Test Scenario 1 uses the Federal Form 1120S Test Scenario 5.

Deviations from Test Package Federal form 1120S:

1120S, page 1: Change the Federal Employer Identification Number to 11-0000006.

Form Required: 512-S

Binary Attachments: Signed Form 512-SA (Issa Salesbury), Signed Form 512-SA (Mak A. Desision) (Scanned forms must contain a hand-written signature)

Misc. Additional Information -

- A stand-alone Oklahoma Annual Franchise Tax Return (Form 200) will be filed.
- Incorporated under the laws of California.

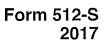
Information needed to complete the Apportionment Formula, Column A -

- Depreciable property = 30,015
- Rented property (capitalized) = 566,840
- Payroll = 30,351
- Sales shipped to Oklahoma from outside Oklahoma = 500,840

Information needed to complete Part 6: Additional Information –

- The location of principal accounting records is the same as the address on the return.
- The Internal Revenue Service redetermined the company's 2011 tax liability.
- An Oklahoma amended return was filed for 2011.
- The 2009 statute of limitations was extended by consent.
- The business name is the same as on the tax return.
- The principal location in Oklahoma is 1 W 9th, Oklahoma City OK 73194.
- The date business began in Oklahoma was 1/1/1990.

OKLAHOMA SMALL BUSINESS CORPORATION INCOME AND FRANCHISE TAX RETURN





	s form is due 30 days after the due date of the eral Return	RETURN! If this is an			
1	the year January 1 - December 31, 2017, or other taxable year eginning: ending:	Amended Return place an 'X' here See Schedule 512-S-X on page 10.			
	porate Name: REAT ATOMIC PYROTECHNICS & DESIGN, I				
	eet Address:				
	6 ANY STREET				
	r, State or Province, Country and ZIP or Foreign Postal Code:		Date of Incorporation: 01/01/1990	Under the Laws of: CALIFORNIA	If this is a final return, place an 'X' here:
Fed	eral Employer Identification Number: 11-0000006 Business Code Number: 32510	0	Type of Business: CONSTRUCTIO	NC	
	Complete Sections One, Two and Thre Complete the applicable income tax so Complete the applicable franchise tax NOT have remitted the maximum amount of the sections of the s	chedules on pa schedules on unt of franchis Annual Franc pages 1 and 2 chedules on pa on of the return	ages 3-5. pages 6-9. se tax for the prechise Tax Return (. ages 3, 4 and 5.	(Form 200) or who are	
Fil	le Form 512-SA and for a Corporation Claimin	the Refunda	ble Credits from	Form 577 or 578.	renolders who do Not
1a 1b 1 2	1	ructions)	1b 1b)using Tax Credit,	2	00
5	2017 Oklahoma estimated tax payments (i.e.			00	
6	Amount paid with extension request			. 00	
7	Okla. withholding (provide Form 1099, 500-/			00	
8 9	Refundable Credits from Forma) 5 Amount paid with original return and amount (amended return only)	baid after it wa	578 8 s filed	00	
10	Any refunds or overpayment applied (amer	nded return or	nly)10 <u>(</u>) 00	
11	Total of lines 5 through 10		***************************************	11	00
12	Overpayment (line 11 minus line 4)			Overpayment <table-cell-rows></table-cell-rows>	00
	1				
13	Tax Due (line 4 minus line 11)				
14	Donation: Support the Oklahoma General	Revenue Fund	d	14	00
15	Underpayment of estimated tax interest		•••••	Annualized 15	00
16	For delinquent payment add penalty of 5 interest of 1.25% per month	%\$ ₋		plus	. 00
17	Total tax, penalty and interest			x Balance Due →	

