------|------------------------|---------|------------------|-----------------|---------------------|--------------------|
| | | Bank Charges | 550 | | | | |
| | | CONSULTING FEES | 2,750 | | | | |
| | | Delivery and Freight | 650 | | | | |
| | | Insurance | 29,918 | | | | |
| | | INTERNET | 4,190 | | | | |
| | | Legal and Professional | 380,205 | | | | |
| | | Meals | 39,613 | | | | |
| | | Office Expense | 240,974 | | | | |

| Corporation Name | Corporation EIN | Description | Amount | Partnership Name | Partnership EIN | Partnership Address | Partnership Amount |
|------------------|-----------------|------------------|---------|------------------|-----------------|---------------------|--------------------|
| | | Printing | 577 | | | | |
| | | SOFTWARE | 45,281 | | | | |
| | | Supplies | 585 | | | | |
| | | SUPPORT SERVICES | 2,400 | | | | |
| | | Telephone | 9,062 | | | | |
| | | Travel | 176,305 | | | | |
| | | Utilities | 2,004 | | | | |

**Attachment 4, F1120, Schedule L, Line 6b and 6d, Other Current Assets
(ItemizedOtherCurrentAssetsSchedule)**

| Corporation Name | Corporation EIN | Other Current Assets Description | Beginning Amount | Ending Amount |
|------------------|-----------------|----------------------------------|------------------|---------------|
| | | DUE FROM COMPANY 1 HOLDINGS | 170,000 | 300,000 |
| | | DUE FROM COMPANY 2 HOLDINGS | 134,000 | 84,000 |
| | | DUE COMPANY 3 HOLDINGS | 2,500,000 | 2,600,000 |
| | | DUE COMPANY 4 HOLDINGS | 4,000,000 | 3,700,000 |
| | | MARGIN DEPOSITS-BROKERS | 210,351 | 19,055 |

**Attachment 5, F1120, Schedule L, Line 14b and 14d, Other Assets
(ItemizedOtherAssetsSchedule)**

| Corporation Name | Corporation EIN | Other Assets Description | Beginning Amount | Ending Amount |
|------------------|-----------------|--------------------------|------------------|---------------|
| | | SECURITY DEPOSIT | 16,037 | 16,037 |

**Attachment 6, F1120, Schedule L, Line 16b and 16d, Other Current Liabilities
(ItemizedOtherCurrentLiabilitiesSchedule)**

| Corporation Name | Corporation EIN | Description | Beginning Amount | Ending Amount |
|------------------|-----------------|-------------------------|------------------|---------------|
| | | DUE TO DAISY CHAIN | 2,864,731 | 2,861,477 |
| | | DUE TO JABBA HUT | 3,500,000 | 3,500,000 |
| | | PAYROLL TAX LIABILITIES | -84 | -1,075 |
| | | State Tax Payable | 829 | |

**Attachment 7, F1120, Schedule M-1, Line 5c, Travel and Entertainment
(Itemized Expenses Recorded On Books Schedule)**

| Corporation Name | Corporation EIN | Description | Amount |
|------------------|-----------------|------------------------|--------|
| | | Political Contribution | 4,900 |
| Total | | | 4,900 |

**Attachment 8, F1120, Schedule K, Line 12, NOL Carryover
(Itemized Net Operating Loss Deductions Schedule)**

| Corporation Name | | BILL RESOURCES INC | | | | | |
|----------------------------|---------------------|--|-------------------------|--------------------|----------------------|-----------------------|-------------------------|
| Corporation EIN | | 00-0000022 | | | | | |
| Total NOL Deduction Amount | | | | | | | |
| Original NOL Year | Original NOL Amount | Type of Net Operating Loss Being Claimed | Remaining NOL Available | NOL Carryback Date | NOL Carryback Amount | NOL Carryforward Date | NOL Carryforward Amount |
| 2012-12 | 83,805 | | 78,261 | | | | 5,544 |
| Original NOL Year | Original NOL Amount | Type of Net Operating Loss Being Claimed | Remaining NOL Available | NOL Carryback Date | NOL Carryback Amount | NOL Carryforward Date | NOL Carryforward Amount |
| 2015-12 | 38,994 | | 38,994 | | | | |
| Original NOL Year | Original NOL Amount | Type of Net Operating Loss Being Claimed | Remaining NOL Available | NOL Carryback Date | NOL Carryback Amount | NOL Carryforward Date | NOL Carryforward Amount |

| | | | | | | | |
|--------------------------|----------------------------|---|--------------------------------|---------------------------|-----------------------------|------------------------------|--------------------------------|
| 2016-12 | 2,251,816 | | 2,251,816 | | | | |
| Original NOL Year | Original NOL Amount | Type of Net Operating Loss Being Claimed | Remaining NOL Available | NOL Carryback Date | NOL Carryback Amount | NOL Carryforward Date | NOL Carryforward Amount |
| 2017-12 | 3,940,749 | | 3,940,749 | | | | |

| | | | |
|---|----------------------|---|---|
| A Check if: 1a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/> | TYPE OR PRINT | Name Bill Resources INC Number, street, and room or suite no. If a P.O. box, see instructions. 1500 Fashion Island BLVD Suite 100 City or town, state or province, country, and ZIP or foreign postal code San Mateo, CA 94404 | B Employer identification number 00-000022 C Date incorporated 6-28-2011 D Total assets (see instructions) \$ 7,463,343 |
| E Check if: (1) <input type="checkbox"/> Initial return (2) <input checked="" type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change | | | |

