

Part II Reconciliation of Book Income With Net Income

	1 Wisconsin	2 Outside	3 Total
6 Book income (must agree with Part I, line 5)			
7 Addition adjustments to arrive at federal net income (sum of lines 2 through 5 of federal Schedule M-1)			
8 Add lines 6 and 7			
9 Subtraction adjustments to arrive at federal net income (federal Schedule M-1, line 9)			
10 Subtract line 9 from line 8. This is federal taxable income before net operating loss deduction and special deductions			
11 Addition adjustments to arrive at Wisconsin net income			
a Interest income from state and municipal obligations			
b State taxes accrued or paid			
c Environmental and windfall profit taxes accrued or paid			
d Expenses related to nontaxable income			
e Percentage depletion			
f Federal depreciation/amortization in excess of Wisconsin depreciation/amortization			
g Amount by which the federal basis of assets disposed of exceeds the Wisconsin basis			
h Manufacturer's sales tax credit (from Schedule Z, line 10)			
i Research credits computed (from Schedule R, lines 14 and 18)			
j Development zone credits computed (from Schedule DC, lines 8, 14, 24, 32, 38, 44, and 50)			
k Enterprise zone credits computed (from Schedule EC, lines 7, 15, 27, 35, 41, 47, and 53)			
l Community development finance credit (from Schedule C1, line 5)			
m Farmland preservation credit (from prior Schedule FC, line 16)			
n Farmland tax relief credit (from prior Schedule FT, line 6)			
o Other (1) _____			
(2) _____			
(3) _____			
12 Add lines 11a through 11o. This is total additions (enter amount from column 3 on Form 4, line 2)			
13 Add lines 10 and 12			
14 Subtraction adjustments to arrive at Wisconsin net income			
a Wisconsin dividends received deduction (from Schedule Y, line 4)			
b Subpart F income			
c Gross-up of foreign dividend income			
d Nontaxable income (attach schedule)			
e Foreign taxes (do not include deemed taxes)			
f Cost depletion			
g Wisconsin depreciation/amortization in excess of federal depreciation/amortization			
h Amount by which the Wisconsin basis of assets disposed of exceeds the federal basis			
i Federal jobs or work opportunity credit wages			
j Federal research credit expenses			
k Other (1) _____			
(2) _____			
(3) _____			
15 Add lines 14a through 14k. This is total subtractions (enter amount from col. 3 on Form 4, line 4)			
16 Subtract line 15 from line 13. This is net income. Enter amount from column 1 on Form 4, line 11 (amount from column 3 must agree with amount on Form 4, page 1, line 5)			

17 Were any products or supplies transferred between Wisconsin branches and branches outside Wisconsin? Yes No

If yes, enter the approximate amount of transfers into Wisconsin \$ _____ and out of Wisconsin \$ _____, and attach an explanation of how transfer prices were determined.

18 Explain how income and expenses were allocated in and outside Wisconsin _____