



DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS
ALLOCATION OF INCOME FOR AN S CORPORATION



Schedule
1120S-CM

(Please type or print in ink) (See instructions on reverse side)

For calendar year 2004 or tax year beginning _____, 2004, ending _____, 20 **2004**

A Effective date of election as an S corporation	Name Number, street, and room or suite no. (If a P.O. box, see page 12 of instructions.)	C Employer identification number
B Business code no. (see pages 36-38 of the instructions)	City or town, state, and ZIP code	D Date incorporated E Total assets (see page 12 of the instructions) \$

E Check applicable boxes: (1) **G** Initial return (2) **G** Final return (3) **G** Name change (4) **G** Address c Change (5) **G** Amended return
G Enter number number of shareholders in the corporation at end of the tax year.....▶

Caution: Include **only** trade or business income and expenses on lines 1a through 21a below. See page 13 of the instructions for more information.

SOURCE OF INCOME				A INCOME WITHOUT	B INCOME WITHIN	C TOTAL
Income	1a	Gross receipts or sales	1a			
	b	Less returns and allowances	1b			
			Bal 1c			
	2	Cost of goods sold (Schedule A, line 8).....	2			
	3	Gross profit. Subtract line 2 from line 1c.....	3			
	4	Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)....	4			
5	Other income (loss)(attach schedule).....	5				
6	Total income. Add lines 3 through 5.....	6				
Deductions <small>(See instructions for limitations on deductions.)</small>	7	Compensation of officers.....	7			
	8	Salaries and wages (less employment credits).....	8			
	9	Repairs and maintenance.....	9			
	10	Bad debts.....	10			
	11	Rents.....	11			
	12	Taxes and licenses.....	12			
	13	Interest.....	13			
	14a	Depreciation (attach Form 4562)	14a			
	b	Less depreciation claimed on Schedule A and elsewhere on return	14b			
	c	Subtract line 14b from line 14a.....	14c			
	15	Depletion.....	15			
	16	Advertising.....	16			
	17	Pension, profit-sharing, etc., plans.....	17			
	18	Employee benefit programs.....	18			
	19	Other deductions (attach schedule).....	19			
20	Total deductions. Add lines 7 through 19.....	20				
21a	Ordinary income (loss) from trade or business activities. Subtract line 20 from line 6.....	21a				
b	Allocable percentage.....	21b	%	%	100%	

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

Signature of officer	Date	Title	May the Division of Revenue and Taxation discuss this return with the preparer shown below (see instructions)? G Yes G No
Preparer's signature	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN
Firm's name (or yours if self-employed) and address and zip code	EIN ▶		Phone No. ▶ ()

INSTRUCTIONS

1. For lines 1c through 21a, make appropriate source allocation from each line item based upon income source within and without the CNMI.
2. For line 21b, make the percentage allocation of the taxable income from each source in proportion to the total taxable income on line 21a by dividing the taxable income from line 21a, columns A and B by the total taxable income from line 21a, column C.

EXAMPLE:

Percentage allocation for line 21b, col. A

Line 21a, col. A
))))))))) = Percentage allocation for line 21b, col. A
Line 21a, col. C

Percentage allocation for line 21b, col. B

Line 21a, col. B
))))))))) = Percentage allocation for line 21b, col. B
Line 21a, col. C

Caution: If the percentage allocation is less than zero, enter zero. If more than 100%, enter only 100%.

3. All other instructions are contained in the regular Form 1120S instruction booklet.
4. Attach Schedule 1120S-CM to Form 1120S.

NOTE: The S corporation shall properly allocate the income (loss) to each shareholder. Also, all non-refundable credits shall be properly allocated to each shareholder under 4 CMC §1308(b) as amended by P.L. 9-59 and P.L. 10-73.