

Exempt Business - Comparative Balance Sheet

| | Beginning of the year | | | | Ending of the year | | |
|-------------------------------------------------------|-----------------------|-------|-------|-------|--------------------|-------|----|
| | | Total | | | | Total | |
| Assets | | | | | | | |
| 1. Cash on hand and banks (1) | | 00 | (1) | | 00 | (1) | 00 |
| 2. Accounts receivable (2) | 00 | | (2) | | 00 | (2) | 00 |
| 3. Less: Reserve for bad debts (3) | (00) | 00 | (3) | (00) | 00 | (3) | 00 |
| 4. Notes receivable (4) | | 00 | (4) | | 00 | (4) | 00 |
| 5. Inventories (5) | | 00 | (5) | | 00 | (5) | 00 |
| 6. Investments (6) | | 00 | (6) | | 00 | (6) | 00 |
| 7. Depreciable assets (7) | 00 | | (7) | 00 | | (7) | 00 |
| 8. Less: Reserve for depreciation (8) | (00) | 00 | (8) | (00) | 00 | (8) | 00 |
| 9. Land (9) | | 00 | (9) | | 00 | (9) | 00 |
| 10. Other assets (10) | | 00 | (10) | | 00 | (10) | 00 |
| 11. Total Assets (11) | | 00 | (11) | | 00 | (11) | 00 |
| Liabilities and Net Worth | | | | | | | |
| Liabilities | | | | | | | |
| 12. Accounts payable (12) | 00 | | (12) | 00 | | (12) | 00 |
| 13. Accrued expenses (not paid) (13) | 00 | | (13) | 00 | | (13) | 00 |
| 14. Notes payable (14) | 00 | | (14) | 00 | | (14) | 00 |
| 15. Other liabilities (15) | 00 | | (15) | 00 | | (15) | 00 |
| 16. Total Liabilities (16) | | 00 | (16) | | 00 | (16) | 00 |
| Net Worth | | | | | | | |
| 17. Capital stock | | | | | | | |
| (a) Preferred stock (17a) | 00 | | (17a) | 00 | | (17a) | 00 |
| (b) Common stock (17b) | 00 | | (17b) | 00 | | (17b) | 00 |
| 18. Additional paid in capital (18) | 00 | | (18) | 00 | | (18) | 00 |
| 19. Retained earnings (19) | 00 | | (19) | 00 | | (19) | 00 |
| 20. Reserve (20) | 00 | | (20) | 00 | | (20) | 00 |
| 21. Total Net Worth (21) | | 00 | (21) | | 00 | (21) | 00 |
| 22. Total Liabilities and Net Worth (22) | | 00 | (22) | | 00 | (22) | 00 |

Reconciliation of Net Income (or Loss) per Books with Net Taxable Income (or Loss) per Return

| | | | | | | | |
|-----------------------------------------------------------------------------------------------------------------|----|--|--|--|--|--|----|
| 1. Net income (or loss) per books (1) | 00 | | | | | | |
| 2. Income tax per books (2) | 00 | | | | | | |
| 3. Excess of capital losses over capital gains (3) | 00 | | | | | | |
| 4. Taxable income not recorded on books this year (Itemize, use schedule if necessary) | | | | | | | |
| (a) _____ | | | | | | | |
| (b) _____ | | | | | | | |
| (c) _____ | | | | | | | |
| (d) _____ | | | | | | | |
| Total (4) | 00 | | | | | | |
| 5. Expenses recorded on books this year not claimed on this return (Itemize, use schedule if necessary) | | | | | | | |
| (a) Meal and entertainment (amount not claimed) _____ | | | | | | | |
| (b) Depreciation _____ | | | | | | | |
| (c) Motor vehicles (in excess of the limit) _____ | | | | | | | |
| (d) Vessels, aircrafts and property located out of P.R. _____ | | | | | | | |
| (e) _____ | | | | | | | |
| Total (5) | 00 | | | | | | |
| 6. Total (Add lines 1 through 5) (6) | 00 | | | | | | |
| 7. Income recorded on books this year not included on this return (Itemize, use schedule if necessary) | | | | | | | |
| (a) Exempt interest _____ | | | | | | | |
| (b) _____ | | | | | | | |
| (c) _____ | | | | | | | |
| (d) _____ | | | | | | | |
| Total (7) | | | | | | | 00 |
| 8. Deductions on this tax return not charged against book income this year (Itemize, use schedule if necessary) | | | | | | | |
| (a) Depreciation _____ | | | | | | | |
| (b) _____ | | | | | | | |
| (c) _____ | | | | | | | |
| (d) _____ | | | | | | | |
| Total (8) | | | | | | | 00 |
| 9. Total (Add lines 7 and 8) (9) | | | | | | | 00 |
| 10. Net taxable income (or loss) per return | | | | | | | |
| (Subtract line 9 from line 6) (10) | | | | | | | 00 |

Analysis of Unappropriated Retained Earnings per Books

| | | | | | | | |
|------------------------------------------------------------------------------|----|--|--|--|--|--|----|
| 1. Balance at beginning of year (1) | 00 | | | | | | |
| 2. Net income per books (2) | 00 | | | | | | |
| 3. Other increases (Itemize, use schedule if necessary) _____ | | | | | | | |
| _____ | | | | | | | |
| _____ | | | | | | | |
| Total (3) | 00 | | | | | | |
| 4. Total (Add lines 1, 2 and 3) (4) | 00 | | | | | | |
| 5. Distributions: | | | | | | | |
| (a) Cash (5a) | | | | | | | 00 |
| (b) Property (5b) | | | | | | | 00 |
| (c) Stocks (5c) | | | | | | | 00 |
| 6. Other decreases (Use schedule if necessary) (6) | | | | | | | 00 |
| 7. Total (Add lines 5 and 6) (7) | | | | | | | 00 |
| 8. Balance at the end of year (Subtract line 7 from line 4) (8) | | | | | | | 00 |

Schedule N Incentives

Rev. 05.13



**PARTIALLY EXEMPT INCOME
UNDER ACT 8 OF 1987**

20__

To be filed with Form 480.30(II)DI

Taxable year beginning on _____, ____ and ending on _____, ____

| | | |
|--------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| Taxpayer's Name | | Employer Identification Number |
| Type of Business | | Case Number |
| Effective period for income: Begins: _____ Ends: _____ | Number of jobs directly related with manufacture or designated service: Current: _____ Required by Decree: _____ | |

Part I Net Income Subject to Tax

| | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|----|----|
| 1. Net operating income (or loss) for the year (Part VII, line 40) | (1) | | 00 |
| 2. Less: Income from investments (See instructions) | (2) | | 00 |
| 3. Net industrial development income (Subtract line 2 from line 1. If it is a net operating loss, do not continue . Enter zero (-0-) here and on line 12) | (3) | | 00 |
| 4. Net operating loss from the preceding year (See instructions. Submit detail) | (4) | | 00 |
| 5. Net industrial development income subject to special deductions (Subtract line 4 from line 3) | (5) | | 00 |
| 6. Special deductions for exempt business (See instructions Schedule N1 Incentives): | | | |
| a) Payroll deduction | (6a) | 00 | |
| b) Human resources training and improvement expenses deduction | (6b) | 00 | |
| c) Research and development expense deduction | (6c) | 00 | |
| d) Investment on buildings, structures, machinery and equipment deduction | (6d) | 00 | |
| e) Total deductions (Add lines 6(a) through 6(d)) | (6e) | | 00 |
| 7. Net taxable industrial development income after special deductions (Subtract line 6(e) from line 5) | (7) | | 00 |
| 8. Deduction for purchases of products manufactured in Puerto Rico (See instructions) | (8) | | 00 |
| 9. Net industrial development income after deduction for purchases of products manufactured in Puerto Rico (Subtract line 8 from line 7) | (9) | | 00 |
| 10. Basis period income under Act 135 or Act 73 (Schedule V Incentives, Part I or Schedule X Incentives, Part I) | (10) | | 00 |
| 11. Exempt amount: | | | |
| (a) _____% of line 9 (See instructions) | (11a) | 00 | |
| (b) _____% of line 10 if it is a renegotiated case under Act 135 or Act 73 | (11b) | 00 | |
| 12. Net income subject to tax (Subtract line 11(a) from line 9 or line 11(b) from line 10, whichever applies.) | (12) | | 00 |

