



Illinois Department of Revenue 2013 Schedule NLD

Illinois Net Loss Deduction

Carry year ending

For Illinois net losses arising in tax years ending on or after December 31, 1986.
Attach to your Form IL-1120, IL-1120-ST, IL-1041, IL-1065, or any amended return.

Month _____ Year _____
IL Attachment No. 6

Write your name as shown on your return.

Write your federal employer identification number (FEIN).

Step 1: Figure your Illinois net loss deduction (NLD)

Note Corporations, other than S corporations, are allowed to use Illinois NLD, up to a maximum of \$100,000, to offset income for tax years ending on or after December 31, 2012, and before December 31, 2014. See "When Must I Use This Schedule?" for more information.

- Read the instructions before completing this schedule.
- "Carry year" is the year to which the loss is being carried.
- Write all amounts as positive figures.

Remember: You must attach supporting documentation to this schedule.

| | A | B | C |
|--|------------------------------|------------------|------------------|
| | Loss year that expires first | Loss year ending | Loss year ending |
| | ____/____ | ____/____ | ____/____ |
| | Month Year | Month Year | Month Year |

1 Write your reported Illinois net loss. See instructions. _____

2a Write the carry year and the amount of Illinois net loss previously carried back or forward. See instructions. 2a _____

| | | |
|--------------|--------------|--------------|
| ____/____ | ____/____ | ____/____ |
| Month Year | Month Year | Month Year |
| Loss carried | Loss carried | Loss carried |

Note If you are reducing your loss due to discharge of indebtedness income, see instructions.

| | | | |
|---|--------------|--------------|--------------|
| b | ____/____ | ____/____ | ____/____ |
| | Month Year | Month Year | Month Year |
| | Loss carried | Loss carried | Loss carried |
| c | ____/____ | ____/____ | ____/____ |
| | Month Year | Month Year | Month Year |
| | Loss carried | Loss carried | Loss carried |

2d Add Lines 2a through 2c. This is your total amount of loss previously carried. 2d _____

3 Subtract Line 2d from Line 1. This is your remaining Illinois net loss. _____

4 Write the Illinois base income for this carry year. See instructions. _____

5 **Column A:**
IL-1120 filers - For the loss year that expires first write \$100,000. See instr.
All other filers - For the loss year that expires first write the amount from Column A, Line 4. See instr.
Columns B and C: See instructions.

_____ **Write Line 8 from previous column** **Write Line 8 from previous column**

6 Write the lesser of Line 4 or Line 5. This is your maximum NLD allowed. _____ **Write Line 9 from previous column** **Write Line 9 from previous column**

7 Write the lesser of Line 3 or Line 6. This is your NLD. _____

8 Subtract Line 7 from Line 4. This is your remaining income after NLD. _____

9 Subtract Line 7 from Line 6. This is your remaining NLD allowed this carry year. _____

10 Subtract Line 7 from Line 3. This is your remaining NLD for subsequent years. _____



Total of Columns A, B, and C, Line 7.
See instructions.
IL-1120 filers this amount cannot exceed \$100,000.



Step 2: Identify the loss year company

Complete this part only if the loss shown on Step 1, Line 1, originated from a company other than the one filing this return. Write the FEIN of the company and the reason (e.g., merger) you are allowed to use that company's losses.

| A | B | C |
|------------------------|------------------------|------------------------|
| 11 FEIN: _____ - _____ | 12 FEIN: _____ - _____ | 13 FEIN: _____ - _____ |
| Reason: _____ | Reason: _____ | Reason: _____ |
| _____ | _____ | _____ |
| _____ | _____ | _____ |

Discharge of Indebtedness Worksheet and Instructions

- | | |
|---|---------|
| 1 Write the amount of the reduction to your federal net operating losses that was carried over to the tax year of the discharge (See federal Form 982). | 1 _____ |
| 2 Multiply the amount on Line 1 by your income allocation ratio. | 2 _____ |
| 3 Write the total amount of Illinois net loss carryovers from all loss years available to be carried to the taxable year of the discharge. | 3 _____ |
| 4 Write the lesser of Line 2 or Line 3. This is the amount of your loss carryover reduction. | 4 _____ |

Line 2 — Your income allocation ratio is calculated by dividing the amount of debt cancellation income excluded from your gross income that would have been allocated or apportioned to Illinois under the IITA if it was not excluded, by the total amount of debt cancellation income excluded from your gross income. If all of your debt cancellation income would have been business income, use the apportionment factor you calculated on the return for the tax year of the debt cancellation.

Line 3 — This is the amount of any net loss reported on Schedule NLD for a taxable year prior to the year of discharge that has not previously been carried back or forward. In determining this amount,

if you had positive base income allocable to Illinois in the tax year of the debt cancellation, you may first use any NOL carryovers available to be carried to that year in order to claim an Illinois NLD. Only the remaining unused loss carryovers to such year, if any, should be included on this line.

Line 4 — If Line 2 is less than Line 3, apply the loss carryover reduction from Line 4 to reduce (but not below \$0) the net operating loss carryover beginning with the earliest loss year, and continue in order until the entire loss carryover reduction has been applied. If Line 3 is less than Line 2, all of the net loss carryovers you reported on Line 3 are reduced to \$0.