| | | | | |
|---|---|---|---|----------------------|
| Income | 1a | Gross receipts or sales | 1a | 1,086,573 |
| | b | Returns and allowances | 1b | |
| | c | Balance. Subtract line 1b from line 1a | | 1c 1,086,573 |
| | 2 | Cost of goods sold (attach Form 1125-A) | | 2 1,070,860 |
| | 3 | Gross profit. Subtract line 2 from line 1c | | 3 15,713 |
| | 4 | Dividends and inclusions (Schedule C, line 23) | | 4 |
| | 5 | Interest | | 5 |
| | 6 | Gross rents | | 6 140,518 |
| | 7 | Gross royalties | | 7 |
| | 8 | Capital gain net income (attach Schedule D (Form 1120)) | | 8 |
| | 9 | Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797) | | 9 |
| 10 | Other income (see instructions—attach statement) | | 10 -191,296 | |
| 11 | Total income. Add lines 3 through 10 | | 11 -35,065 | |
| Deductions (See instructions for limitations on deductions.) | 12 | Compensation of officers (see instructions—attach Form 1125-E) | | 12 150,000 |
| | 13 | Salaries and wages (less employment credits) | | 13 103,197 |
| | 14 | Repairs and maintenance | | 14 |
| | 15 | Bad debts | | 15 |
| | 16 | Rents | | 16 173,643 |
| | 17 | Taxes and licenses | | 17 19,289 |
| | 18 | Interest (see instructions) | | 18 |
| | 19 | Charitable contributions | | 19 |
| | 20 | Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562) | | 20 32,169 |
| | 21 | Depletion | | 21 |
| | 22 | Advertising | | 22 |
| | 23 | Pension, profit-sharing, etc., plans | | 23 |
| | 24 | Employee benefit programs | | 24 |
| | 25 | Reserved for future use | | 25 |
| | 26 | Other deductions (attach statement) | | 26 935,064 |
| | 27 | Total deductions. Add lines 12 through 26 | | 27 1,413,362 |
| | 28 | Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11. | | 28 -1,448,427 |
| | 29a | 29a | Net operating loss deduction (see instructions) | |
| b | | Special deductions (Schedule C, line 24) | 29b | |
| c | | Add lines 29a and 29b | | 29c |
| Tax, Refundable Credits, and Payments | 30 | Taxable income. Subtract line 29c from line 28. See instructions | | 30 -1,448,427 |
| | 31 | Total tax (Schedule J, Part I, line 11) | | 31 |
| | 32 | 2019 net 965 tax liability paid (Schedule J, Part II, line 12) | | 32 |
| | 33 | Total payments, credits, and section 965 net tax liability (Schedule J, Part III, line 23) | | 33 |
| | 34 | Estimated tax penalty. See instructions. Check if Form 2220 is attached <input type="checkbox"/> | | 34 |
| | 35 | Amount owed. If line 33 is smaller than the total of lines 31, 32, and 34, enter amount owed | | 35 0 |
| | 36 | Overpayment. If line 33 is larger than the total of lines 31, 32, and 34, enter amount overpaid | | 36 |
| 37 | Enter amount from line 36 you want: Credited to 2020 estimated tax ▶ Refunded ▶ | | 37 | |

Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

| | | |
|----------------------|------------|-----------|
| Bill Money | 03-03-2020 | President |
| Signature of officer | Date | Title |

May the IRS discuss this return with the preparer shown below? See instructions. Yes No

| | | | | | |
|-------------------------------|---|-------------------------------------|--------------------|---|-------------------|
| Paid Preparer Use Only | Print/Type preparer's name Jesse James | Preparer's signature Jesse James | Date 03-03-2020 | Check <input type="checkbox"/> if self-employed | PTIN P00000001 |
| | Firm's name ▶ Electronic Filers Inc | Firm's EIN ▶ 69-000098 | | | |
| | Firm's address ▶ 1120 Efile drive Anytown, NV 89501 | Phone no. 555-631-1212 | | | |

| Schedule C Dividends, Inclusions, and Special Deductions (see instructions) | | (a) Dividends and inclusions | (b) % | (c) Special deductions (a) × (b) |
|--|--|------------------------------|------------------|----------------------------------|
| 1 | Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock) | | 50 | |
| 2 | Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock) | | 65 | |
| 3 | Dividends on certain debt-financed stock of domestic and foreign corporations | | see instructions | |
| 4 | Dividends on certain preferred stock of less-than-20%-owned public utilities | | 23.3 | |
| 5 | Dividends on certain preferred stock of 20%-or-more-owned public utilities | | 26.7 | |
| 6 | Dividends from less-than-20%-owned foreign corporations and certain FSCs | | 50 | |
| 7 | Dividends from 20%-or-more-owned foreign corporations and certain FSCs | | 65 | |
| 8 | Dividends from wholly owned foreign subsidiaries | | 100 | |
| 9 | Subtotal. Add lines 1 through 8. See instructions for limitations | | see instructions | |
| 10 | Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958 | | 100 | |
| 11 | Dividends from affiliated group members | | 100 | |
| 12 | Dividends from certain FSCs | | 100 | |
| 13 | Foreign-source portion of dividends received from a specified 10%-owned foreign corporation (excluding hybrid dividends) (see instructions) | | 100 | |
| 14 | Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, 12, or 13 (including any hybrid dividends) | | | |
| 15 | Section 965(a) inclusion | | see instructions | |
| 16a | Subpart F inclusions derived from the sale by a controlled foreign corporation (CFC) of the stock of a lower-tier foreign corporation treated as a dividend (attach Form(s) 5471) (see instructions) | | 100 | |
| b | Subpart F inclusions derived from hybrid dividends of tiered corporations (attach Form(s) 5471) (see instructions) | | | |
| c | Other inclusions from CFCs under subpart F not included on line 15, 16a, 16b, or 17 (attach Form(s) 5471) (see instructions). | | | |
| 17 | Global Intangible Low-Taxed Income (GILTI) (attach Form(s) 5471 and Form 8992) | | | |
| 18 | Gross-up for foreign taxes deemed paid | | | |
| 19 | IC-DISC and former DISC dividends not included on line 1, 2, or 3 | | | |
| 20 | Other dividends | | | |
| 21 | Deduction for dividends paid on certain preferred stock of public utilities | | | |
| 22 | Section 250 deduction (attach Form 8993) | | | |
| 23 | Total dividends and inclusions. Add column (a), lines 9 through 20. Enter here and on page 1, line 4 | | | |
| 24 | Total special deductions. Add column (c), lines 9 through 22. Enter here and on page 1, line 29b | | | |