Part II Computation of Tax

| | | | |
|---------------------------------------------------------------------------------------------------------------------------------|-----|--|----|
| 1. Net income subject to normal tax (Same as line 12, Part I) | (1) | | 00 |
| 2. Less: Surtax net income deduction (Check here if comes from Form SC 2652 <input type="checkbox"/>) | (2) | | 00 |
| 3. Net income subject to surtax | (3) | | 00 |
| 4. Normal tax (Multiply line 1 by <input type="checkbox"/> 20% or <input type="checkbox"/> 22%) | (4) | | 00 |
| 5. Surtax (See instructions) (Net income subject to 5% \$ _____) | (5) | | 00 |
| 6. Tax determined (Add lines 4 and 5) (Check here if you used Schedule B4 Incentives <input type="checkbox"/>) | (6) | | 00 |
| 7. Recapture of credit claimed in excess (Schedule B Incentives, Part I, line 3) | (7) | | 00 |
| 8. Tax credits (Schedule B Incentives, Part II, line 24) | (8) | | 00 |
| 9. Tax liability (Subtract line 8 from the sum of lines 6 and 7. Transfer to Form 480.30(II)DI, Part I, line 1(a)) | (9) | | 00 |

Part III Special Surtax Section 3(a) of Act 8 of 1987 (See instructions)

Table with 10 rows for Special Surtax calculation. Includes fields for amount of Part VI, net industrial development income, special surtax, and balance of tax due.

Part IV Conditions that Exonerate from the Prepayment of Tollgate Tax

Each exempt business under Act No. 8 of 1987 is generally subject to the prepayment of tollgate tax. Is the exempt business subject to the prepayment? Yes No. If the exempt business is not subject to the prepayment of tollgate tax, indicate which of the following conditions exonerates such payment.

Part V Computation of Prepayment of Tollgate Tax

Table with 17 rows for Computation of Prepayment of Tollgate Tax. Includes fields for net operating income, adjustments, industrial development income, taxes, and balance of tax due.

| Part VI | | Gross Profit on Sales or Production and Other Income | |
|--------------------------------------------------------------------|------|------------------------------------------------------|----|
| 1. Net sales | (1) | | 00 |
| Less: Cost of goods sold or direct costs of production | | | |
| 2. Inventory at the beginning of the year | | | |
| a) Materials | (2a) | | 00 |
| b) Goods in process | (2b) | | 00 |
| c) Finished goods or merchandise | (2c) | | 00 |
| 3. Purchase of materials or merchandise | (3) | | 00 |
| 4. Direct wages | (4) | | 00 |
| 5. Other direct costs (Detail in Part VIII) | (5) | | 00 |
| 6. Total costs of goods available for sale (Add lines 2 through 5) | (6) | | 00 |
| 7. Less: Inventory at the end of the year | | | |
| a) Materials | (7a) | | 00 |
| b) Goods in process | (7b) | | 00 |
| c) Finished goods or merchandise | (7c) | | 00 |
| 8. Gross profit on sales or production | (8) | | 00 |
| 9. Designated services income | (9) | | 00 |
| 10. Rent | (10) | | 00 |
| 11. Interest | (11) | | 00 |
| 12. Royalties | (12) | | 00 |
| 13. Other income (Submit detail) | (13) | | 00 |
| 14. Total income (Add lines 8 through 13) | (14) | | 00 |

| Part VII | | Deductions and Net Operating Income | |
|--------------------------------------------------------------------------------------------------------------------------|------|-------------------------------------|----|
| 15. Compensation to officers (Complete Part VI of the return) | (15) | | 00 |
| 16. Salaries, commissions and bonuses to employees (Total \$) (See instructions) | (16) | | 00 |
| 17. Commissions to businesses | (17) | | 00 |
| 18. Social security tax (FICA) | (18) | | 00 |
| 19. Unemployment tax | (19) | | 00 |
| 20. State Insurance Fund premiums | (20) | | 00 |
| 21. Medical or hospitalization insurance | (21) | | 00 |
| 22. Insurance | (22) | | 00 |
| 23. Interest | (23) | | 00 |
| 24. Rent | (24) | | 00 |
| 25. Property tax: (a) Personal (b) Real | (25) | | 00 |
| 26. Other taxes, patents and licenses (Submit detail) | (26) | | 00 |
| 27. Losses from fire, storms, theft or other casualties | (27) | | 00 |
| 28. Automobile expenses (Mileage) (See instructions) ... | (28) | | 00 |
| 29. Other motor vehicle expenses (See instructions) | (29) | | 00 |
| 30. Meal and entertainment expenses (Total) (See instructions) | (30) | | 00 |
| 31. Travel expenses | (31) | | 00 |
| 32. Professional services | (32) | | 00 |
| 33. Contributions to pension or other qualified plans (See instructions. Submit Form AS 6042.1) | (33) | | 00 |
| 34. Depreciation and amortization (See instructions. Submit Schedule E) | (34) | | 00 |
| 35. Bad debts (See instructions. Submit detail) | (35) | | 00 |
| 36. Charitable contributions | (36) | | 00 |
| 37. Repairs | (37) | | 00 |
| 38. Other deductions (See instructions. Submit detail) | (38) | | 00 |
| 39. Total deductions (Add lines 15 through 38) | (39) | | 00 |
| 40. Net operating income (or loss) for the year (Subtract line 39 from line 14. Enter here and in Part I, line 1) | (40) | | 00 |

| Part VIII | | Other Direct Costs | |
|-------------------------------------------------------------------------------------------------|------|--------------------|----|
| 1. Salaries, wages and bonuses | (1) | 00 | |
| 2. Social security tax (FICA) | (2) | 00 | |
| 3. Unemployment tax | (3) | 00 | |
| 4. State Insurance Fund premiums | (4) | 00 | |
| 5. Medical or hospitalization insurance | (5) | 00 | |
| 6. Other insurance | (6) | 00 | |
| 7. Excise taxes / Use taxes | (7) | 00 | |
| 8. Cost sharing allocation | (8) | | 00 |
| 9. Repairs | (9) | | 00 |
| 10. Utilities | (10) | | 00 |
| 11. Depreciation (Submit Schedule E) | (11) | | 00 |
| 12. Other expenses (Submit detail) | (12) | | 00 |
| 13. Total other direct costs (Add lines 1 through 12. Enter here and in Part VI, line 5) | (13) | | 00 |

