

2012 Alaska Oil and Gas Corporation Net Income Tax Return

DEPARTMENT USE ONLY
ENV
FSN

**FORM
650**

For the calendar year 2012 or the taxable year beginning _____, 2012 and ending _____, _____

EIN			Contact Person	
Name			Title	
Mailing Address			Contact Email Address	
City	State	Zip Code	Contact Telephone Number	Contact Fax Number

Return Information Check applicable boxes: <input type="checkbox"/> First Alaska return <input type="checkbox"/> Final Alaska return <input type="checkbox"/> Consolidated Alaska return	<input type="checkbox"/> Exempt Organization (see instructions) <input type="checkbox"/> S Corporation (attach 1120S) <input type="checkbox"/> Homeowners Association (attach 1120H) <input type="checkbox"/> Public Law 86-272 applies	<input type="checkbox"/> Federal extension is in effect (attach a copy of Form 7004) <input type="checkbox"/> Name or address change since last year <input type="checkbox"/> Carryback is waived for net operating loss <input type="checkbox"/> Estimated tax payments based on Annualized Method
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SCHEDULE A - NET INCOME TAX SUMMARY

1. Alaska income (loss) from Schedule H, line 10 or Schedule M-1, line 4	1
2. Alaska net operating loss deduction (attach schedule).	2
3. Alaska taxable income. Subtract line 2 from line 1	3
4. Alaska income tax from Schedule D, line 7	4
5. Other taxes from Schedule E, line 6 or Schedule M-3, line 7	5
6. Total tax. Add lines 4-5	6
7. Film production tax credit from Form 6300, line 18	7
8. Other Alaska incentive credits from Form 6300, line 29	8
9. Federal-based credits from Form 6390, line 38.	9
10. Net Alaska income tax. Subtract the sum of lines 7-9 from line 6. If more than \$500, attach Form 708	10
11. Payments from Page 3, Schedule C.	11
12. Alaska refundable incentive credits from Form 6300 line 22	12
13. Reserved	13
14. Tax due (overpaid). Subtract the sum of lines 11-12 from line 10	14
15. Penalty for underpayment of estimated tax from Form 708, line 18	15
16. Total amount due (overpaid). Add lines 14-15	16
17. Overpayment credited to 2013 estimated tax (enter as positive number)	17
18. Refund. Add lines 16-17	18

I declare, under penalty of perjury, 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.

Check if the DOR may discuss this return with the preparer (see instructions)

Officer's Signature		Date	Title		DEPT. USE ONLY
Preparer's Signature		Date	<input type="checkbox"/> Check if self-employed	Preparer's SSN or PTIN	Refund
Preparer firm's name (or yours if self-employed) and address			EIN	Phone	CFWD
City	State	Zip Code	Dept Use Only Validation Number:		Approved

**FORM
650**

EIN	Name
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SCHEDULE B - TAXPAYER INFORMATION

1. ALASKA TAXPAYER INFORMATION. LIST ALL CORPORATIONS HAVING NEXUS IN ALASKA. DO NOT REPRODUCE, REFERENCE, OR ATTACH FEDERAL FORM 851.
(Attach schedule if additional space is required)

No.	A Name of each corporation having nexus in Alaska	B NAICS Code	C EIN	D Year Began Doing Business in Alaska	E State of Commercial Domicile	F Included in Federal Consolidated Return Y/N
1.						
2.						
3.						
4.						
5.						
6.						
7.						

<p>2. If any taxpayer included in this return is included in a federal consolidated return (Form 1120), provide the Name, Address, and EIN of the common parent of the federal consolidated group:</p> <p>EIN: _____</p> <p>Name: _____</p> <p>Address: _____</p> <p>_____</p>	<p>3. If this is the first return, indicate whether:</p> <p><input type="checkbox"/> New business</p> <p><input type="checkbox"/> Successor to previously existing business</p> <p>Enter name, address and EIN of previous business;</p> <p>EIN: _____</p> <p>Name: _____</p> <p>Address: _____</p> <p>_____</p>	<p>4. Name, address and EIN on the prior year's return if different from page 1. State the reason for the change (e.g. merger, name change, etc.)</p> <p>EIN: _____</p> <p>Name: _____</p> <p>Address: _____</p> <p>Reason: _____</p>
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EIN	Name
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SCHEDULE C - TAX PAYMENT RECORD