Schedule J Tax Computation and Payment (see instructions)

Part I—Tax Computation

| | | | |
|-----------|---|-----------|-----------|
| 1 | Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)). See instructions ▶ <input type="checkbox"/> | | |
| 2 | Income tax. See instructions | | 2 |
| 3 | Base erosion minimum tax amount (attach Form 8991) | | 3 |
| 4 | Add lines 2 and 3 | | 4 |
| 5a | Foreign tax credit (attach Form 1118) | 5a | |
| b | Credit from Form 8834 (see instructions) | 5b | |
| c | General business credit (attach Form 3800) | 5c | |
| d | Credit for prior year minimum tax (attach Form 8827) | 5d | |
| e | Bond credits from Form 8912 | 5e | |
| 6 | Total credits. Add lines 5a through 5e | | 6 |
| 7 | Subtract line 6 from line 4 | | 7 |
| 8 | Personal holding company tax (attach Schedule PH (Form 1120)) | | 8 |
| 9a | Recapture of investment credit (attach Form 4255) | 9a | |
| b | Recapture of low-income housing credit (attach Form 8611) | 9b | |
| c | Interest due under the look-back method—completed long-term contracts (attach Form 8697) | 9c | |
| d | Interest due under the look-back method—income forecast method (attach Form 8866) | 9d | |
| e | Alternative tax on qualifying shipping activities (attach Form 8902) | 9e | |
| f | Other (see instructions—attach statement) | 9f | |
| 10 | Total. Add lines 9a through 9f | | 10 |
| 11 | Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31 | | 11 |

Part II—Section 965 Payments (see instructions)

| | | | |
|-----------|---|--|-----------|
| 12 | 2019 net 965 tax liability paid from Form 965-B, Part II, column (k), line 3. Enter here and on page 1, line 32 | | 12 |
|-----------|---|--|-----------|

Part III—Payments, Refundable Credits, and Section 965 Net Tax Liability

| | | | |
|-----------|--|------------|---------------|
| 13 | 2018 overpayment credited to 2019 | | 13 |
| 14 | 2019 estimated tax payments | | 14 |
| 15 | 2019 refund applied for on Form 4466 | | 15 () |
| 16 | Combine lines 13, 14, and 15 | | 16 |
| 17 | Tax deposited with Form 7004 | | 17 |
| 18 | Withholding (see instructions) | | 18 |
| 19 | Total payments. Add lines 16, 17, and 18 | | 19 |
| 20 | Refundable credits from: | | |
| a | Form 2439 | 20a | |
| b | Form 4136 | 20b | |
| c | Form 8827, line 5c | 20c | |
| d | Other (attach statement—see instructions) | 20d | |
| 21 | Total credits. Add lines 20a through 20d | | 21 |
| 22 | 2019 net 965 tax liability from Form 965-B, Part I, column (d), line 3. See instructions | | 22 |
| 23 | Total payments, credits, and section 965 net tax liability. Add lines 19, 21, and 22. Enter here and on page 1, line 33 | | 23 |

Schedule K Other Information (see instructions)

| | | | |
|----------|---|-----|----|
| 1 | Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____ | Yes | No |
| 2 | See the instructions and enter the: | | |
| a | Business activity code no. ▶ _____ 123456 | | |
| b | Business activity ▶ <u>Commodity Trading</u> | | |
| c | Product or service ▶ <u>Service</u> | | |
| 3 | Is the corporation a subsidiary in an affiliated group or a parent–subsidiary controlled group? If “Yes,” enter name and EIN of the parent corporation ▶ _____ | | ✓ |
| 4 | At the end of the tax year: | | |
| a | Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation’s stock entitled to vote? If “Yes,” complete Part I of Schedule G (Form 1120) (attach Schedule G) | | ✓ |
| b | Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation’s stock entitled to vote? If “Yes,” complete Part II of Schedule G (Form 1120) (attach Schedule G) | ✓ | |
| 5 | At the end of the tax year, did the corporation: | | |
| a | Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851 , Affiliations Schedule? For rules of constructive ownership, see instructions. If “Yes,” complete (i) through (iv) below. | | ✓ |

| (i) Name of Corporation | (ii) Employer Identification Number (if any) | (iii) Country of Incorporation | (iv) Percentage Owned in Voting Stock |
|-------------------------|--|--------------------------------|---------------------------------------|
| | | | |
| | | | |
| | | | |

b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If “Yes,” complete (i) through (iv) below.