Schedule N1 Incentives

Rev. 05.13



COMPUTATION OF THE SPECIAL DEDUCTIONS FOR EXEMPT BUSINESSES UNDER ACT 8 OF 1987

To be filed with Form 480.30(II) DI

Taxable year beginning on _____, ____ and ending on _____, ____

20__

| | | | | | | | |
|------------------|--|---------------------------------------------------------------------------------------|--|------------------------------------------------------------------------------------------------------------------|--|-------------|--|
| Taxpayer's Name | | Type of Decree: <input type="checkbox"/> New <input type="checkbox"/> Renegotiated | | Employer Identification Number | | Case Number | |
| Type of Business | | Period in force for income: Begins: _____ Ends: _____ | | Number of jobs directly related with manufacture or designated service: Current: _____ Required by Decree: _____ | | | |
| | | <input type="checkbox"/> Converted <input type="checkbox"/> Extended | | | | | |

| Part I | Computation of the special deductions | (a) Payroll Deduction (manufacture) | (b) Training and Improvement Expenses | (c) Research and Development Expenses | (d) Investment on Buildings, Structures and Machinery |
|----------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|---------------------------------------|---------------------------------------|-------------------------------------------------------|
| 1. | Deduction amount of the current year (1) | 00 | 00 | 00 | 00 |
| 2. | Add line 1, columns (a) through (d) (2) | 00 | | | |
| 3. | Industrial development income (Schedule N Incentives, Part I, line 5) (3) | 00 | 00 | 00 | 00 |
| (If line 2 is larger than line 3, do not continue. Complete Part II) | | | | | |
| 4. | Less: Special deductions according with line 1: | | | | |
| | (a) Payroll deduction (4a) | | 00 | 00 | |
| | (b) Training and improvement expenses (4b) | 00 | | 00 | |
| | (c) Research and development expenses (4c) | 00 | 00 | | |
| | (d) Investment on buildings, structures and machinery (4d) | 00 | 00 | 00 | |
| | (e) Total lines 4(a) through 4(d)..... (4e) | 00 | 00 | 00 | 00 |
| 5. | Industrial development income to determine the amount of the deduction (Subtract line 4(e) from line 3)..... (5) | 00 | 00 | 00 | 00 |
| 6. | Amount of deduction for: | | | | |
| | (a) Payroll | | | | |
| | (1) 5% of the production payroll (Enter 5% of the production payroll up to 50% of line 5. Applies only to conversions under Section 3(i)(2) or 3(i)(3)) (6a1) | 00 | | | |
| | (2) 15% of the production payroll (If line 3 is less than \$30,000 per production job, enter 15% of the production payroll up to 50% of line 5. Applies to new grants or conversions under Section 3(i)(1)) (6a2) | 00 | | | |
| | (3) If line 3 is less than \$500,000 and the corporation keeps an average of 15 or more employees, enter \$100,000 here (See instructions) (6a3) | 00 | | | |
| | (4) Enter the larger of line 6(a)1, 6(a)2 or 6(a)3) (6a4) | 00 | | | |
| | (b) Human resources training and improvement expenses (6b) | | 00 | | |
| | (c) Research and development expenses..... (6c) | | | 00 | |
| | (d) Investment on buildings, structures, machinery and equipment (6d) | | | | 00 |
| 7. | Total deductions: | | | | |
| | (a) Current year (Lines 6(a)4) through 6(d), as applicable) (7a) | 00 | 00 | 00 | 00 |
| | (b) Preceding years..... (7b) | | | 00 | 00 |
| | (c) Total (Add lines 7(a) and 7(b)) (7c) | 00 | 00 | 00 | 00 |
| 8. | Allowable deductions (Line 7(c) up to the amount of line 5. If it is smaller than line 5, enter the amounts on Schedule N Incentives, Part I, line 6, as applicable. If it is larger than line 5, complete Part II of this schedule) (8) | 00 | 00 | 00 | 00 |
| 9. | Carryforward deductions to subsequent years (If line 7(c) is larger than line 5 and do not have to complete Part II) (See instructions) (9) | | | 00 | 00 |

| Part II | Special Rules (Apply to the exempt business that is allowed to claim more than one of the deductions of Columns a, b, c and d of Part I, and the sum of said deductions is larger than the Industrial Development Income of the year) | | | Limit for the year | Carryforward to future years |
|----------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|--|--------------------|------------------------------|
| Order to claim the special deductions | | | | | |
| 1. | Industrial development income subject to special deductions (Schedule N Incentives, Part I, line 5) | (1) | | 00 | |
| 2. | Less: Payroll deduction (only manufacture) | | | | |
| (a) | 5% of the production payroll (Up to 50% of line 1) | (2a) | | 00 | |
| (b) | 15% of the production payroll (If line 1 is less than \$30,000 per production job, up to 50% of line 1) | (2b) | | 00 | |
| (c) | If line 1 is less than \$500,000 and the corporation keeps an average of 15 persons or more employed, enter \$100,000 | (2c) | | 00 | |
| (d) | Enter the larger of line 2(a), 2(b) or 2(c) | (2d) | | 00 | |
| 3. | Industrial development income after the payroll deduction (Subtract line 2(d) from line 1. It cannot be less than zero) | (3) | | 00 | |
| 4. | Enter line 2(d) but not to exceed the amount on line 1 (Enter on Schedule N Incentives, Part I, line 6(a)) | (4) | | 00 | |
| 5. | Industrial development income (Same as line 3) | (5) | | 00 | |
| 6. | Less: Human resources training and improvement expenses deduction | (6) | | 00 | |
| 7. | Industrial development income after deduction (Subtract line 6 from line 5. It cannot be less than zero) | (7) | | 00 | |
| 8. | Enter line 6 but not to exceed the amount on line 5 (Enter on Schedule N Incentives, Part I, line 6(b)) | (8) | | 00 | |
| 9. | Industrial development income (Same as line 7) | (9) | | 00 | |
| 10. | Less: Research and development expenses deduction | | | | |
| (a) | Preceding year | (10a) | | 00 | |
| (b) | Current year | (10b) | | 00 | |
| (c) | Total lines 10(a) and 10(b) | (10c) | | 00 | |
| 11. | Industrial development income after deduction (Subtract line 10(c) from line 9. It cannot be less than zero) | (11) | | 00 | |
| 12. | Enter line 10(c) but not to exceed the amount on line 9 (Enter on Schedule N Incentives, Part I, line 6(c)) | (12) | | 00 | |
| 13. | Excess of line 10(c) over line 9 | (13) | | | 00 |
| 14. | Industrial development income (Same as line 11. It cannot be less than zero) | (14) | | 00 | |
| 15. | Less: Special deduction for investment on buildings, structures, machinery and equipment | | | | |
| (a) | Preceding year | (15a) | | 00 | |
| (b) | Current year | (15b) | | 00 | |
| (c) | Total lines 15(a) and 15(b) | (15c) | | 00 | |
| 16. | Industrial development income after deduction (Subtract line 15(c) from line 14. It cannot be less than zero) | (16) | | 00 | |
| 17. | Enter line 15(c) but not to exceed the amount on line 14 (Enter on Schedule N Incentives, Part I, line 6(d)) | (17) | | 00 | |
| 18. | Excess of line 15(c) over line 14 | (18) | | | 00 |

Schedule V Incentives

Rev. 05.13



INCOME TAX FOR EXEMPT BUSINESSES UNDER ACT 135-1997

To be filed with Form 480.30(II)DI

20 _____

Taxable year beginning on _____, _____ and ending on _____, _____

| | | |
|-----------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| Taxpayer's Name | Type of Decree: <input type="radio"/> New <input type="radio"/> Renegotiated <input type="radio"/> Converted <input type="radio"/> Extended | Employer Identification Number |
| Type of Business | | Case Number |
| Effective period for income: Begins: _____ Ends: _____ | Number of jobs directly related with the manufacture or designated service: Current: _____ Required by Decree: _____ | |

Part I Basis Period Average Income (Applies only to renegotiated cases)

