

California Corporation
2010 Franchise or Income Tax Return

For calendar year 2010 or fiscal year beginning month day year, and ending month day year.
Corporation name California corporation number
Address (suite, room, or PMB no.) FEIN
City State ZIP Code

Schedule Q Questions (continued on Side 2)
A 1. FINAL RETURN? Dissolved Surrendered (withdrawn) Merged/Reorganized IRC Section 338 sale QSub election
2. DEFERRED INCOME. Did this corporation elect to defer income from the discharge of indebtedness as described in IRC Section 108(i) for federal purposes?
B 1. Is income included in a combined report of a unitary group?
2. If "Yes," indicate: wholly within CA (R&TC 25101.15) within and outside of CA
3. Is there a change in the members listed in Schedule R-7 from the prior year?
4. Enter the number of members (including parent or key corporation) listed in the Schedule R-7, Part I, Section A, subject to income or franchise tax.
5. Is form FTB 3544 and/or 3544A attached to the return?

Table with 3 columns: Description, Line Number, Amount. Rows include State Adjustments (1-18), CA Net Income (19-23), Taxes (24-31), and Payments (32-36).

Refund or Amount Due	<b>37 Franchise or income tax due.</b> If line 31 is more than line 36, subtract line 36 from line 31. Go to line 40 ● <b>37</b> _____ 00
	<b>38 Overpayment.</b> If line 36 is more than line 31, subtract line 31 from line 36. . . . . ● <b>38</b> _____ 00
	<b>39</b> Amount of line 38 to be credited to 2011 estimated tax . . . . . ● <b>39</b> _____ 00
	<b>40 Use tax. This is not a total line.</b> See instructions . . . . . ● <b>40</b> _____ 00
	<b>41 Refund.</b> If the sum of line 39 and line 40 is less than line 38, then subtract the result from line 38. . . . . ● <b>41</b> _____ 00 See instructions to have the refund directly deposited. <b>a</b> Routing number . . . . . ● <b>41a</b> _____
	<b>b</b> Type: Checking ● <input type="checkbox"/> Savings ● <input type="checkbox"/> <b>c</b> Account number . . . . . ● <b>41c</b> _____
	<b>42 a</b> Penalties and interest. . . . . ● <b>42a</b> _____ 00 <b>b</b> ● <input type="checkbox"/> Check if estimate penalty computed using Exception B or C. See instructions.
	<b>43 Total amount due.</b> Add line 37, line 39, line 40, and line 42a. Then, subtract line 38 from the result. . . . . ● <b>43</b> _____ 00

**Schedule Q Questions (continued from Side 1)**

- C** If the corporation filed on a water's-edge basis pursuant to R&TC Sections 25110 and 25113 in previous years, enter the date the water's-edge election ended ● \_\_\_\_ / \_\_\_\_ / \_\_\_\_
- D** Was the corporation's income included in a consolidated federal return? . . . . . ●  Yes  No
- E** Principal business activity code. (Do not leave blank): . . . . . ● \_\_\_\_\_  
Business activity \_\_\_\_\_  
Product or service \_\_\_\_\_
- F** Date incorporated: \_\_\_\_ / \_\_\_\_ / \_\_\_\_  
Where: ● State \_\_\_\_\_ Country \_\_\_\_\_
- G** Date business began in California or date income was first derived from California sources ● \_\_\_\_ / \_\_\_\_ / \_\_\_\_
- H** First return? ●  Yes  No If "Yes" and this corporation is a successor to a previously existing business, check the appropriate box.  
● (1)  sole proprietorship (2)  partnership (3)  joint venture  
(4)  corporation (5)  other  
(attach statement showing name, address, and FEIN/SSN/ITIN of previous business)
- I** "Doing business as" name. See instructions: ● \_\_\_\_\_
- J** 1. For this taxable year, was there a change in control or majority ownership for this corporation or any of its subsidiaries that owned or (under certain circumstances) leased real property in California? . . . . . ●  Yes  No  
2. For this taxable year, did this corporation or any of its subsidiaries acquire control or majority ownership of any other legal entity that owned or (under certain circumstances) leased real property in California? . . . . . ●  Yes  No  
3. If this corporation or any of its subsidiaries owned or (under certain circumstances) leased real property in California, has more than 50% of the voting stock of any one of them cumulatively transferred in one or more transactions since March 1, 1975, which was not reported on a previous year's tax return? . . . . . ●  Yes  No  
(Penalties may apply – see instructions.)
- K** At any time during the taxable year, was more than 50% of the voting stock:  
1. Of the corporation owned by any single interest? . . . . . ●  Yes  No  
2. Of another corporation owned by this corporation? . . . . . ●  Yes  No  
3. Of this and one or more other corporations owned or controlled, directly or indirectly, by the same interests? ●  Yes  No