2017 Form 512-S - Page 2 CORPORATION INCOME AND FRANCHISE TAX



Name shown on Form 512-S:	GREAT ATOMIC PYROTECH	NICS & DESIGN, INC	Federal Employ Identification Nu		
SECTION	Two: Franchise Tax		on Two. Corporations fili	rate income and franchise ng a Form 200 will skip Sed	
To complete I	ines 18 - 25, use the figures fro	m page 6, lines 12-19.			
18 Tax				18	00
19 Register	ed Agents Fee			19	00
20 Interest				20	00
21 Penalty				21	00
22 Reinstat	ement Fee			22	00
23 Previous	s Payment			23) 00
24 Overpay	ment	F	anchise Tax Overpay	yment <table-cell-rows></table-cell-rows>	00
25 Total Du	е		Franchise Tax Ba	llance <table-cell-rows></table-cell-rows>	00
SECTION '	THREE: TOTAL				
	ns complete Section Three. Cor overpayment, complete lines 27		nchise Tax. If there is a	net balance due, complet	e line 26. If
Balance					
26 Total Bal	lance Due		Balance	e Due → 26	00
Overpay	<u>/ment</u>				
1 1	erpaymentof line 27 to be credited to 2			27	00
	eturn only)			00	
organizations and enter the	ides you the opportunity to ma s. Place the line number of the e amount you are donating. If g a schedule showing how you w	organization from the line giving to more than one or	e 29 instructions in the ganization, put a "99"	box below	
29 Donation	ns from your refund \$2	\$5 \$	29	00	
1 1 '	d lines 28 and 29)of line 27 to be refunded to yo			i	00
Direct Depo	CONSTRUCTION AND AND AND AND AND AND AND AND AND AN	und going to or through an acc			res No
All refunds mus	t be by direct deposit. sit Information on Routing	my refund in my: che	ecking account	savings account	
<u></u>	na Tax Commission may disci		Number: ax preparer, place an '	X' here:	
Under penalties of per	rjury, I declare I have examined this return, incl complete. If prepared by person other than the	uding any accompanying schedules and taxpayer, this declaration is based on al	statements, and to the best of my	knowledge and belief, Make che any knowledge. Oklahoma	ck payable to the Tax Commission
	Signature of Officer	Date	Signature of Preparer		Date
Corporate Seal Printed Name of Officer CARMEN SANDIEGO Printed Name of Preparer JOHNNY APPLESEED					
	Title PRESIDENT	Phone Number 703-555-1515	Phone Number 512-555-1212	Preparer's PTIN P4444444	

Name shown on Form 512-S:

GREAT ATOMIC PYROTECHNICS & DESIGN, INC

Federal Employer Identification Number: 11-0000006



PART 2: ORDINARY INCOME FROM TRADE OR BUSINESS

Complete Column A. Column B should be completed by S Corporations whose income is all within Oklahoma and/or by those whose income is partly within and partly without Oklahoma (not of a unitary nature). Column B Column A CAUTION: Include only trade or business income and expenses on lines 1a through 21 below. As reported on Total applicable to Oklahoma Federal Return a. Gross receipts or sales \$ 1,124,560 1,124,560 00 00 1 b. Minus returns and allowances\$ ____ 669,365 00 00 2 Cost of goods sold and/or operations..... 455,195 00 3 00 3 Gross profit (subtract line 2 from line 1) 5,179 00 00 Net gain (loss) (Form 4797 Part II, line 17) 4 4,860 00 00 5 Other income (loss) (provide schedule)..... 5 465,234 00 00 6 6 Total income (loss) (add lines 3 through 5)..... 34,973 00 00 7 Compensation of officers..... 7 100,531 00 00 8 Salaries and wages 00 00 9 9 Repairs and maintenance..... 00 00 10 10 Bad debts 00 156,855 00 11 11 Bent 00 13,685 00 12 12 Taxes and licenses 13,220 00 00 13 13 Interest..... 1,019 00 00 14 14 Depreciation 00 00 15 Depletion (do not deduct oil and gas depletion) 15 4,093 00 00 16 Advertising..... 00 00 17 17 Pension, profit-sharing, etc. plans 00 00 Employee benefit programs..... 18 18 53,856 00 00 19 19 Other deductions (provide schedule) 378,232 00 00 20 20 Total deductions (add lines 7 through 19)..... 21 Ordinary Income (Loss) from trade or business: 87,002 00 00 Subtract line 20 from line 6. Enter here and below on Part 3, line 1

P	ART 3: SHAREHOLDERS' PRO RATA SHARE ITEMS	Column A As reported on		Ī	Column B Total applicabl	اما
Income (lines 1 through 11)		Federal Return			to Oklahoma	
11	Ordinary income (loss) from trade or business (from above on Part 2, line 21)	87,002	00	1		00
2	Net income (loss) from rental real estate activity(ies) (provide schedule)	2,725	00	2		00
3	Net income (loss) from other rental activity(ies) (provide schedule)		00	. з[00
4	Interest income	TO AN PERSON OF THE PERSON OF				
	a: Interest on loans, notes, mortgages, bonds, etc		00	4a		00
	b: Interest on obligations of a state or political subdivision			4b [00
	c: Interest on obligations of the United States		00	4c		
	d: Other interest income		00	4d		00
5	Dividend income		00	5		00
6	Royalties		00	6		00
7	Net short-term capital gain (loss) (Schedule D, 1120-S)		00	7		00
8	Net long-term capital gain (loss) (Schedule D, 1120-S)		00	8		00
9	Net gain (loss) under Section 1231 (other than due to casualty or theft)		00	9	-	00
10	Other (provide schedule)		00	10		00
11	Total income (add lines 1 through 10)	89,727	00	11		00
De	ductions (lines 12 through 17)				100000000000000000000000000000000000000	
12	Section 179 deduction (provide schedule)	11,463	00	12		00
13	Contributions		00	13		00
14	Deductions related to portfolio income		00	14		00
15	Intangible drilling costs		00	15		00
16	Other deductions authorized by law (provide schedule)		00	16		00
17	Total Deductions (add lines 12 through 16)	11,463	00	17		00
To	al (line 18)				THE BUILDING SHOP SERVICES	
18	Net distributable income (line 11 minus line 17)	78,264	00	18	32,891	00