Basis period average income as determined in your decree: _____

Part II Net Income Subject to Tax

| | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|----|----|
| 1. Net operating income (or loss) for the year (Part V, line 40) | (1) | | 00 |
| 2. Less: Investment income (See instructions) | (2) | | 00 |
| 3. Total industrial development income (or loss) (Subtract line 2 from line 1. If an operating loss, do not continue . Enter zero (-0-) here and on line 5) | (3) | | 00 |
| 4. Net operating loss from preceding year (See instructions) | (4) | | 00 |
| 5. Net industrial development income subject to special deductions (Subtract line 4 from line 3. If it is equal or smaller than 0, do not continue) | (5) | | 00 |
| 6. Special deductions for exempt businesses (See instructions Schedule V1 Incentives): | | | |
| a) Payroll deduction | (6a) | 00 | |
| b) Human resources training and improvement expense deduction | (6b) | 00 | |
| c) Research and development expense deduction | (6c) | 00 | |
| d) Investment on buildings, structures, machinery and equipment deduction | (6d) | 00 | |
| e) Total deductions (Add lines 6(a) through 6(d)) | (6e) | | 00 |
| 7. Net industrial development income after special deductions (Subtract line 6(e) from line 5) | (7) | | 00 |
| 8. Deduction for purchases of products manufactured in Puerto Rico (See instructions) | (8) | | 00 |
| 9. Net industrial development income after deduction for purchases of products manufactured in Puerto Rico (Subtract line 8 from line 7) | (9) | | 00 |
| 10. Basis period income under Act 73 (Schedule X Incentives, Part I) | (10) | | 00 |
| 11. Less: Basis period income (Same as Part I. See instructions) | (11) | | 00 |
| 12. Net industrial development income subject to tax (Subtract line 11 from the sum of lines 9 and 10. See instructions) | (12) | | 00 |

Part III Tax Computation

| | | | |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------|------|----|----|
| 1. Fixed tax rate on IDI: (1a) <input type="radio"/> 7% (1b) <input type="radio"/> 4% (1c) <input type="radio"/> other _____ % | | | 00 |
| 2. Total tax (Multiply line 12 by line 1) (Check here if you used Schedule B4 Incentives <input type="checkbox"/>) | (2) | | 00 |
| 3. Recapture of credit claimed in excess (Schedule B Incentives, Part I, line 3) | (3) | | |
| 4. Less credits: | | | |
| a) Special credits granted (See instructions) | (4a) | 00 | |
| b) Credit for products manufactured in Puerto Rico (See instructions) | (4b) | 00 | |
| c) Credit for losses of United States parent company (See instructions) | (4c) | 00 | |
| d) Credit for taxes withheld on royalty payments | (4d) | 00 | |
| e) Credit for donation of an eligible conservation easement or donation of eligible land | (4e) | 00 | |
| f) Credit for construction investment in urban centers (See instructions) | (4f) | 00 | |
| g) Credit for merchants affected by urban centers revitalization (See instructions) | (4g) | 00 | |
| h) Credit for purchases of products manufactured in Puerto Rico (Schedule X1 Incentives, Part I, line 6) | (4h) | 00 | |
| i) Credit for investment in research and development (Schedule X1 Incentives, Part III, line 7(a)) | (4i) | 00 | |
| j) Credit for investment in machinery and equipment (Schedule X1 Incentives, Part IV, line 6 or 8, as applicable) | (4j) | 00 | |
| k) Credit to reduce the cost of electric power (Schedule X1 Incentives, Part V, line 6) | (4k) | 00 | |
| l) Credit for investment in strategic projects (Schedule X1 Incentives, Part VII, line 5(a)) | (4l) | 00 | |
| m) Credit for industrial investment (Schedule X1 Incentives, Part VIII, line 6(a)) | (4m) | 00 | |
| n) Other applicable credits | (4n) | 00 | |
| o) Total credits (Add lines 4(a) through 4(n)) | (4o) | | 00 |
| 5. Total tax liability (Subtract line 4(o) from the sum of lines 2 and 3. Enter the difference here and on Form 480.30(II)DI, Part I, line 1(b)) | (5) | | 00 |
| 6. Enter here: 95% of line 5 | (6a) | 00 | |
| and 5% of line 5 | (6b) | | 00 |

Retention Period: Ten (10) years

| Part IV | | Gross Profit on Sales or Production and Other Income | |
|-------------------------------------------------------------------|------|------------------------------------------------------------|----|
| 1. Net sales | (1) | | 00 |
| Less: Cost of goods sold or direct costs of production | | | |
| 2. Inventory at the beginning of the year | | <input type="radio"/> "C" <input type="radio"/> "C" o "MV" | |
| a) Materials | (2a) | | 00 |
| b) Goods in process | (2b) | | 00 |
| c) Finished goods or merchandise | (2c) | | 00 |
| 3. Purchase of materials or merchandise | (3) | | 00 |
| 4. Direct wages | (4) | | 00 |
| 5. Other direct costs (Detail in Part VI) | (5) | | 00 |
| 6. Total cost of goods available for sale (Add lines 2 through 5) | (6) | | 00 |
| 7. Less: Inventory at the end of the year | | <input type="radio"/> "C" <input type="radio"/> "C" o "MV" | |
| a) Materials | (7a) | | 00 |
| b) Goods in process | (7b) | | 00 |
| c) Finished goods or merchandise | (7c) | | 00 |
| 8. Gross profit on sales or production | (8) | | 00 |
| 9. Designated services income | (9) | | 00 |
| 10. Rent | (10) | | 00 |
| 11. Interest | (11) | | 00 |
| 12. Royalties | (12) | | 00 |
| 13. Other income (Submit detail) | (13) | | 00 |
| 14. Total income (Add lines 8 through 13) | (14) | | 00 |

| Part V | | Deductions and Net Operating Income | |
|---------------------------------------------------------------------------------------------------------------------------|------|-------------------------------------|----|
| 15. Compensation to officers (Complete Part VI of the return) | (15) | | 00 |
| 16. Salaries, commissions and bonuses to employees (Total \$ _____) (See instructions) | (16) | | 00 |
| 17. Commissions to businesses | (17) | | 00 |
| 18. Social security tax (FICA) | (18) | | 00 |
| 19. Unemployment tax | (19) | | 00 |
| 20. State Insurance Fund premiums | (20) | | 00 |
| 21. Medical or hospitalization insurance | (21) | | 00 |
| 22. Insurance | (22) | | 00 |
| 23. Interest | (23) | | 00 |
| 24. Rent | (24) | | 00 |
| 25. Property tax: (a) Personal _____ (b) Real _____ | (25) | | 00 |
| 26. Other taxes, patents and licenses (Submit detail) | (26) | | 00 |
| 27. Losses from fire, hurricane, theft or other casualties | (27) | | 00 |
| 28. Automobile expenses (Mileage _____) (See instructions) | (28) | | 00 |
| 29. Other motor vehicle expenses (See instructions) | (29) | | 00 |
| 30. Meal and entertainment expenses (Total _____) (See instructions) | (30) | | 00 |
| 31. Travel expenses | (31) | | 00 |
| 32. Professional services | (32) | | 00 |
| 33. Contributions to pension or other qualified plans (See instructions. Submit Form AS 6042.1) | (33) | | 00 |
| 34. Depreciation and amortization (See instructions. Submit Schedule E) | (34) | | 00 |
| 35. Bad debts (See instructions. Submit detail) | (35) | | 00 |
| 36. Charitable contributions | (36) | | 00 |
| 37. Repairs | (37) | | 00 |
| 38. Other deductions (See instructions. Submit detail) | (38) | | 00 |
| 39. Total deductions (Add lines 15 through 38) | (39) | | 00 |
| 40. Net operating income (or loss) for the year (Subtract line 39 from line 14. Enter here and in Part II, line 1) | (40) | | 00 |

| Part VI | | Other Direct Costs | | | |
|-----------------------------------------|-----|--------------------|-------------------------------------------------------------------------------------------------|------|----|
| 1. Salaries, wages and bonuses | (1) | 00 | 8. Cost sharing allocation | (8) | 00 |
| 2. Social security tax (FICA) | (2) | 00 | 9. Repairs | (9) | 00 |
| 3. Unemployment tax | (3) | 00 | 10. Utilities | (10) | 00 |
| 4. State Insurance Fund premiums | (4) | 00 | 11. Depreciation (Submit Schedule E) | (11) | 00 |
| 5. Medical or hospitalization insurance | (5) | 00 | 12. Other expenses (Submit detail) | (12) | 00 |
| 6. Other insurances | (6) | 00 | 13. Total other direct costs (Add lines 1 through 12. Enter here and in Part IV, line 5) | (13) | 00 |
| 7. Excise taxes / Use taxes | (7) | 00 | | | |