| (i) Name of Entity | (ii) Employer Identification Number (if any) | (iii) Country of Organization | (iv) Maximum Percentage Owned in Profit, Loss, or Capital |
|--------------------|--|-------------------------------|---|
| | | | |
| | | | |
| | | | |

| | | | |
|-----------|--|-----|----|
| 6 | During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation’s current and accumulated earnings and profits? See sections 301 and 316 If “Yes,” file Form 5452 , Corporate Report of Nondividend Distributions. See the instructions for Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary. | Yes | No |
| 7 | At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of the total voting power of all classes of the corporation’s stock entitled to vote or at least 25% of the total value of all classes of the corporation’s stock? For rules of attribution, see section 318. If “Yes,” enter: (a) Percentage owned ▶ _____ and (b) Owner’s country ▶ _____ (c) The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶ _____ | | ✓ |
| 8 | Check this box if the corporation issued publicly offered debt instruments with original issue discount ▶ <input type="checkbox"/> If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments. | | |
| 9 | Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ _____ | | |
| 10 | Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ _____ 1 | | |
| 11 | If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here (see instructions) ▶ <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid. | | |
| 12 | Enter the available NOL carryover from prior tax years (do not reduce it by any deduction reported on page 1, line 29a.) ▶ \$ _____ 6,309,820 | | |

Schedule K Other Information (continued from page 4)

| | Yes | No |
|--|-----|----|
| 13 Are the corporation's total receipts (page 1, line 1a, plus lines 4 through 10) for the tax year and its total assets at the end of the tax year less than \$250,000? | | ✓ |
| If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year ► \$ _____ | | |
| 14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement? See instructions | | ✓ |
| If "Yes," complete and attach Schedule UTP. | | |
| 15a Did the corporation make any payments in 2019 that would require it to file Form(s) 1099? | ✓ | |
| b If "Yes," did or will the corporation file required Form(s) 1099? | ✓ | |
| 16 During this tax year, did the corporation have an 80%-or-more change in ownership, including a change due to redemption of its own stock? | | ✓ |
| 17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction? | | ✓ |
| 18 Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million? | | ✓ |
| 19 During the corporation's tax year, did the corporation make any payments that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474) of the Code? | | ✓ |
| 20 Is the corporation operating on a cooperative basis? | | ✓ |
| 21 During the tax year, did the corporation pay or accrue any interest or royalty for which the deduction is not allowed under section 267A? See instructions | | ✓ |
| If "Yes," enter the total amount of the disallowed deductions ► \$ _____ | | |
| 22 Does the corporation have gross receipts of at least \$500 million in any of the 3 preceding tax years? (See sections 59A(e)(2) and (3)) | ✓ | |
| If "Yes," complete and attach Form 8991. | | |
| 23 Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions | | ✓ |
| 24 Does the corporation satisfy one or more of the following? See instructions | | ✓ |
| a The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense. | | |
| b The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$26 million and the corporation has business interest expense. | | |
| c The corporation is a tax shelter and the corporation has business interest expense. | | |
| If "Yes," to any, complete and attach Form 8990. | | |
| 25 Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund? | | ✓ |
| If "Yes," enter amount from Form 8996, line 14 ► \$ _____ | | |

| Schedule L Balance Sheets per Books | | Beginning of tax year | | End of tax year | |
|---|--|-----------------------|------------------|-----------------|------------------|
| | | (a) | (b) | (c) | (d) |
| Assets | | | | | |
| 1 | Cash | | 119,593 | | 32,036 |
| 2a | Trade notes and accounts receivable | 339,584 | | 339,584 | |
| b | Less allowance for bad debts | () | 339,584 | () | 339,584 |
| 3 | Inventories | | 1,066,992 | | |
| 4 | U.S. government obligations | | | | |
| 5 | Tax-exempt securities (see instructions) | | | | |
| 6 | Other current assets (attach statement) | | 7,014,351 | | 6,703,055 |
| 7 | Loans to shareholders | | | | |
| 8 | Mortgage and real estate loans | | | | |
| 9 | Other investments (attach statement) | | | | |
| 10a | Buildings and other depreciable assets | 717,735 | | 717,735 | |
| b | Less accumulated depreciation | (322,935) | 394,800 | (355,104) | 362,631 |
| 11a | Depletable assets | | | | |
| b | Less accumulated depletion | () | | () | |
| 12 | Land (net of any amortization) | | | | |
| 13a | Intangible assets (amortizable only) | 10,000 | | 10,000 | |
| b | Less accumulated amortization | () | 10,000 | () | 10,000 |
| 14 | Other assets (attach statement) | | 16,037 | | 16,037 |
| 15 | Total assets | | 8,961,357 | | 7,463,343 |
| Liabilities and Shareholders' Equity | | | | | |
| 16 | Accounts payable | | 207,216 | | 207,216 |
| 17 | Mortgages, notes, bonds payable in less than 1 year | | | | |
| 18 | Other current liabilities (attach statement) | | 6,365,476 | | 6,360,402 |
| 19 | Loans from shareholders | | | | |
| 20 | Mortgages, notes, bonds payable in 1 year or more | | | | |
| 21 | Other liabilities (attach statement) | | | | |
| 22 | Capital stock: a Preferred stock | | | | |
| | b Common stock | 30,000 | 30,000 | 30,000 | 30,000 |
| 23 | Additional paid-in capital | | 8,800,000 | | 8,800,000 |
| 24 | Retained earnings—Appropriated (attach statement) | | | | |
| 25 | Retained earnings—Unappropriated | | -6,441,335 | | -7,934,275 |
| 26 | Adjustments to shareholders' equity (attach statement) | | | | |
| 27 | Less cost of treasury stock | | () | | () |
| 28 | Total liabilities and shareholders' equity | | 8,961,357 | | 7,463,343 |