If Federal and Oklahoma distributable net incomes are the same, please see instructions on page 5 of packet.

Name shown on Form 512-S: GREAT ATOMIC PYROTECHNICS & DESIGN, INC

Federal Employer Identification Number:

11-0000006

PART 4: COMPUTATION OF OKLAHOMA TAXABLE INCOME OF A UNITARY ENTERPRISE WHOSE INCOME IS PARTLY WITHIN AND PARTLY WITHOUT OKLAHOMA

1	Net distributable income from Page 3, Part 3, Column A, line 18	1	78,264
2	Add: (a) Taxes based on income2a		
	(b) Unallowable deduction (provide schedule)2b		The state of the s
	(c) Other income (provide schedule)2c		
	(d) Total of lines 2a through 2c	2d	
3	Deduct all items separately allocated:		
	(a) Interest on obligations of the United States3a		To a compare the same
	(b) NET RENTAL INCOME		
	(c)3c		
	(d) Total of lines 3a through 3c	3d	2,725
	(Note: Items listed in 2 and 3 above must be net amounts supported		
	by schedules showing source, location, expenses, etc.)		100000
4	Net apportionable income (line 1 plus line 2d, minus line 3d)	4	75,539
5	Oklahoma's portion thereof39.935_%, from schedule below	5	30,166
6	Add items separately allocated to Oklahoma:		
	(a) <u>NET RENTAL INCOME</u>		
	(b)6b		
	(c)6c		Tager Conservation
	(d)6d		
	(e) Total of lines 6a through 6d	6e	2,725
7	Oklahoma net distributable income		
	(add lines 5 and 6e; enter here and on Page 3, Part 3, Column B, line 18)	7	32,891

APPORTIONMENT FORMULA

		Column A	Column B		Column C
1	Value of real and tangible personal property used in the unitary business (by averaging the values at the beginning and ending of the tax period).	Total Within Oklahoma	Total Within and Without Oklahoma		(A divided by B) Percent Within Oklahoma
	(a) Owned property (at original cost):	ALCOHOL:			
	(i) Inventories1ai (ii) Depreciable property1ai	30,015	69,214		
	(iii) Land1alll (iv) Total of section "a"1alv	30,015	69,214		
	(b) Rented property (capitalize at 8 times net rental paid)1b	566,840	1,254,840		
	(c) Total of sections "a" and "b" above	\$ 596,855	\$ 1,324,054	1c	45.0778 %
2	(a) Payroll2a		135,504		
	(b) Less: Officer's salaries2b		34,973		Complete State Company
	(c) Total (subtract officer's salaries from payroll)	\$ 30,351	\$ 100,531	2c	30.1907 %
3	Sales:				AND AND ADDRESS OF THE PARTY OF
	(a) Sales delivered or shipped to Oklahoma purchasers: (i) Shipped from outside Oklahomaaai (ii) Shipped from within Oklahomaaai	500,840			
	(b) Sales shipped from Oklahoma to:		Proposition and the same		Service of the second service of the second
	(i) The United States Government3bl				
	(ii) Purchasers in a state or country where the		CONTRACT OF SOME		AT THE RESIDENCE OF THE PARTY O
	corporation is not taxable (i.e. under Public Law 86-272) 3bii		1 104 F CO		44.5365 %
	(c) Total of sections "a" and "b"	\$ 500,840	\$ 1,124,560	Зс	44.5365 %
4	If Revenue, Traffic Units or Miles Traveled is				
	used rather than Sales, indicate here:			_	119.805 %
5	Total percent (sum of items 1, 2 and 3)				00 005
6	Average percent (1/3 of total percent) (Carry to Part 4,	line 5 above)		6	39.935 %

Note: Provide a complete copy of your Federal return.