Schedule V1 Incentives

Rev. 05.13



COMPUTATION OF THE SPECIAL DEDUCTIONS FOR EXEMPT BUSINESSES UNDER ACT 135-1997

To be filed with Form 480.30(II)DI

Taxable year beginning on _____, _____ and ending on _____, _____

20__

| | | | | | | | |
|------------------|--|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------------------------------------------------------------------------|--|-------------|--|
| Taxpayer's Name | | Type of Decree: <input type="checkbox"/> New <input type="checkbox"/> Renegotiated <input type="checkbox"/> Converted <input type="checkbox"/> Extended | | Employer Identification Number | | Case Number | |
| Type of Business | | Period in force for income: Begins: _____ Ends: _____ | | Number of jobs directly related with manufacture or designated service: Current: _____ Required by Decree: _____ | | | |

| Part I | Computation of the special deductions | (a) Payroll Deduction (manufacture) | (b) Training and Improvement Expenses | (c) Research and Development Expenses | (d) Investment on Buildings, Structures and Machinery |
|--------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|---------------------------------------|---------------------------------------|-------------------------------------------------------|
| 1. | Deduction amount for the current year (1) | 00 | 00 | 00 | 00 |
| 2. | Add line 1, columns (a) through (d) (2) | 00 | | | |
| 3. | Industrial development income (Schedule V Incentives, Part II, line 5) ... (3) (If line 2 is larger than line 3, do not continue . Complete Part II) | 00 | 00 | 00 | 00 |
| 4. | Less: Special deductions according with line 1: | | | | |
| | (a) Payroll deduction (4a) | | 00 | 00 | |
| | (b) Training and improvement expenses (4b) | 00 | | 00 | |
| | (c) Research and development expenses (4c) | 00 | 00 | | |
| | (d) Investment on buildings, structures and machinery (4d) | 00 | 00 | 00 | |
| | (e) Total lines 4(a) through 4(d) (4e) | 00 | 00 | 00 | 00 |
| 5. | Industrial development income to determine the amount of the deduction (Subtract line 4(e) from line 3) (5) | 00 | 00 | 00 | 00 |
| 6. | Amount of deduction for: | | | | |
| | (a) Payroll | | | | |
| | (1) 15% of the production payroll up to 50% of line 5 (6a1) | 00 | | | |
| | (2) If line 3 is less than \$500,000 and keep an average of 15 or more employees, enter \$100,000 (6a2) | 00 | | | |
| | (3) Enter the larger of line 6(a)(1) or 6(a)(2) (6a3) | 00 | | | |
| | (b) Human resources training and improvement expenses (6b) | | 00 | | |
| | (c) Research and development expenses (6c) | | | 00 | |
| | (d) Investment on buildings, structures, machinery and equipment (6d) | | | | 00 |
| 7. | Total deductions: | | | | |
| | (a) Current year (Line 6(a)(3) through 6(d), as applicable) (7a) | 00 | 00 | 00 | 00 |
| | (b) Preceding years (7b) | | | 00 | 00 |
| | (c) Total (Add lines 7(a) and 7(b)) (7c) | 00 | 00 | 00 | 00 |
| 8. | Allowable deductions (Line 7(c) up to the amount of line 5. If it is smaller than line 5, enter the amounts on Schedule V Incentives, Part II, line 6 as applicable. If it is larger than line 5, complete Part II of this schedule) (8) | 00 | 00 | 00 | 00 |
| 9. | Carryforward deductions to subsequent years (If line 7(c) is larger than line 5 and do not have to complete Part II) (See instructions)..... (9) | | | 00 | 00 |

| Part II | Special Rules (Apply to the exempt business that is allowed to claim more than one of the deductions of Columns a, b, c and d of Part I, and the sum of said deductions is larger than the Industrial Development Income of the year) | | | Limit for the year | Carryforward to future years |
|----------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|--|--------------------|------------------------------|
| Order to claim the special deductions | | | | | |
| 1. | Industrial development income subject to special deductions (Schedule V Incentives, Part II, line 5) | (1) | | 00 | |
| 2. | Less: Payroll deduction (only manufacture) | | | | |
| | (a) 15% of the production payroll (If line 1 is less than \$30,000 per production job, up to 50% of line 1) | (2a) | | 00 | |
| | (b) If line 1 is less than \$500,000 and the corporation keeps an average of 15 persons or more employed, enter \$100,000 | (2b) | | 00 | |
| | (c) Enter the larger of line 2(a) or 2(b) | (2c) | | 00 | |
| 3. | Industrial development income after the payroll deduction (Subtract line 2(c) from line 1. It cannot be less than zero) | (3) | | 00 | |
| 4. | Enter line 2(c) but not to exceed the amount on line 1 (Enter on Schedule V Incentives, Part II, line 6(a)) | (4) | | 00 | |
| 5. | Industrial development income (Same as line 3) | (5) | | 00 | |
| 6. | Less: Human resources training and improvement expenses deduction | (6) | | 00 | |
| 7. | Industrial development income after deduction (Subtract line 6 from line 5. It cannot be less than zero) | (7) | | 00 | |
| 8. | Enter line 6 but not to exceed the amount on line 5 (Enter on Schedule V Incentives, Part II, line 6(b)) | (8) | | 00 | |
| 9. | Industrial development income (Same as line 7) | (9) | | 00 | |
| 10. | Less: Research and development expenses deduction | | | | |
| | (a) Preceding year | (10a) | | 00 | |
| | (b) Current year | (10b) | | 00 | |
| | (c) Total lines 10(a) and 10(b) | (10c) | | 00 | |
| 11. | Industrial development income after deduction (Subtract line 10(c) from line 9. It cannot be less than zero) | (11) | | 00 | |
| 12. | Enter line 10(c) but not to exceed the amount on line 9 (Enter on Schedule V Incentives, Part II, line 6(c)) | (12) | | 00 | |
| 13. | Excess of line 10(c) over line 9 | (13) | | | 00 |
| 14. | Industrial development income (Same as line 11. It cannot be less than zero) | (14) | | 00 | |
| 15. | Less: Special deduction for investment on buildings, structures, machinery and equipment | | | | |
| | (a) Preceding year | (15a) | | 00 | |
| | (b) Current year | (15b) | | 00 | |
| | (c) Total lines 15(a) and 15(b) | (15c) | | 00 | |
| 16. | Industrial development income after deduction (Subtract line 15(c) from line 14. It cannot be less than zero) | (16) | | 00 | |
| 17. | Enter line 15(c) but not to exceed the amount on line 14 (Enter on Schedule V Incentives, Part II, line 6(d)) | (17) | | 00 | |
| 18. | Excess of line 15(c) over line 14 | (18) | | | 00 |

Schedule X Incentives

Rev. 05.13



INCOME TAX FOR EXEMPT BUSINESSES UNDER ACT 73-2008

To be filed with Form 480.30(II)DI

20

Taxable year beginning on _____ and ending on _____

Form header section containing Taxpayer's Name, Type of Business, Period in force for income, Type of Decree (New, Renegotiated, Converted), Employer Identification Number, and Case Number.

Part I Basis Period Average Income (Applies only to renegotiated decrees under Section 13(b)(1))

Basis period average income as determined in your decree: _____

Part II Net Income Subject to Tax (Applies only to renegotiated decrees under Section 13(b)(1))

Table with 3 columns: Line number, Description, and Amount. Rows include Net operating income, Less: Investment income, Total industrial development income, Net operating loss from preceding year, Net industrial development income subject to special deduction, Investment on buildings, structures, machinery and equipment deduction, Net industrial development income after special deduction, Less: Basis period income, and Net industrial development income subject to tax.