Estimated Payments	Date	Amount	Other Payments	Date	Amount
First			With extension		
Second			Overpayment from prior year		
Third			Less: Quick Refund from Form 6230		()
Fourth			Total payments to Schedule A, line 11		\$

SCHEDULE D - ALASKA TAX COMPUTATION

Tax Rate Table is contained in instructions

		A	B
1. Alaska taxable income from Schedule A, line 3	1		
2. Net capital gain (see instructions)	2		
3. Ordinary income. Subtract line 2 from line 1. If less than zero, enter zero	3		
4. Tax on ordinary income. Use Tax Rate Table to calculate tax on line 3	4		
5. Tax on net capital gain. Multiply line 2 by 4.5%	5		
6. Alaska income tax. Add lines 4-5	6		
7. Enter the lesser of line 6, column A or B here and on Schedule A, line 4	7		

SCHEDULE E - OTHER TAXES

		A	B
1. Alternative minimum tax from federal Form 4626	1		x18%
2. Apportionment factor			2
3. Multiply line 1 by line 2			3
4. Alaska credit for prior year minimum tax (see instructions)			4 ()
5. Other taxes (see instructions)			5
6. Add lines 3-5. Enter here and on Schedule A, line 5			6

SCHEDULE F - CREDITS

Federal-based credits are now reported on Form 6390

SCHEDULE G - EDUCATION CREDIT

Income Tax Education credit is now reported on Form 6310

EIN	Name
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SCHEDULE H - COMPUTATION OF ALASKA INCOME

	1. Federal taxable income (loss) (see instructions)	1	
Additions	2a. Taxes based on or measured by net income	2a	
	2b. Federal charitable contributions from federal Form 1120, line 19	2b	
	2c. Net Section 1231 losses from federal Form 4797, line 11	2c	
	2d. Intangible drilling and development costs expensed for federal purposes.	2d	
	2e. Percentage depletion deducted for federal purposes	2e	
	2f. Federal depreciation	2f	
	2g. Expenses incurred to produce non-business income.	2g	
	2h. Other (attach schedule).	2h	
	2i. Total additions. Add lines 2a-2h	2i	
	3. Total. Add lines 1 and 2i	3	
Subtractions	4a. Intangible drilling costs allowable	4a	
	4b. Cost depletion	4b	
	4c. Depreciation allowable	4c	
	4d. Interest from obligations of the U.S. government	4d	
	4e. Intercompany dividends	4e	
	4f. Section 78 gross-up dividends	4f	
	4g. Federal Form 1120, line 8 capital gain income	4g	
	4h. Non-recaptured Section 1231 losses from prior years from federal Form 4797, line 12	4h	
	4i. Non-business income (attach schedule)	4i	
	4j. Other (attach schedule).	4j	
	4k. Total subtractions. Add lines 4a-4j.	4k	
	5. Apportionable business income (loss). Subtract line 4k from line 3	5	
	6. Apportionment factor	6	

Check the appropriate box and enter the corresponding factor on line 6, above

<input type="checkbox"/> (a) Three factor, from Schedule I-1	<input type="checkbox"/> (c) Two factor, from Schedule I-3
<input type="checkbox"/> (b) Two factor, from Schedule I-2	<input type="checkbox"/> (d) Three factor, from Schedule I-4 for unitary business not predominantly petroleum

7. Income (loss) apportioned to Alaska. Multiply line 5 by line 6	7	
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STOP: For unitary businesses not predominantly petroleum, prepare separate Schedules H and enter the amounts on Line 7 on Schedule M-1, line 1. All others, complete lines 8-10 below.

	8. Income (loss) net of expenses allocable to Alaska (attach schedule)	8	
Alaska Items	9a. Alaska capital and Section 1231 gain (loss) from Schedule J, line 20	9a	
	9b. Alaska charitable contribution deduction from Schedule K, line 10	9b	
	9c. Alaska dividends-received deduction from Schedule L, line 9	9c	
	9d. Total Alaska items. Add lines 9a-9c	9d	
	10. Alaska taxable income (loss) before net operating loss. Add lines 7, 8, and 9d. Enter here and on Schedule A, line 1	10	

EIN	Name
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SCHEDULE I-1 - MODIFIED THREE FACTOR APPORTIONMENT FORMULA-
Oil or Gas Producers and Pipeline Transportation Companies

