



CT-3-C Consolidated Franchise Tax Return

Tax Law — Article 9-A

See instructions on back

beginning
ending

Name of stockholder	Stockholder	DISC 1 % owned	DISC 2 % owned	A Total	B Intercompany Eliminations (explain on attached sheet)	C Total (less Intercompany Eliminations) A minus B
Employer identification number						
File number *						
Schedule I, Part 1 — Business Allocation						
1						1
2						2
3						3
4						4
5						5
6						6
7						7
8						8
9						9
10						10
11						11
12						12
Schedule I, Part 2 — Business Allocation for Minimum Taxable Income Base						
13						13
14						14
Schedule J — Subsidiary Allocation						
15						15
16						16
17						17
Schedule K — Investment Allocation						
18						18
19						19
20						20
Schedule L, Part 1 — Entire Net Income						
21						21
22						22
23						23
24						24
Schedule L, Part 2 — Capital						
25						25
26						26
27						27
28						28

Name	Employee Identification Number
DISC 1	
DISC 2	

Schedule M, Part 1 — Entire Net Income Base Tax Computation

29	Business income (from line 23, column C)	29		
30	Business allocation percentage (from line 12)	30		%
31	Allocated business income (multiply line 29 by line 30)			31
32	Investment income (from line 22, column C)	32		
33	Investment allocation percentage (from line 20)	33		%
34	Allocated investment income (multiply line 32 by line 33)			34
35	Total allocated income (add line 31 and line 34)			35
36	Optional depreciation adjustment (from line 24, column C)			36
37	Entire net income base (line 35 plus or minus line 36)			37
38	Tax on entire net income base (see CT-3 instructions for tax rates - Enter on CT-3, line 42)			38

Schedule M, Part 2 — Capital Base Tax Computation

39	Business capital (from line 28, column C)	39		
40	Business allocation percentage (from line 12)	40		%
41	Allocated business capital (multiply line 39 by line 40)			41
42	Investment capital (from line 27, column C)	42		
43	Investment allocation percentage (from line 20)	43		%
44	Allocated investment capital (multiply line 42 by line 43)			44
45	Capital base (add line 41 and line 44)			45
46	Tax on capital base (multiply line 45 by .00178 - Enter on CT-3, line 43)			46

Schedule M, Part 3 — Minimum Taxable Income Base Tax Computation

47	Business income for allocation (from line 29)	47		
48	Business allocation percentage for minimum taxable income (from line 14)	48		%
49	Allocated business income (multiply line 47 by line 48)			49
50	Allocated investment income (from line 34)			50
51	Total allocated income (add line 49 and line 50)			51
52	Optional depreciation adjustment (from line 24, column C)			52
53	Minimum taxable income base (line 51 plus or minus line 52)			53
54	Minimum taxable income base tax (multiply line 53 by 5% - Enter on CT-3, line 44b)			54

Schedule M, Part 4 — Subsidiary Capital Base Tax Computation

55	Subsidiary capital base (from line 26, column C)	55		
56	Tax on subsidiary capital base (multiply line 55 by .0009 - enter on CT-3, line 47)			56

Instructions

Who Must File Form CT-3-C

All corporate stockholders in domestic international sales corporations (DISCs) must file this consolidated return when the DISC is exempt from tax under Article 9-A of the Tax Law. The return must include information about the stockholder and tax-exempt DISCs in which the stockholders own stock.

Required Forms

The tax-exempt DISC must complete and file Form CT-3-B. The stockholder must complete and file Form CT-3 and CT-3-C. Copies of the information return for tax-exempt DISCs, Form CT-3-B, must accompany the stockholder's consolidated franchise tax return, Form CT-3-C.

The 1987 tax reform legislation eliminated the DISC export credit and made many other changes. Form CT-3-C has been revised to reflect the changes made to Forms CT-3 and CT-3-B.

General Instructions

List names and employer identification numbers of the stockholder and DISCs in the space provided.

The information requested on this form will be found on Form CT-3 and CT-3-ATT, filed by the stockholder, and Form CT-3-B, filed by the tax-exempt DISC. When the tax period of the DISC differs from that of its stockholders, the period of the DISC which ends within the period of the stockholder is consolidated on Form CT-3-C.

Specific Instructions

DISC columns - Enter at the top of each column the percentage owned, based on issued and outstanding capital stock. Enter the stockholder's attributable share of amounts reported by the DISC on Form CT-3-B.

Column B - Intercorporate Eliminations

Intercorporate eliminations must be based on the respective reporting periods of the stockholders and the DISCs. Attach a statement explaining all intercorporate eliminations.

- **Schedule I** - Eliminate intercorporate business receipts and the capitalized value of real property rented if the lessor and lessee are included in this return.
- **Schedule L** - Eliminate deemed and actual dividends received from DISCs to the extent included in entire net income. Also eliminate intercorporate assets and liabilities.

Schedule M - For the tax rates, read the instructions for Form CT-3.

Compute a tax for each taxable base (Parts 1 through 4) and transfer the amounts to Form CT-3, where the tax due before credits will be determined on line 48.

- **Part 1** - line 38. For the tax rates, read the instructions for Form CT-3, line 26. Enter amount from this line on Form CT-3, line 42.
- **Part 2** - line 46. Enter the amount from this line on Form CT-3, line 43.
- **Part 3** - line 54. For complete details, read the Form CT-3-ATT instructions for Schedule A. Enter the amount from this line on Form CT-3, line 44b.
- **Part 4** - line 56. Enter the amount from this line on Form CT-3, line 47.

To determine the tax due, complete Form CT-3, lines 42 through 52.