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

| | | | | | |
|---|---|------------|----|--|------------|
| 1 | Net income (loss) per books | -1,492,940 | 7 | Income recorded on books this year not included on this return (itemize): | |
| 2 | Federal income tax per books | | | Tax-exempt interest \$ _____ | |
| 3 | Excess of capital losses over capital gains | | | _____ | |
| 4 | Income subject to tax not recorded on books this year (itemize): _____ | | 8 | Deductions on this return not charged against book income this year (itemize): | |
| 5 | Expenses recorded on books this year not deducted on this return (itemize): | | | a Depreciation . . . \$ _____ | |
| a | Depreciation \$ _____ | | | b Charitable contributions \$ _____ | |
| b | Charitable contributions . . . \$ _____ | | | _____ | |
| c | Travel and entertainment . . . \$ 39,613 | | 9 | Add lines 7 and 8 | |
| | | 44,513 | 10 | Income (page 1, line 28)—line 6 less line 9 | -1,448,427 |
| 6 | Add lines 1 through 5 | -1,448,427 | | | |

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

| | | | | | |
|---|--|------------|---|---|------------|
| 1 | Balance at beginning of year | -6,441,335 | 5 | Distributions: a Cash | |
| 2 | Net income (loss) per books | -1,492,940 | | b Stock | |
| 3 | Other increases (itemize): _____ | | | c Property | |
| | | | 6 | Other decreases (itemize): _____ | |
| | | | 7 | Add lines 5 and 6 | |
| 4 | Add lines 1, 2, and 3 | -7,934,275 | 8 | Balance at end of year (line 4 less line 7) | -7,934,275 |

| | | |
|-----------------------------------|--|---|
| Name BILL RESOURCES INC | | Employer identification number 00-000022 |
| 1 | Inventory at beginning of year | 1 |
| 2 | Purchases | 2 1,066,992 |
| 3 | Cost of labor | 3 |
| 4 | Additional section 263A costs (attach schedule) | 4 |
| 5 | Other costs (attach schedule) | 5 3,868 |
| 6 | Total. Add lines 1 through 5 | 6 1,070,860 |
| 7 | Inventory at end of year | 7 |
| 8 | Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions | 8 1,070,860 |
| 9a | Check all methods used for valuing closing inventory: (i) <input checked="" type="checkbox"/> Cost (ii) <input type="checkbox"/> Lower of cost or market (iii) <input type="checkbox"/> Other (Specify method used and attach explanation.) ▶ | |
| b | Check if there was a writedown of subnormal goods | <input type="checkbox"/> |
| c | Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) | <input type="checkbox"/> |
| d | If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO | 9d |
| e | If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |
| f | Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation | <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No |

Section references are to the Internal Revenue Code unless otherwise noted.

What's New

Small business taxpayers. For tax years beginning after December 31, 2017, the following apply.

- A small business taxpayer (defined below), can adopt or change its accounting method to account for inventories in the same manner as nonincidental material and supplies.
- A small business taxpayer is not required to capitalize costs under section 263A.

General Instructions

Purpose of Form

Use Form 1125-A to calculate and deduct cost of goods sold for certain entities.

Who Must File

Filers of Form 1120, 1120-C, 1120-F, 1120S, or 1065, must complete and attach Form 1125-A if the applicable entity reports a deduction for cost of goods sold.

Inventories

Generally, inventories are required at the beginning and end of each tax year if the production, purchase, or sale of merchandise is an income-producing factor. See Regulations section 1.471-1. If inventories are required, you generally must use an accrual method of accounting for sales and purchases of inventory items.

Exception for certain taxpayers. A small business taxpayer (defined below), can adopt or change its accounting method to account for inventories in the same manner as material and supplies that are non-incidental, or conform to its treatment of inventories in an applicable financial statement (as defined in section 451(b)(3)) (or the method of accounting used in its books and records prepared in accordance with its accounting procedures, if applicable financial statements are not used). See section 471(c)(1).

If you account for inventories in the same manner as nonincidental materials and supplies, inventory costs for raw materials purchased for use in producing finished goods and merchandise purchased for resale are deductible in the year the finished goods or merchandise are sold (but not before the year you paid for the raw materials or merchandise, if you are also using the cash method).

Under this accounting method, you can currently deduct expenditures for direct labor and all indirect costs that would otherwise be included in inventory costs. See the instructions for lines 2 and 7.

A small business taxpayer claiming exemption from the requirement to keep inventories is changing its method of accounting for purposes of section 481. For additional guidance on this method of accounting, see Pub. 538, Accounting Periods and Methods. For guidance on adopting or changing to this method of accounting, see Form 3115, Application for Change in Accounting Method, and its instructions.

Small business taxpayer. A small business taxpayer is a taxpayer that (a) has average annual gross receipts of \$25 million or less (indexed for inflation) for the 3 preceding tax years, and (b) is not a tax shelter (as defined in section 448(d)(3)). See section 471(c).

Uniform capitalization rules. The uniform capitalization rules of section 263A generally require you to capitalize, or include in inventory, certain costs incurred in connection with the following.

- The production of real property and tangible personal property held in inventory or held for sale in the ordinary course of business.
- Real property or personal property (tangible and intangible) acquired for resale.
- The production of real property and tangible personal property by a corporation for use in its trade or business or in an activity engaged in for profit.

A small business taxpayer is not required to capitalize costs under section 263A. See section 263A(i).

See the discussion on section 263A uniform capitalization rules in the instructions for your tax return before completing Form 1125-A. Also see Regulations sections 1.263A-1 through 1.263A-3. See Regulations section 1.263A-4 for rules for property produced in a farming business.

Depreciation and Amortization
(Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

▶ Attach to your tax return.

▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

| | | |
|--|---|---|
| Name(s) shown on return BILL RESOURCES INC | Business or activity to which this form relates Form 1120 | Identifying number 00-0000022 |
|--|---|---|

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

| | | |
|--|------------------------------|------------------|
| 1 Maximum amount (see instructions) | 1 | |
| 2 Total cost of section 179 property placed in service (see instructions) | 2 | |
| 3 Threshold cost of section 179 property before reduction in limitation (see instructions) | 3 | |
| 4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- | 4 | |
| 5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions | 5 | |
| 6 (a) Description of property | (b) Cost (business use only) | (c) Elected cost |
| 7 Listed property. Enter the amount from line 29 | 7 | |
| 8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 | 8 | |
| 9 Tentative deduction. Enter the smaller of line 5 or line 8 | 9 | |
| 10 Carryover of disallowed deduction from line 13 of your 2018 Form 4562 | 10 | |
| 11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions | 11 | |
| 12 Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11 | 12 | |
| 13 Carryover of disallowed deduction to 2020. Add lines 9 and 10, less line 12 ▶ | 13 | |

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)

| | |
|---|------------------|
| 14 Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions. | 14 |
| 15 Property subject to section 168(f)(1) election | 15 |
| 16 Other depreciation (including ACRS) | 16 32,169 |

Part III MACRS Depreciation (Don't include listed property. See instructions.)

Section A

| | |
|--|-----------|
| 17 MACRS deductions for assets placed in service in tax years beginning before 2019 | 17 |
| 18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/> | |

Section B—Assets Placed in Service During 2019 Tax Year Using the General Depreciation System

| (a) Classification of property | (b) Month and year placed in service | (c) Basis for depreciation (business/investment use only—see instructions) | (d) Recovery period | (e) Convention | (f) Method | (g) Depreciation deduction |
|---------------------------------------|--------------------------------------|--|---------------------|----------------|------------|----------------------------|
| 19a 3-year property | | | | | | |
| b 5-year property | | | | | | |
| c 7-year property | | | | | | |
| d 10-year property | | | | | | |
| e 15-year property | | | | | | |
| f 20-year property | | | | | | |
| g 25-year property | | | 25 yrs. | | S/L | |
| h Residential rental property | | | 27.5 yrs. | MM | S/L | |
| i Nonresidential real property | | | 39 yrs. | MM | S/L | |

Section C—Assets Placed in Service During 2019 Tax Year Using the Alternative Depreciation System

| | | | | | | |
|-----------------------|--|--|---------|----|-----|--|
| 20a Class life | | | | | S/L | |
| b 12-year | | | 12 yrs. | | S/L | |
| c 30-year | | | 30 yrs. | MM | S/L | |
| d 40-year | | | 40 yrs. | MM | S/L | |

Part IV Summary (See instructions.)

| | |
|---|------------------|
| 21 Listed property. Enter amount from line 28 | 21 |
| 22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions | 22 32,169 |
| 23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs | 23 |

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? Yes No **24b** If "Yes," is the evidence written? Yes No

| (a) Type of property (list vehicles first) | (b) Date placed in service | (c) Business/investment use percentage | (d) Cost or other basis | (e) Basis for depreciation (business/investment use only) | (f) Recovery period | (g) Method/Convention | (h) Depreciation deduction | (i) Elected section 179 cost |
|---|-------------------------------|---|----------------------------|--|------------------------|--------------------------|-------------------------------|---------------------------------|
| 25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use. See instructions . | | | | | | 25 | | |
| 26 Property used more than 50% in a qualified business use: | | | | | | | | |
| | | % | | | | | | |
| | | % | | | | | | |
| | | % | | | | | | |
| 27 Property used 50% or less in a qualified business use: | | | | | | | | |
| | | % | | | S/L - | | | |
| | | % | | | S/L - | | | |
| | | % | | | S/L - | | | |
| 28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 . | | | | | | 28 | | |
| 29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 | | | | | | | 29 | |

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

| | (a) Vehicle 1 | | (b) Vehicle 2 | | (c) Vehicle 3 | | (d) Vehicle 4 | | (e) Vehicle 5 | | (f) Vehicle 6 | |
|--|------------------|----|------------------|----|------------------|----|------------------|----|------------------|----|------------------|----|
| | Yes | No |
| 30 Total business/investment miles driven during the year (don't include commuting miles) | | | | | | | | | | | | |
| 31 Total commuting miles driven during the year | | | | | | | | | | | | |
| 32 Total other personal (noncommuting) miles driven | | | | | | | | | | | | |
| 33 Total miles driven during the year. Add lines 30 through 32 | | | | | | | | | | | | |
| 34 Was the vehicle available for personal use during off-duty hours? | | | | | | | | | | | | |
| 35 Was the vehicle used primarily by a more than 5% owner or related person? | | | | | | | | | | | | |
| 36 Is another vehicle available for personal use? | | | | | | | | | | | | |

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **aren't** more than 5% owners or related persons. See instructions.

| | Yes | No |
|--|-----|----|
| 37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? | | |
| 38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners | | |
| 39 Do you treat all use of vehicles by employees as personal use? | | |
| 40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received? | | |
| 41 Do you meet the requirements concerning qualified automobile demonstration use? See instructions. | | |

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.