			A Total Within Alaska	B Total Within & Without Alaska	C A divided by B
Property	1a. Owned property	1a			
	1b. Capitalized rents	1b			
	1c. Total property. Add lines 1a-b; complete column C	1c			
Extraction	2a. Number of barrels of oil produced	2a			
	2b. Number of barrels of natural gas liquids produced	2b			
	2c. One-sixth the number of Mcf of gas	2c			
	2d. Total extraction. Add lines 2a-2c; complete column C	2d			
Sales	3a. Tariffs (including intercompany)	3a			
	3b. Sales other than tariffs reported above	3b			
	3c. Total sales. Add lines 3a-3b; complete column C	3c			
4. Total property, extraction and sales. Add column C, lines 1c, 2d, and 3c		4			
5. Apportionment factor. Divide line 4 by 3		5			

SCHEDULE I-2 - TWO FACTOR APPORTIONMENT FORMULA - Oil and Gas Transportation Companies Only

			A Total Within Alaska	B Total Within & Without Alaska	C A divided by B
Property	1a. Owned property	1a			
	1b. Capitalized rents	1b			
	1c. Total property. Add lines 1a-1b; complete column C	1c			
Sales	2a. Tariffs (including intercompany)	2a			
	2b. Sales other than tariffs reported above	2b			
	2c. Total sales. Add lines 2a-2b; complete column C	2c			
3. Total property and sales. Add column C, lines 1c and 2c.		3			
4. Apportionment factor. Divide line 3 by 2.		4			

EIN	Name
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SCHEDULE I-3 - TWO FACTOR APPORTIONMENT FORMULA - Oil or Gas Producing Companies Only

		A Total Within Alaska	B Total Within & Without Alaska	C A divided by B
Property	1a. Owned property	1a		
	1b. Capitalized rents	1b		
	1c. Total property. Add lines 1a-1b; complete column C	1c		
Extraction	2a. Number of barrels of oil produced	2a		
	2b. Number of barrels of natural gas liquids produced	2b		
	2c. One-sixth the number of Mcf of gas	2c		
	2d. Total extraction. Add lines 2a-2c; complete column C	2d		
3. Total property and extraction. Add column C, lines 1c and 2d				3
4. Apportionment factor. Divide line 3 by 2				4

SCHEDULE J - ALASKA CAPITAL AND SECTION 1231 GAINS AND LOSSES

		A Combined	B AK Factor	C Alaska Gain or (Loss)
Section 1231 Gains and Losses				
1.	Current Section 1231 gains and (losses). If a loss, enter here and on line 19	1		
2.	Alaska net non-recaptured Section 1231 losses from prior years. Enter as a positive number		2	
3.	If line 1C is a gain, subtract line 2 from line 1C, but not less than zero. Enter here and on line 15		3	
4.	If line 1C is a gain, enter the lesser of line 1C or line 2 here and on line 19, otherwise enter zero		4	
Short-Term Capital Gains and Losses -- STCG/(L)				
5.	Total current STCG/(L)	5		
6.	Non-business STCG/(L)	6		
7.	Apportionable STCG/(L). Subtract line 6 from line 5	7		
8.	Non-business STCG/(L) allocable to Alaska		8	
9.	Alaska unused capital loss carryover		9	()
10.	Net STCG/(L), add lines 7C, 8, and 9		10	
Long-Term Capital Gains and Losses -- LTCG/(L)				
11.	Total current LTCG/(L)	11		
12.	Non-business LTCG/(L)	12		
13.	Apportionable LTCG/(L). Subtract line 12 from line 11	13		
14.	Non-business LTCG/(L) allocable to Alaska		14	
15.	Enter amount from line 3		15	
16.	Net LTCG/(L). Add lines 13C, 14, and 15		16	
Summary				
17.	Excess net short-term capital gain, line 10, over net long-term capital loss, line 16		17	
18.	Alaska net capital gain. Excess net long-term capital gain, line 16, over net short-term capital loss, line 10. Enter here and on Schedule D, line 2		18	
19.	If line 1C is a loss, enter here, otherwise enter the amount from line 4		19	
20.	Add lines 17-19. Enter here and on Schedule H, line 9a		20	

EIN	Name
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SCHEDULE K - CHARITABLE CONTRIBUTION DEDUCTION