- If 1 or 3 is "Yes," enter the country of the ultimate parent  
● \_\_\_\_\_
- If 1, 2, or 3 is "Yes," furnish a statement of ownership indicating pertinent names, addresses, and percentages of stock owned. If the owner(s) is an individual, provide the SSN/ITIN.
- L** Has the corporation included a reportable transaction or listed transaction within this return? (See instructions for definitions) . . . . . ●  Yes  No  
If "Yes," complete and attach federal Form 8886 for each transaction.
- M** Is this corporation apportioning income to California using Schedule R? . . . . . ●  Yes  No
- N** How many affiliates in the combined report are claiming immunity from taxation in California under Public Law 86-272? ● \_\_\_\_\_
- O** Corporation headquarters are: ● (1)  Within California (2)  Outside of California, within the U.S. (3)  Outside of the U.S.
- P** Location of principal accounting records \_\_\_\_\_
- Q** Accounting method: ● (1)  Cash (2)  Accrual (3)  Other
- R** Does this corporation or any of its subsidiaries have a Deferred Intercompany Stock Account (DISA)? . . . . . ●  Yes  No  
If "Yes," enter the total balance of all DISAs ● \$ \_\_\_\_\_
- S** Is this corporation or any of its subsidiaries a RIC? . . . . . ●  Yes  No
- T** Is this corporation treated as a REMIC for California purposes? . . . . . ●  Yes  No
- U** Is this corporation a REIT for California purposes? . . . . . ●  Yes  No
- V** Is this corporation an LLC or limited partnership electing to be taxed as a corporation for federal purposes? . . . . . ●  Yes  No
- W** Is this corporation to be treated as a credit union? . . . . . ●  Yes  No
- X** Is the corporation under audit by the IRS or has it been audited by the IRS in a prior year? . . . . . ●  Yes  No
- Y** Have all required information returns (e.g. federal Forms 1099, 5471, 5472, 8300, 8865, etc.) been filed with the Franchise Tax Board? . . . . .  N/A  Yes  No
- Z** Does the taxpayer (or any corporation of the taxpayer's combined group, if applicable) own 80% or more of the stock of an insurance company? . . . . .  Yes  No
- AA** Did the corporation file the federal Schedule UTP (Form 1120)? . . . . . ●  Yes  No
- BB** Does any member of the combined report own an SMLLC or generate/claim credits that are attributable to an SMLLC? . . . . .  Yes  No

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.			
	Signature of officer ▶ _____	Title _____	Date _____	● Telephone _____
Paid Preparer's Use Only	Officer's email address (optional) _____			
	Preparer's signature ▶ _____	Date _____	Check if self-employed ▶ <input type="checkbox"/>	● Preparer's SSN/PTIN _____
	Firm's name (or yours, if self-employed) and address ▶ _____			● FEIN _____
				● Telephone _____ ( ) _____
May the FTB discuss this return with the preparer shown above? See instructions . . . . . ● <input type="checkbox"/> Yes <input type="checkbox"/> No				



**Schedule V Cost of Goods Sold**

1	Inventory at beginning of year	1	00
2	Purchases	2	00
3	Cost of labor	3	00
4 a	Additional IRC Section 263A costs. Attach schedule	4a	00
b	Other costs. Attach schedule	4b	00
5	Total. Add line 1 through line 4b	5	00
6	Inventory at end of year	6	00
7	Cost of goods sold. Subtract line 6 from line 5. Enter here and on Side 3, Schedule F, line 2	7	00

Method of inventory valuation ▶ \_\_\_\_\_

Was there any change in determining quantities, costs of valuations between opening and closing inventory?  Yes  No

If "Yes," attach an explanation.

Enter California seller's permit number, if any ▶ \_\_\_\_\_

Check if the LIFO inventory method was adopted this taxable year for any goods. If checked, attach federal Form 970

If the LIFO inventory method was used for this taxable year, enter the amount of closing inventory under LIFO \_\_\_\_\_

Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the corporation?  Yes  No

**The corporation may not be required to complete Schedules L, M-1, and M-2. See Schedule M-1 instructions for reporting requirements.**

**Schedule L Balance Sheet**

	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
<b>Assets</b>				
1 Cash				●
2 a Trade notes and accounts receivable			●	
b Less allowance for bad debts	( )		● ( )	●
3 Inventories				●
4 Federal and state government obligations				●
5 Other current assets. Attach schedule(s)				
6 Loans to stockholders/officers. Attach schedule				●
7 Mortgage and real estate loans				●
8 Other investments. Attach schedule(s)				●
9 a Buildings and other fixed depreciable assets			●	
b Less accumulated depreciation	( )		● ( )	●
10 a Depletable assets				
b Less accumulated depletion	( )		( )	
11 Land (net of any amortization)				●
12 a Intangible assets (amortizable only)			●	
b Less accumulated amortization	( )		( )	
13 Other assets. Attach schedule(s)				●
14 <b>Total assets</b>				●
<b>Liabilities and Stockholders' Equity</b>				
15 Accounts payable				●
16 Mortgages, notes, bonds payable in less than 1 year				●
17 Other current liabilities. Attach schedule(s)				
18 Loans from stockholders. Attach schedule(s)				●
19 Mortgages, notes, bonds payable in 1 year or more				●
20 Other liabilities. Attach schedule(s)				●
21 Capital stock: a Preferred stock			●	
b Common stock			●	●
22 Paid-in or capital surplus. Attach reconciliation				●
23 Retained earnings – Appropriated. Attach schedule				
24 Retained earnings – Unappropriated				
25 Adjustments to shareholders' equity. Attach schedule				
26 Less cost of treasury stock		( )		( )
27 <b>Total liabilities and stockholders' equity</b>				

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

If the corporation completed federal Schedule M-3 (Form 1120/1120-F), see instructions.