Part VI Amortization

| (a) Description of costs | (b) Date amortization begins | (c) Amortizable amount | (d) Code section | (e) Amortization period or percentage | (f) Amortization for this year |
|--|---------------------------------|---------------------------|---------------------|--|-----------------------------------|
| 42 Amortization of costs that begins during your 2019 tax year (see instructions): | | | | | |
| | | | | | |
| 43 Amortization of costs that began before your 2019 tax year | | | | | 43 |
| 44 Total. Add amounts in column (f). See the instructions for where to report | | | | | 44 |

Tax on Base Erosion Payments of Taxpayers With Substantial Gross Receipts

For tax year beginning 01/01, 20 19, and ending 12/31, 20 19

OMB No. 1545-0123

▶ Go to www.irs.gov/Form8991 for instructions and the latest information.

▶ See instructions.

Name
BILL RESOURCES INC

Employer identification number
00-0000022

Part I Applicable Taxpayer

Check box if this form is being filed by a taxpayer with which another taxpayer has been aggregated under section 59A(e)(3).

If the above box is checked, attach a statement listing the names and EINs of all separate taxpayers taken into account in the determination of "1 person" under section 59A(e)(3).

| | (a) | (b) | (c) |
|---|--------------------------|---------------------------|--------------------------|
| | First Preceding Tax Year | Second Preceding Tax Year | Third Preceding Tax Year |
| 1a Gross receipts of the applicable taxpayer. See instructions. | 111,750 | 474,058,393 | 675,370,363 |
| b Gross receipts from partnerships | | | |
| c Gross receipts of all other persons treated as 1 person as the "applicable taxpayer" pursuant to section 59A(e)(3) | | | |
| d Gross receipts. Combine lines 1a through 1c | 111,750 | 474,058,393 | 675,370,363 |
| e Gross receipts of first, second, and third preceding tax years. Combine columns (a), (b), and (c) of line 1d | 1e 1,149,540,506 | | |
| f 3-year average annual gross receipts (Divide line 1e by 3.0) | 1f 383,180,169 | | |
| g Is line 1f \$500 million or more? <input type="checkbox"/> Yes. Continue to line 2. <input checked="" type="checkbox"/> No. STOP here and attach this form to your tax return. | | | |
| 2a Aggregate base erosion tax benefit (from Schedule A, line 14) | 2a | | |
| b Aggregate amount of deductions allowable under Chapter 1 of the Internal Revenue Code | 2b | | |
| c Other allowable deductions not included in line 2b above | 2c | | |
| d Base erosion tax benefits resulting from reductions in insurance premiums reported on Schedule A, line 8, column a-2 | 2d | | |
| e Base erosion tax benefits resulting from reductions in gross receipts reported on Schedule A, line 10, column a-2 | 2e | | |
| f Add lines 2c through 2e | 2f | | |
| g Total deductions for amounts paid or accrued for services to which the exception under section 59A(d)(5) applies (from Schedule A, line 5b) | 2g | | |
| h Qualified derivative payments excepted by section 59A(h) | 2h | | |
| i Total deductions allowed under sections 172, 245A, and 250 for the tax year. | 2i | | |
| j Combine lines 2g through 2i | 2j | | |
| k Total Deductions. Subtract line 2j from the sum of line 2b and line 2f | 2k | | |
| l Base Erosion Percentage for purposes of section 59A(c)(4)(A). Divide line 2a by line 2k | 2l % | | |
| m Is the taxpayer's base erosion percentage on line 2l 3% or higher (2% or higher for a bank or securities dealer)? <input type="checkbox"/> Yes. Continue to Part II. <input type="checkbox"/> No. STOP after completing Part I and Schedule A and attach this form to your tax return. | | | |

Part II Modified Taxable Income (MTI)

| | | |
|---|-----------|--|
| 3a Taxable income after net operating loss and special deductions | 3a | |
| b Base erosion tax benefits for the tax year with respect to base erosion payments | 3b | |
| c Base erosion percentage of the net operating loss deduction allowed under section 172 for the tax year. See instructions | 3c | |
| d Modified Taxable Income. See instructions | 3d | |

Part III Regular Tax Liability Adjusted for Purposes of Computing Base Erosion Minimum Tax Amount

| | | |
|---|-----------|--|
| 4a Regular tax liability | 4a | |
| b Allowable credits, as adjusted (from Schedule B, line 7) | 4b | |
| c Regular tax liability adjusted for purposes of computing Base Erosion Minimum Tax Amount. Subtract line 4b from line 4a | 4c | |

Part IV Computation of Base Erosion Minimum Tax Amount

| | | |
|--|-----------|---|
| 5a Modified Taxable Income (from line 3d) | 5a | |
| b Tax rate applicable for current tax year | 5b | % |
| c Base Erosion Minimum Tax. Multiply line 5a by line 5b | 5c | |
| d Regular tax liability adjusted for purposes of computing Base Erosion Minimum Tax Amount (from line 4c) | 5d | |
| e Base Erosion Minimum Tax Amount. Subtract line 5d from line 5c. If zero or less, enter "-0-". | 5e | |

PREPARED AS OF
 SEPTEMBER 5, 2018
 DO NOT FILE

Schedule A Base Erosion Payments and Base Erosion Tax Benefits (see instructions)