1. Current charitable contributions	1	
2. Education credit contributions from Form 6310, line 2	2	
3. Subtract line 2 from line 1	3	
4. Apportionment factor	4	
5. Current Alaska charitable contributions. Multiply line 3 by line 4	5	
6. Alaska excess charitable contribution carryover from prior years. Enter as a positive number	6	
7. Add lines 5-6	7	
8. Enter the sum of Schedule H, lines 7, 8, and 9a, minus Schedule A, line 2, but not less than zero	8	
9. Multiply line 8 by 10%	9	
10. Alaska charitable contribution deduction. Enter the lesser of line 7 or line 9 here and on Schedule H, line 9b	10	
11. Alaska excess charitable contribution carryover. Subtract line 10 from line 7	11	

SCHEDULE L - ALASKA DIVIDENDS-RECEIVED DEDUCTION (DRD)

1. Dividend income included in Schedule H, line 1	1		
Not Eligible	2a. Intercompany dividends from Schedule H, line 4e	2a	
	2b. Section 78 gross-up dividends from Schedule H, line 4f	2b	
	2c. Dividends subtracted on Schedule H, line 4i as non-business income	2c	
	2d. Total dividends not eligible for DRD. Add lines 2a-2c	2d	
3. Total dividends eligible for DRD. Subtract line 2d from line 1.	3		
4. Apportionment factor	4		
5. Apportioned dividends. Multiply line 3 by line 4	5		
6. Dividends allocable to Alaska included on Schedule H, line 8	6		
7. Total dividends included in taxable income. Add lines 5-6	7		

		A Apportioned Dividends	B Percentage	C DRD (A times B)
DRD	8a. Dividends qualifying for 100% deduction	8a	100%	
	8b. Dividends qualifying for 80% deduction	8b	80%	
	8c. Dividends qualifying for 70% deduction	8c	70%	
	8d. Other, if applicable. Enter % in column B	8d		

9. Tentative dividends-received deduction. Add lines 8a-8d, column C (see instructions).	9	
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EIN:	Name
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IMPORTANT: SCHEDULES I-4 AND J-1 ARE FOR USE ONLY BY CORPORATIONS REPORTING PETROLEUM AND OTHER BUSINESS INCOME UNDER 15 AAC 20.421(c)

SCHEDULE I-4 - APPORTIONMENT FACTOR, Other Business

		A Total Within Alaska	B Total Within & Without Alaska	C A divided by B
1. Property	1			
2. Payroll	2			
3. Sales	3			
4. Add lines 1-3, column C			4	
5. Apportionment factor. Divide line 4 by 3 (if less than 3 factors are used, see instructions)			5	

SCHEDULE J-1 - ALASKA CAPITAL AND SECTION 1231 GAINS AND LOSSES

		A Gains (Losses)	B AK factor	C Alaska Gain or (loss)
Section 1231 Gains and Losses				
1. Current Section 1231 gains and (losses) from the petroleum business	1			
2. Current Section 1231 gains and (losses) from other business	2			
3. If line 1C and 2C. Consolidated Section 1231 gain (loss)			3	
4. Alaska non-recaptured Section 1231 losses from prior years. Enter as a positive number			4	
5. If line 3C is a gain, subtract line 4 from line 3C, but not less than zero. Enter here and on line 23			5	
6. If line 3C is a gain, enter the lesser of line 3C or line 4 here and on line 27, otherwise enter zero			6	

Short-Term Capital Gains and Losses -- STCG/(L)

7. Total current STCG/(L) petroleum business	7			
8. Non-business STCG/(L) petroleum business	8			
9. Apportionable STCG/(L). Subtract line 8 from line 7	9			
10. Total current STCG/(L) other business	10			
11. Non-business STCG/(L) other business	11			
12. Apportionable STCG/(L). Subtract line 11 from line 10	12			
13. Non-business STCG/(L) allocable to Alaska			13	
14. Alaska unused capital loss carryover			14	()
15. Net STCG/(L), add lines 9C, 12C, 13, and 14			15	

Long-term Capital Gains and Losses -- LTCG/(L)

16. Total current LTCG/(L) petroleum business	16			
17. Non-business LTCG/(L) petroleum business	17			
18. Apportionable LTCG/(L). Subtract line 17 from line 16	18			
19. Total current LTCG/(L) other business	19			
20. Non-business LTCG/(L) other business	20			
21. Apportionable LTCG/(L). Subtract line 20 from line 19	21			
22. Non-business LTCG/(L) allocable to Alaska			22	
23. Enter amount from line 5			23	
24. Net LTCG/(L). Add lines 18C, 21C, 22, and 23			24	