<p><b>1</b> Net income per books . . . . . ●</p> <p><b>2</b> Federal income tax . . . . . ●</p> <p><b>3</b> Excess of capital losses over capital gains . . . . . ●</p> <p><b>4</b> Taxable income not recorded on books this year (itemize) _____ ●</p> <p><b>5</b> Expenses recorded on books this year not deducted in this return (itemize)</p> <p style="padding-left: 20px;"><b>a</b> Depreciation . . . \$ _____</p> <p style="padding-left: 20px;"><b>b</b> State taxes . . . . \$ _____</p> <p style="padding-left: 20px;"><b>c</b> Travel and entertainment . \$ _____</p> <p style="padding-left: 20px;"><b>d</b> Other . . . . . \$ _____</p> <p style="padding-left: 20px;"><b>e</b> Total. Add line 5a through line 5d . . . . . ●</p> <p><b>6</b> Total. Add line 1 through line 5e . . . . .</p>	<p><b>7</b> Income recorded on books this year not included in this return (itemize)</p> <p style="padding-left: 20px;"><b>a</b> Tax-exempt interest . \$ _____</p> <p style="padding-left: 20px;"><b>b</b> Other . . . . . \$ _____</p> <p style="padding-left: 20px;"><b>c</b> Total. Add line 7a and line 7b . . . . . ●</p> <p><b>8</b> Deductions in this return not charged against book income this year (itemize)</p> <p style="padding-left: 20px;"><b>a</b> Depreciation . . . . \$ _____</p> <p style="padding-left: 20px;"><b>b</b> State tax refunds . \$ _____</p> <p style="padding-left: 20px;"><b>c</b> Other . . . . . \$ _____</p> <p style="padding-left: 20px;"><b>d</b> Total. Add line 8a through line 8c . . . . . ●</p> <p><b>9</b> Total. Add line 7c and line 8d . . . . .</p> <p><b>10</b> Net income per return. Subtract line 9 from line 6 . . . . .</p>
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**Schedule M-2 Analysis of Unappropriated Retained Earnings per Books** (Side 4, Schedule L, line 24)

<p><b>1</b> Balance at beginning of year . . . . . ●</p> <p><b>2</b> Net income per books . . . . . ●</p> <p><b>3</b> Other increases (itemize) _____ ●</p> <p><b>4</b> Total. Add line 1 through line 3 . . . . .</p>	<p><b>5</b> Distributions: <b>a</b> Cash . . . . . ●</p> <p style="padding-left: 20px;"><b>b</b> Stock . . . . . ●</p> <p style="padding-left: 20px;"><b>c</b> Property . . . . . ●</p> <p><b>6</b> Other decreases (itemize) _____ ●</p> <p><b>7</b> Total. Add line 5 and line 6 . . . . .</p> <p><b>8</b> Balance at end of year. Subtract line 7 from line 4 . . . . .</p>
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**Schedule D California Capital Gains and Losses**

**Part I Short-Term Capital Gains and Losses – Assets Held One Year or Less.** Use additional sheet(s) if necessary.

(a) Kind of property and description (Example, 100 shares of Z Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Cost or other basis plus expense of sale	(f) Gain (loss) (d) less (e)
<b>1</b>					00
					00
					00
					00
					00
<b>2</b> Short-term capital gain from installment sales from form FTB 3805E, line 26 or line 37 . . . . .				<b>2</b>	00
<b>3</b> Unused capital loss carryover from 2009 . . . . .				<b>3</b>	00
<b>4</b> Net short-term capital gain (loss). Combine line 1 through line 3 . . . . . ●				<b>4</b>	00

**Part II Long-Term Capital Gains and Losses – Assets Held More Than One Year.** Use additional sheet(s) if necessary.

<b>5</b>					00
					00
					00
					00
					00
<b>6</b> Enter gain from Schedule D-1, line 9 and/or any capital gain distributions . . . . .				<b>6</b>	00
<b>7</b> Long-term capital gain from installment sales from form FTB 3805E, line 26 or line 37 . . . . .				<b>7</b>	00
<b>8</b> Net long-term capital gain (loss). Combine line 5 through line 7 . . . . . ●				<b>8</b>	00
<b>9</b> Enter excess of net short-term capital gain (line 4) over net long-term capital loss (line 8) . . . . .				<b>9</b>	00
<b>10</b> Net capital gain. Enter excess of net long-term capital gain (line 8) over net short-term capital loss (line 4) . . . . .				<b>10</b>	00
<b>11</b> Total lines 9 and 10. Enter here and on Form 100, Side 1, line 5. If losses exceed gains, carry forward losses to 2011 . . . . .				<b>11</b>	00