Part III Net Income Subject to Tax (Except renegotiated decrees under Section 13(b)(1))

Table with 3 columns: Line number, Description, and Amount. Rows include Net operating income, Less: Investment income, Total industrial development income, Net operating loss from preceding year, Net industrial development income, Less: Industrial development income subject to tax rates, Net industrial development income subject to special deduction, Investment on buildings, structures, machinery and equipment deduction, and Net industrial development income subject to tax.

Part IV Tax Computation

Table with 3 columns: Line number, Description, and Amount. Rows include Fixed tax rate on IDI, Total tax, Recapture of credit claimed in excess, Tentative tax, Less credits (a-l), Total credits, Net tentative tax, Minimum tax rate, Minimum tentative tax, Less: Tax withheld on royalty payments, Minimum tax, Total tax liability, and Enter here: 95% of line 11 and 5% of line 11.

| Part V | | Gross Profit on Sales or Production and Other Income | |
|-------------------------------------------------------------------|------|------------------------------------------------------------------|----|
| 1. Net sales | (1) | | 00 |
| Less: Cost of goods sold or direct costs of production | | | |
| 2. Inventory at the beginning of the year | | <input type="checkbox"/> "C" <input type="checkbox"/> "C" o "VM" | |
| a) Materials | (2a) | | 00 |
| b) Goods in process | (2b) | | 00 |
| c) Finished goods or merchandise | (2c) | | 00 |
| 3. Purchase of materials or merchandise | (3) | | 00 |
| 4. Direct wages | (4) | | 00 |
| 5. Other direct costs (Detail in Part VII) | (5) | | 00 |
| 6. Total cost of goods available for sale (Add lines 2 through 5) | (6) | | 00 |
| 7. Less: Inventory at the end of the year | | <input type="checkbox"/> "C" <input type="checkbox"/> "C" o "VM" | |
| a) Materials | (7a) | | 00 |
| b) Goods in process | (7b) | | 00 |
| c) Finished goods or merchandise | (7c) | | 00 |
| 8. Gross profit on sales or production | (8) | | 00 |
| 9. Designated services income | (9) | | 00 |
| 10. Rent | (10) | | 00 |
| 11. Interest | (11) | | 00 |
| 12. Royalties | (12) | | 00 |
| 13. Other income (Submit detail) | (13) | | 00 |
| 14. Total income (Add lines 8 through 13) | (14) | | 00 |

| Part VI | | Deductions and Net Operating Income | |
|------------------------------------------------------------------------------------------------------------------------------------------|------|-------------------------------------|----|
| 15. Compensation to officers (Complete Part VI of the return) | (15) | | 00 |
| 16. Salaries, commissions and bonuses to employees (Total \$ _____) (See instructions) | (16) | | 00 |
| 17. Commissions to businesses | (17) | | 00 |
| 18. Social security tax (FICA) | (18) | | 00 |
| 19. Unemployment tax | (19) | | 00 |
| 20. State Insurance Fund premiums | (20) | | 00 |
| 21. Medical or hospitalization insurance | (21) | | 00 |
| 22. Insurance | (22) | | 00 |
| 23. Interest | (23) | | 00 |
| 24. Rent | (24) | | 00 |
| 25. Property tax: (a) Personal _____ (b) Real _____ | (25) | | 00 |
| 26. Other taxes, patents and licenses (Submit detail) | (26) | | 00 |
| 27. Losses from fire, hurricane, theft or other casualties | (27) | | 00 |
| 28. Automobile expenses (Mileage _____) (See instructions) | (28) | | 00 |
| 29. Other motor vehicle expenses (See instructions) | (29) | | 00 |
| 30. Meal and entertainment expenses (Total _____) (See instructions) | (30) | | 00 |
| 31. Travel expenses | (31) | | 00 |
| 32. Professional services | (32) | | 00 |
| 33. Contributions to pension or other qualified plans (See instructions. Submit Form AS 6042.1) | (33) | | 00 |
| 34. Depreciation and amortization (See instructions. Submit Schedule E) | (34) | | 00 |
| 35. Bad debts (See instructions. Submit detail) | (35) | | 00 |
| 36. Charitable contributions | (36) | | 00 |
| 37. Repairs | (37) | | 00 |
| 38. Other deductions (See instructions. Submit detail) | (38) | | 00 |
| 39. Total deductions (Add lines 15 through 38) | (39) | | 00 |
| 40. Net operating income (or loss) for the year (Subtract line 39 from line 14. Enter here and in Part II or III, line 1, as applicable) | (40) | | 00 |

| Part VII | | Other Direct Costs | | | |
|-----------------------------------------|-----|--------------------|-----------------------------------------------------------------------------------------|------|----|
| 1. Salaries, wages and bonuses | (1) | 00 | 8. Cost sharing allocation | (8) | 00 |
| 2. Social security tax (FICA) | (2) | 00 | 9. Repairs | (9) | 00 |
| 3. Unemployment tax | (3) | 00 | 10. Utilities | (10) | 00 |
| 4. State Insurance Fund premiums | (4) | 00 | 11. Depreciation (Submit Schedule E) | (11) | 00 |
| 5. Medical or hospitalization insurance | (5) | 00 | 12. Other expenses (Submit detail) | (12) | 00 |
| 6. Other insurances | (6) | 00 | 13. Total other direct costs (Add lines 1 through 12. Enter here and in Part V, line 5) | (13) | 00 |
| 7. Excise taxes / Use taxes | (7) | 00 | | | |

Schedule X1 Incentives

Rev. 05.13



**COMPUTATION OF TAX CREDITS FOR EXEMPT BUSINESSES
UNDER ACT 73-2008**

To be filed with Form 480.30(II)DI

Taxable year beginning on _____, _____ and ending on _____, _____

20__

Taxpayer's Name

Employer Identification Number

Part I Credit for Purchases of Products Manufactured in Puerto Rico

Eligible purchases of products manufactured in Puerto Rico:

| Manufacturing business from which the product is acquired (a) | Employer identification number (b) | Manufacturing business identification number (c) | Purchases value | |
|------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|-----------------------------------------------------|-----------------|-----------------|
| | | | Regular (d) | Recycled (e) |
| | | | 00 | 00 |
| 1. Total purchases value (1) | | | 00 | 00 |
| 2. Allowable purchases credit: | | | | |
| a) Products manufactured in Puerto Rico (Multiply line 1, Column (d) x 25%) (2a) | | | 00 | |
| b) Products made from recycled materials (Multiply line 1, Column (e) x 35%) (2b) | | | 00 | |
| c) Total credit (Add lines 2(a) and 2(b)) (2c) | | | | 00 |
| 3. Credit carried from previous years (Submit schedule) (3) | | | | 00 |
| 4. Total available credit (Add lines 2(c) and 3) (4) | | | | 00 |
| 5. Total tax (See instructions) (5) | | | | 00 |
| 6. Credit to be claimed (Up to 50% of line 5. Transfer to the corresponding schedule of the return, as applicable) (6) | | | | 00 |
| 7. Carryforward credit to subsequent years (Subtract line 6 from line 4) (7) | | | | 00 |