| Type of Base Erosion Payments | (Check all applicable boxes in columns (c), (d), and (e) below) | | | | | | |
|---|--|--|--|--|-------------------------------|--|--|
| | (a-1) | (a-2) | (b-1) | (b-2) | (c) | (d) | (e) |
| | Aggregate Base Erosion Payment for Purposes of Base Erosion Percentage | Aggregate Base Erosion Tax Benefit for Purposes of Base Erosion Percentage | Base Erosion Payment for Purposes of Modified Taxable Income | Base Erosion Tax Benefit for Purposes of Modified Taxable Income | Any 25% Owner of the Taxpayer | Person Related Under Sections 267(b) or 707(b)(1) to the Taxpayer or any 25% Owner of the Taxpayer | Any Person Related Within the Meaning of Section 482 to the Taxpayer |
| 1 Reserved for future use | | | | | | | |
| 2 Reserved for future use | | | | | | | |
| 3 Purchase or creations of property rights for intangibles (patents, trademarks, etc.) | | | | | | | |
| 4 Rents, royalties, and license fees | | | | | | | |
| 5a Compensation/consideration paid for services NOT excepted by section 59A(d)(5) | | | | | | | |
| b Compensation/consideration paid for services excepted by section 59A(d)(5) \$ _____ | | | | | | | |
| 6 Interest expense | | | | | | | |
| 7 Payments for the purchase of tangible personal property | | | | | | | |
| 8 Premiums and/or other considerations paid or accrued for insurance and reinsurance as covered by section 59A(d)(3) and section 59A(c)(2)(A)(iii) | | | | | | | |

Schedule A Base Erosion Payments and Base Erosion Tax Benefits (see instructions) *(continued from page 3)*

| Type of Base Erosion Payments | (Check all applicable boxes in columns (c), (d), and (e) below) | | | | | | |
|--|--|--|--|--|-------------------------------|--|--|
| | (a-1) | (a-2) | (b-1) | (b-2) | (c) | (d) | (e) |
| | Aggregate Base Erosion Payment for Purposes of Base Erosion Percentage | Aggregate Base Erosion Tax Benefit for Purposes of Base Erosion Percentage | Base Erosion Payment for Purposes of Modified Taxable Income | Base Erosion Tax Benefit for Purposes of Modified Taxable Income | Any 25% Owner of the Taxpayer | Person Related Under Sections 267(b) or 707(b)(1) to the Taxpayer or any 25% Owner of the Taxpayer | Any Person Related Within the Meaning of Section 482 to the Taxpayer |
| 9a Nonqualified derivative payments | | | | | | | |
| b Qualified derivative payments excepted by section 59A(h). \$ | | | | | | | |
| 10 Payments reducing gross receipts made to surrogate foreign corporation | | | | | | | |
| 11 Other payments—specify | | | | | | | |
| 12 Combine lines 3 through 11 | | | | | | | |
| 13 Base erosion tax benefits related to payments reported on lines 3 through 11, on which tax is imposed by section 871 or 881, with respect to which tax has been withheld under section 1441 or 1442 at 30% statutory withholding tax rate | | | | | | | |
| 14 Total base erosion tax benefits for purposes of computing base erosion percentage. Subtract line 13, column (a-2) from line 12, column (a-2). Enter on Part I, line 2a | | | | | | | |
| 15 Portion of base erosion tax benefits reported on lines 3 through 11, on which tax is imposed by section 871 or 881, with respect to which tax has been withheld under section 1441 or 1442 at reduced withholding rate pursuant to income tax treaty. Multiply ratio of percentage withheld divided by 30% times tax benefit. See instructions | | | | | | | |
| 16 Total base erosion tax benefits for purposes of determining MTI. Subtract the sum of line 13, column (b-2); and line 15, column (b-2) from line 12, column (b-2). Enter this amount on Part II, line 3b | | | | | | | |

Schedule B Credits Reducing Regular Tax Liability in Computing Base Erosion Minimum Tax Amount (BEMTA)

| Part I Credits Allowed Against Regular Tax (see instructions) | | | |
|--|--|----------|----------|
| 1 | Total credits allowed in current year. Enter the amount from Form 1120, Schedule J, Part I, line 6; or the applicable line of your return. | | 1 |
| 2 | Credits for increasing research activities from line 1c of all Parts III of Form 3800 | 2 | |
| 3 | Total allowed credit for increasing research activities for current year. Enter the amount of research credit reported in Form 3800, Part II, line 38. See instructions. | | 3 |
| 4 | Enter smaller of Schedule B, Part II, line 11 or Part III, line 16 | | 4 |
| 5 | Limitation of applicable section 38 credits. Multiply line 4 by 80% (0.80) | | 5 |
| 6 | Adjustments to allowed credits. Add lines 3 and 5 | | 6 |
| 7 | Credits allowed against regular tax in computing BEMTA. Subtract line 6 from line 1. Enter here and on Form 8991, line 4b | | 7 |

| Part II Applicable section 38 credits (Only complete Parts II and III if you have allowed applicable section 38 credits.) | | | |
|---|--|-----------|-----------|
| 8 | Low income housing credit from lines 1d and 4d of all Parts III of Form 3800 | 8 | |
| 9 | Renewable electricity production credit but only to extent of the renewable electricity under section 45(a) from lines 1f and 4e of all Parts III of Form 3800 | 9 | |
| 10 | Investment credit but only to extent of energy credit property under section 48 from line 4a of all Parts III of Form 3800 | 10 | |
| 11 | Total allowed applicable section 38 credits for current year. Enter the amount of applicable credits reported in Form 3800, Part II, line 38. See instructions | | 11 |

| Part III BEMTA determined without adjustment for applicable section 38 credits | | | |
|---|---|--|-----------|
| 12 | Base erosion minimum tax (Form 8991, line 5c) | | 12 |
| 13 | Regular tax liability (Form 8991, line 4a) | | 13 |
| 14 | Subtract Schedule B, Part I, line 3 from line 1 | | 14 |
| 15 | Regular tax adjusted for credits that offset BEMTA. Subtract line 14 from line 13 | | 15 |
| 16 | Base erosion minimum tax determined without adjustment for applicable section 38 credits. Subtract line 15 from line 12; if zero or less, enter -0- | | 16 |