

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION  
**FOREIGN DIVIDEND FACTOR INCREMENTS**  
**SCHEDULE III**

For the CALENDAR year **2005** or other taxable period beginning \_\_\_\_\_ and ending \_\_\_\_\_  
Mo Day Year Mo Day Year

**SEQUENCE #12**

Column A	B	C	D
NAME OF PAYOR	DIVIDEND	TAXABLE INCOME	PERCENTAGE (B ÷ C)
1			
2			
3			
4			
5			
6			
7			
8			

**TOTAL**

Column E	F	G	H	I
SALES AND RECEIPTS	PAYROLL	BEGINNING PROPERTY	ENDING PROPERTY	AVERAGE PROPERTY (G + H) ÷ 2
1				
2				
3				
4				
5				
6				
7				
8				

Column J	K	L	M	N
RENTS x 8	TOTAL PROPERTY (I + J)	MODIFIED SALES (D x E)	MODIFIED PAYROLL (D x F)	MODIFIED PROPERTY (D x K)
1				
2				
3				
4				
5				
6				
7				
8				

**TOTALS** [Carry total modified factor amounts to Schedule II, Line 1(b), 2(b) and 3(b)]

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## INSTRUCTIONS

New Hampshire law provides factor relief for the dividends received from overseas business organizations as defined in RSA 77-A:1, XIX. In order to obtain factor relief, a separate apportionment percentage for foreign dividends must be calculated.

<b>Column A</b>	<p>List in column A the unitary foreign dividend payors whose dividends qualify for factor relief, including those from:</p> <p>New Hampshire 80/20 business organization as defined in Rev 301.11 is an entity whose income is included in a consolidated US income tax return but whose activities are primarily outside the US because 80 percent or more of the average of <b>payroll</b> and <b>property</b> is outside the 50 states and the District of Columbia.</p> <p>Controlled foreign corporations (CFC) that meet the <b>payroll</b> and <b>property</b> requirements of an overseas business organization as defined in RSA 77-A:1, XIX.</p> <p>IRC Section 936 Sales Companies that meet the <b>payroll</b> and <b>property</b> requirements of an overseas business organization.</p> <p>Foreign sales corporation (FSC) that meet the <b>payroll</b> and <b>property</b> requirements of an overseas business organization.</p> <p>Business organizations meeting the <b>payroll</b> and <b>property</b> requirements of an overseas business organization which made deemed dividends to a member of the unitary group.</p>
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**FOR EACH UNITARY DIVIDEND PAYOR LISTED ABOVE, PROVIDE THE FOLLOWING INFORMATION IN US DOLLARS:**

<b>Column B</b>	Enter the amount of the dividend paid or deemed paid.
<b>Column C</b>	Enter the taxable income computed using US tax standards.
<b>Column D</b>	Enter the result of column B divided by column C, expressed as a decimal to 6 places. If this amount is greater than 1, enter 1.000000. If this amount is less than zero, enter zero.
<b>Column E</b>	Enter the sales and receipts less returns and allowances pursuant to RSA 77-A:3, I(c). Refer to Rev 304.05.
<b>Column F</b>	Enter the total payroll pursuant to RSA 77-A:3, I(b). Refer to Rev 304.04.
<b>Columns G &amp; H</b>	Enter the beginning and ending property valued at original cost pursuant to RSA 77-A:3, I(a). Refer to Rev 304.03.
<b>Column I</b>	Enter the results of the sum of Column G and Column H divided by 2.
<b>Column J</b>	Enter the valuation of rented property valued at 8 times the net annual rental rate pursuant to RSA 77-A:3, I(a). Refer to Rev 304.03(e).
<b>Column K</b>	Enter the total of Columns I and J.
<b>Columns L, M &amp; N</b>	<p>Enter the product of Column D multiplied by Columns E, F and K, respectively.</p> <p>The total of Columns L, M and N will be used on Schedules II, Lines 1(b), 2(b) and 3(b) to modify the apportionment percentage used to determine the amount of foreign dividends from unitary sources subject to New Hampshire Business Profits Tax.</p>

USE ADDITIONAL SHEETS IF NECESSARY