Part II Job Creation Credit

Did you include with the return the certification from the Executive Director of the Puerto Rico Industrial Development Company? Yes No

| | | | | |
|---------------------------------------------------------------------------------------------------------------|--|--|----|----|
| 1. Jobs created during the first year of operations by industrial zone: | | | | |
| a) Vieques and Culebra _____ x \$ 5,000 (1a) | | | 00 | |
| b) Low development _____ x \$ 2,500 (1b) | | | 00 | |
| c) Intermediate development _____ x \$ 1,000 (1c) | | | 00 | |
| d) High development _____ x \$ 0 (1d) | | | 00 | |
| 2. Job creation credit (Add lines 1(a) through 1(c)) (2) | | | | 00 |
| 3. Less: a) Other economic incentives received for job creation (3a) | | | 00 | |
| b) Credit claimed in previous years: | | | | |
| Year _____ | | | | |
| Amount _____ (3b) | | | 00 | |
| c) Total (Add lines 3(a) and 3(b)) (3c) | | | | 00 |
| 4. Available credit (Subtract line 3(c) from line 2) (4) | | | | 00 |
| 5. Credit to be claimed in the current year (Transfer to Schedule X Incentives, Part IV, line 5(b)) (5) | | | | 00 |
| 6. Carryforward credit to subsequent years (Subtract line 5 from line 4) (6) | | | | 00 |

Part III Credit for Investment in Research and Development, Clinical Trials, Toxicology Tests, Infrastructure, Renewable Energy or Intangible Property

| | | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|----|----|
| 1. Eligible special investment (Detail in Part IX) (1) | | | | 00 |
| 2. Allowable investment credit (Multiply line 1 x 50%) (2) | | | | 00 |
| 3. Credit attributed against the tax liability for the current year (Up to 50% of line 2. See instructions) (3) | | | | 00 |
| 4. Credit carried from previous years (Submit schedule) (4) | | | | 00 |
| 5. Total available credit attributed to the tax liability for the current year (Add lines 3 and 4) (5) | | | | 00 |
| 6. Total available credit (Add lines 2 and 4) (6) | | | | 00 |
| 7. Less: a) Credit to be claimed against the tax liability for the current year (Not more than line 5. Transfer to the corresponding schedule of the return, as applicable) (7a) | | | 00 | |
| b) Credit claimed against AEE and AAA expenses (7b) | | | 00 | |
| c) Credit transferred to another person (7c) | | | 00 | |
| d) Total (Add lines 7(a) through 7(c)) (7d) | | | | 00 |
| 8. Carryforward credit to subsequent years (Subtract line 7(d) from line 6) (8) | | | | 00 |

Part IV Credit for Investment in Machinery and Equipment for the Generation and Efficient Use of Energy

Did you include with the return the certification from the Energy Affairs Administration? Yes No

| | | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|--|----|
| 1. Eligible investment (1) | | | | 00 |
| 2. Allowable credit for investment in machinery and equipment (Multiply line 1 x 50%) (2) | | | | 00 |
| 3. Indicate if it is a business with decree under Section 2(d)(1)(H) of Act 73 or a similar provision under any other incentives act: | | | | |
| <input type="checkbox"/> Yes (Go to line 7, see instructions) | | | | |
| <input type="checkbox"/> No (Continue with line 4) | | | | |
| 4. Total tax (See instructions) (4) | | | | 00 |
| 5. Multiply line 4 x 25% (5) | | | | 00 |
| 6. Credit to be claimed (If you checked "No" on line 3, enter the smaller of line 2 or 5. Transfer to the corresponding schedule of the return, as applicable) (6) | | | | 00 |
| 7. Allowable credit for investment in machinery and equipment (Same as line 2) (7) | | | | 00 |
| 8. Credit to be claimed in the current year (Not more than \$8,000,000 for substantial expansion, see instructions. Transfer to the corresponding schedule of the return, as applicable) (8) | | | | 00 |

Part V Credit to Reduce the Cost of Electric Power

Did you include with the return the certification from the Electric Power Authority? Yes No

| | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|--|----|
| 1. Payments made to the AEE for net electric power consumption (See instructions) | (1) | | 00 |
| 2. Allowable credit: | | | |
| a) Basis credit (Multiply line 1 x 3%) | (2a) | | 00 |
| b) Did you keep an average of 25 employees or more during the taxable year? <input type="checkbox"/> Yes <input type="checkbox"/> No (If you checked "Yes", multiply line 1 x 3.5%) | (2b) | | 00 |
| c) Did you keep an average payroll of \$500,000 or more during the taxable year? <input type="checkbox"/> Yes <input type="checkbox"/> No (If you checked "Yes", multiply line 1 x 3.5%) | (2c) | | 00 |
| 3. Allowable credit to reduce the cost of electric power for the current year (Add lines 2(a) through 2(c)) | (3) | | 00 |
| 4. Credit carried from previous years (Submit schedule) | (4) | | 00 |
| 5. Total available credit (Add lines 3 and 4) | (5) | | 00 |
| 6. Credit to be claimed (Transfer to the corresponding schedule of the return, as applicable) | (6) | | 00 |
| 7. Carryforward credit to subsequent years (Subtract line 6 from line 5. See instructions) | (7) | | 00 |

Part VI Credit for the Transfer of Intellectual Property

| | | | |
|--------------------------------------------------------------------------------------|------|----|----|
| 1. Total royalty payments | (1) | | 00 |
| 2. Allowable royalty credit: | | | |
| a) Exempt businesses subject to fixed rate (Multiply line 1 x 12%) | (2a) | 00 | |
| b) Exempt businesses subject to alternate imposition (Multiply line 1 x 2%) | (2b) | 00 | |
| 3. Credit carried from previous years (Submit schedule) | (3) | 00 | |
| 4. Total available credit (Add line 2(a) or 2(b), as applicable, and line 3) | (4) | | 00 |
| 5. Credit to be claimed (Transfer to Schedule X Incentives, Part V, line 5(f)) | (5) | | 00 |
| 6. Carryforward credit to subsequent years (Subtract line 5 from line 4) | (6) | | 00 |

Part VII Credit for Investment in Strategic Projects

| | | | |
|-------------------------------------------------------------------------------------------------------------------------------|------|----|----|
| 1. Total credit as per Administrative Determination | (1) | | 00 |
| 2. Credit carried from previous years (Submit schedule) | (2) | | 00 |
| 3. Total available credit (Add lines 1 and 2) | (3) | | 00 |
| 4. Total tax (See instructions) | (4) | | 00 |
| 5. Credit to be claimed in the current year: | | | |
| a) Against the tax liability (Up to 50% of line 4. Transfer to the corresponding schedule of the return, as applicable) | (5a) | 00 | |
| b) Against AEE and AAA expenses (Submit detail) | (5b) | 00 | |
| c) Credit transferred to another person | (5c) | 00 | |
| d) Total credit claimed in the current year (Add lines 5(a) through 5(c)) | (5d) | | 00 |
| 6. Carryforward credit to subsequent years (Subtract line 5(d) from line 3) | (6) | | 00 |

Part VIII Industrial Investment Credit

| | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|----|----|
| 1. Total credit as per Administrative Determination | (1) | | 00 |
| 2. Credit attributed against the tax liability for the current year as per Administrative Determination | (2) | | 00 |
| 3. Credit carried from previous years (Submit schedule) | (3) | | 00 |
| 4. Total available credit attributed against the tax liability for the current year (Add lines 2 and 3) | (4) | | 00 |
| 5. Total available credit (Add lines 1 and 3) | (5) | | 00 |
| 6. Less: | | | |
| a) Credit to be claimed against the tax liability for the current year (Not more than line 4. Transfer to the corresponding schedule of the return, as applicable) | (6a) | 00 | |
| b) Credit transferred to another person | (6b) | 00 | |
| c) Total (Add lines 6(a) and 6(b)) | (6c) | | 00 |
| 7. Carryforward credit to subsequent years (Subtract line 6(c) from line 5) | (7) | | 00 |

Part IX Detail of Expenses that Qualify as Special Eligible Investment

Complete this part to detail the expenses of line 1, Part III of this Schedule.