Summary

25. Excess net short-term capital gain, line 15, over net long-term capital loss, line 24	25	
26. Alaska net capital gain. Excess net long-term capital gain, line 24, over net short-term capital loss, line 15. Enter here and on Schedule D, line 2	26	
27. If line 3C is a loss, enter here, otherwise enter the amount from line 6.	27	
28. Add lines 25-27. Enter here and on Schedule M-1, line 3a.	28	

EIN	Name
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IMPORTANT: SCHEDULES K-1 AND L-1 ARE FOR USE ONLY BY CORPORATIONS REPORTING PETROLEUM AND OTHER BUSINESS INCOME UNDER 15 AAC 20.421(c)

SCHEDULE K-1 - ALASKA CHARITABLE CONTRIBUTION DEDUCTION

		A Petroleum	B Other Business	C Total
1. Current charitable contributions	1			
2. Education credit contributions from Form 6310, line 2	2			
3. Subtract line 2 from line 1	3			
4. Apportionment factors	4			
5. Current Alaska charitable contributions. Multiply line 3 by line 4	5			
6. Alaska excess charitable contribution carryover from prior years. Enter as a positive number	6			
7. Add lines 5-6, column C	7			
8. Enter the sum of Schedule M-1, lines 1, 2, and 3a of column C, but not less than zero	8			
9. Multiply line 8, column C by 10%	9			
10. Alaska charitable contribution deduction. Enter the lesser of line 7 or line 9 here and on Schedule M-1, line 3b	10			
11. Alaska excess charitable contribution carryover. Subtract line 10 from line 7	11			

SCHEDULE L-1 - ALASKA DIVIDENDS-RECEIVED DEDUCTION (DRD)

		A Petroleum	B Other Business	C Total
1. Dividend income included in Schedule H, line 1	1			
2a. Intercompany dividends from Schedule H, line 4e.	2a			
2b. Section 78 gross-up dividends from Schedule H, line 4f	2b			
2c. Dividends subtracted on Schedule H as non-business income	2c			
2d. Total dividends not eligible for DRD. Add lines 2a-2c.	2d			
3. Total dividends eligible for DRD. Subtract line 2d from line 1	3			
4. Apportionment factors	4			
5. Apportioned dividends. Multiply line 3 by line 4	5			
6. Dividends allocable to Alaska included on Schedule M-1, line 2	6			
7. Total dividends included in taxable income. Add lines 5-6 of column C.	7			

Not Eligible

DRD

		A Apportioned Dividends	B Percentage	C DRD (A times B)
8a. Dividends qualifying for 100% deduction	8a		100%	
8b. Dividends qualifying for 80% deduction	8b		80%	
8c. Dividends qualifying for 70% deduction	8c		70%	
8d. Other, if applicable (enter % in column B)	8d			

9. Tentative dividends-received deduction. Add lines 8a-8d, column C (see instructions)	9	
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EIN	Name
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IMPORTANT: SCHEDULES M-1, M-2, AND M-3 ARE FOR USE ONLY BY CORPORATIONS REPORTING PETROLEUM AND OTHER BUSINESS INCOME UNDER 15 AAC 20.421(c)

SCHEDULE M-1 - PETROLEUM AND OTHER UNITARY BUSINESS INCOME

		A Petroleum	B Other Business	C Total
	1. Apportioned income from Schedules H, line 7.	1		
	2. Income (loss) net of expenses allocable to Alaska (attach schedule).	2		
Alaska Items	3a. Alaska capital and Section 1231 gain (loss) from Schedule J-1, line 28			3a
	3b. Alaska charitable contribution deduction from Schedule K-1, line 10			3b
	3c. Alaska dividends-received deduction from Schedule L-1, line 9.			3c
	3d. Total. Add lines 3a-3c			3d
	4. Alaska taxable income (loss) before net operating loss. Add lines 1-2, column C, and line 3d. Enter here and on Schedule A, line 1			4

SCHEDULE M-2 - CREDITS
Federal-based credits are now reported on Form 6390

SCHEDULE M-3 - OTHER TAXES

		A Petroleum	B Other Business	C Total
	1. Alternative minimum tax from federal Form 4626	1		
	2. Apportionment factors	2		
	3. Multiply line 1 by line 2	3		
	4. Multiply line 3, column C by 18%.			4
	5. Alaska credit for prior year minimum tax (see instructions)			5 ()
	6. Other taxes (see instructions)			6
	7. Add lines 4-6. Enter here and on Schedule A, line 5			7