| | Column A | Column B | Column C |
|-------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|----------|
| | Expenses incurred during the taxable year for which this return is filed. | Expenses incurred after the close of the taxable year and until the filing date of this return, including extension of time. | Total |
| 1. Salaries, commissions and bonuses to employees (Total \$ _____) (See instructions) (1) | 00 | 00 | 00 |
| 2. Payroll expenses | 00 | 00 | 00 |
| 3. Professional services | 00 | 00 | 00 |
| 4. Insurance | 00 | 00 | 00 |
| 5. Property taxes | 00 | 00 | 00 |
| 6. Other taxes, patents and licenses | 00 | 00 | 00 |
| 7. Rent | 00 | 00 | 00 |
| 8. Repairs and maintenance | 00 | 00 | 00 |
| 9. Utilities | 00 | 00 | 00 |
| 10. Materials and supplies | 00 | 00 | 00 |
| 11. Other expenses (Submit detail) | 00 | 00 | 00 |
| 12. Total (Transfer to line 1, Part III of this schedule) | 00 | 00 | 00 |

Schedule AA Incentives

Rev. 05.13



INCOME TAX FOR EXEMPT BUSINESSES UNDER ACT 20-2012

To be filed with Form 480.30(II)DI

20 _____

Taxable year beginning on _____, ____ and ending on _____, ____

| | | |
|----------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| Taxpayer's Name | Type of Decree: <input type="checkbox"/> New <input type="checkbox"/> Renegotiated <input type="checkbox"/> Converted | Employer Identification Number |
| Type of Business | | Case Number: |
| Period in force for income: Begins: _____ Ends: _____ | Number of jobs directly related with manufacture or designated Service: Current: _____ Required by Decree: _____ | |

Part I Basis Period Average Income (Applies only to renegotiated decrees under Article 4(c))

Basis period average income as determined in your decree: _____

Part II Net Income Subject to Tax

| | | | |
|---------------------------------------------------------------------------------------|-----|--|----|
| 1. Net operating income (or loss) for the year (Part V, line 40) | (1) | | 00 |
| 2. Net operating loss from preceding year (See instructions) | (2) | | 00 |
| 3. Net services exportation income | (3) | | 00 |
| 4. Less: Basis period income (Same as Part I. See instructions) | (4) | | 00 |
| 5. Net services exportation income subject to tax (Subtract line 4 from line 3) | (5) | | 00 |

Part III Tax Computation

| | | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|--|----|
| 1. Fixed tax rate on SEI (1a) <input type="checkbox"/> 4% (1b) <input type="checkbox"/> 3% | | | |
| 2. Tax rate on basis period average income (2a) <input type="checkbox"/> Code (2b) <input type="checkbox"/> Fixed rate _____ % | | | |
| 3. Tax on SEI (Multiply line 5, Part II by line 1) | (3) | | 00 |
| 4. Tax on basis period average income (Multiply line 4, Part II by line 2) | (4) | | 00 |
| 5. Total tax (Add lines 3 and 4. Transfer to Form 480.30(II)DI, Part I, line 1(d)) (Check here if you used Schedule B4 Incentives <input type="checkbox"/>) ... | (5) | | 00 |

Part IV Gross Profit on Sales or Production and Other Income

| | | | | |
|------------------------------------------------------------------------------------------------------------|------|--|----|----|
| 1. Net sales | (1) | | 00 | |
| Less: Cost of goods sold or direct costs of production | | | | |
| 2. Inventory at the beginning of the year <input type="checkbox"/> "C" <input type="checkbox"/> "C" o "VM" | | | | |
| a) Materials | (2a) | | 00 | |
| b) Goods in process | (2b) | | 00 | |
| c) Finished goods or merchandise | (2c) | | 00 | |
| 3. Purchase of materials or merchandise | (3) | | 00 | |
| 4. Direct wages | (4) | | 00 | |
| 5. Other direct costs (Detail in Part VI) | (5) | | 00 | |
| 6. Total cost of goods available for sale (Add lines 2 through 5) | (6) | | 00 | |
| 7. Less: Inventory at the end of the year <input type="checkbox"/> "C" <input type="checkbox"/> "C" o "VM" | | | | |
| a) Materials | (7a) | | 00 | |
| b) Goods in process | (7b) | | 00 | |
| c) Finished goods or merchandise | (7c) | | 00 | |
| 8. Gross profit on sales or production | (8) | | | 00 |
| 9. Designated services income | (9) | | | 00 |
| 10. Rent | (10) | | | 00 |
| 11. Interest | (11) | | | 00 |
| 12. Royalties | (12) | | | 00 |
| 13. Other income (Submit detail) | (13) | | | 00 |
| 14. Total income (Add lines 8 through 13) | (14) | | | 00 |

Retention Period: Ten (10) years

| Part V | | Deductions and Net Operating Income | |
|--------|-----------------------------------------------------------------------------------------------------------------------------|-------------------------------------|----|
| 15. | Compensation to officers (Complete Part VI of the return) | (15) | 00 |
| 16. | Salaries, commissions and bonuses to employees (Total \$ _____) (See instructions) | (16) | 00 |
| 17. | Commissions to businesses | (17) | 00 |
| 18. | Social security tax (FICA) | (18) | 00 |
| 19. | Unemployment tax | (19) | 00 |
| 20. | State Insurance Fund premiums | (20) | 00 |
| 21. | Medical or hospitalization insurance | (21) | 00 |
| 22. | Insurance | (22) | 00 |
| 23. | Interest | (23) | 00 |
| 24. | Rent | (24) | 00 |
| 25. | Property tax: (a) Personal _____ (b) Real _____ | (25) | 00 |
| 26. | Other taxes, patents and licenses (Submit detail) | (26) | 00 |
| 27. | Losses from fire, hurricane, theft or other casualties | (27) | 00 |
| 28. | Automobile expenses (Mileage _____) (See instructions) | (28) | 00 |
| 29. | Other motor vehicle expenses (See instructions) | (29) | 00 |
| 30. | Meal and entertainment expenses (Total _____) (See instructions) | (30) | 00 |
| 31. | Travel expenses | (31) | 00 |
| 32. | Professional services | (32) | 00 |
| 33. | Contributions to pension or other qualified plans (See instructions. Submit Form AS 6042.1) | (33) | 00 |
| 34. | Depreciation and amortization (See instructions. Submit Schedule E) | (34) | 00 |
| 35. | Bad debts (See instructions. Submit detail) | (35) | 00 |
| 36. | Charitable contributions | (36) | 00 |
| 37. | Repairs | (37) | 00 |
| 38. | Other deductions (See instructions. Submit detail) | (38) | 00 |
| 39. | Total deductions (Add lines 15 through 38) | (39) | 00 |
| 40. | Net operating income (or loss) for the year (Subtract line 39 from line 14. Enter here and in Part II, line 1) | (40) | 00 |

| Part VI | | Other Direct Costs | |
|---------|---------------------------------------------------------------------------------------------------|--------------------|----|
| 1. | Salaries, wages and bonuses | (1) | 00 |
| 2. | Social security tax (FICA) | (2) | 00 |
| 3. | Unemployment tax | (3) | 00 |
| 4. | State Insurance Fund premiums | (4) | 00 |
| 5. | Medical or hospitalization insurance | (5) | 00 |
| 6. | Other insurances | (6) | 00 |
| 7. | Excise taxes / Use taxes | (7) | 00 |
| 8. | Cost sharing allocation | (8) | 00 |
| 9. | Repairs | (9) | 00 |
| 10. | Utilities | (10) | 00 |
| 11. | Depreciation (Submit Schedule E) | (11) | 00 |
| 12. | Other expenses (Submit detail) | (12) | 00 |
| 13. | Total other direct costs (Add lines 1 through 12. Enter here and in Part IV, line 5) | (13) | 00 |

Retention Period: Ten (10) years