Name shown on Form 512-S: GREAT ATOMIC PYROTECHNICS & DESIGN, INC

Federal Employer Identification Number:

11-0000006



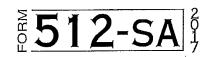
PART 5: SHAREHOLDERS' PRO RATA SHARE OF INCOME

Ente	r the information for each shareholder. If there are						
		SHAREHOLDER 1	SHAREHOLDER 2	SHAREHOLDER 3			
1	Name and address of each shareholder Name:	ISSA SALESBURY	MAK A DESISION				
	Address:	49 ANY STREET	45 ANY STREET				
	City, State, ZIP:	ANYTOWN PA 19561	ANYTOWN NY 10005				
2	SSN or FEIN	000-00-0005	000-00-0001				
3	Ownership Percentage	50%	50%				
4	Distributable Federal Income (Part 3, Column A, line 18 times Part 5 line 3)	39,132	39,132				
5	Distributable Oklahoma Income (Part 3, Column B, line 18 times Part 5 line 3**)	16,446	16,445				
6	Oil and Gas Depletion (Federal)						
7	Oil and Gas Depletion (Oklahoma)						
8	Amount of Credit						
9	Type of Credit						
10	Amount of Withholding						
11	Type of Withholding						
No	NRESIDENT SHAREHOLDER						
12	Is a signed Form 512-SA provided? If nonresident agreement (Form 512-SA) is NOT provided, the S Corporation will be taxed on the income reported in line 13.	X Yes No	X Yes No	Yes No			
13	Nonresident Share of Income to Tax if line 12 is NO (enter the distributable Oklahoma income from line 5)						
To	TAL: NONRESIDENT SHARE OF INC	OME TO TAX					
14	Add amounts shown in line 13 above for Enter here and on Page 1, Part 1, line						
	return. If these items are allowed in fu	les all allowable shareholder's income, l ill or part on your Federal income tax ret	osses, and deductions. Some of these it urn, they will be allowed to the same ext	ems may be limited on the Federal ent on your Oklahoma return.			
resid	ce: Forms required to compute withholding dent Royalty Withholding, Form 511CR: Othe orization must be furnished.	and credits must be provided with corpor or Credits, Form 506: Investment/New Jo	orate return. Examples of these include: obs Credit and Form 529: Small Busines	Form 1099 MISC, Form 500A: Non- s Guaranty Fee Credit. Schedules or			
	Note	: PROVIDE A COMPLETE COPY	of your Federal Return.				
	ART 6: ADDITIONAL INFORM						
	ation of Principal Accounting Records 6 ANY STREET	BOOMTOW	n ca	90062			
Addr		City	State	Zip			
Has	the Internal Revenue Service redet	ermined your tax liability for prior	years? X Yes ☐ No What ye	ears?_2011			
Did Has	you file amended returns for the yeas the statute of limitations been exter	rs stated above? nded by consent for any prior yea	▼Yes □ No □ N/A				
Bus	siness name GREAT ATOMIC PYROTE	ECHNICS & DESIGNS, INC	Date business began in				
	Principal location(s) in Oklahoma 1 W 9TH, OKLAHOMA CITY OK 73194						



DRAFT 5/23/17

Nonresident SHAREHOLDER AGREEMENT



, ISA SALESBURY	, the undersigned, do agree I will
file an Oklahoma Income Tax Return for the taxabl	
I will include, in Oklahoma adjusted gross income,	my share of distributable taxable
income or net operating loss of the corporation nar	ned below to the extent such income,
gain or loss, is at the corporate level, derived from	sources within Oklahoma. I further
state I made and executed this agreement for the	ourpose of filing it with the follow-
ing named corporation to be submitted with the Ok	lahoma Small Business Corporation
Income Tax Return, Form 512-S, filed by the corpo	ration for the taxable year indicated
above.	
Corporation GREAT ATOMIC PYROTECHNICS AND DE Street Address or Post Office Box 36 ANY STREET	
City BOOMTOWN Sta	iteZIP 90062
Federal Employer Identification Number	006
Signature	000-00-0005
Signature of Shareholder Executing Agreement	Social Security Number or Federal Employer Identification Number
Dated this15 day ofMARCH	

CORPORATION PLEASE NOTE:

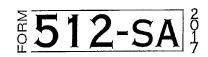
This agreement must be filed with the original Small Business Corporation Income Tax Return, Form 512-S, for each nonresident shareholder. Otherwise, the corporation shall be taxed on that part of the corporation's net taxable income allocable to the shares of stock owned by the nonresident shareholder. Once the agreement has been signed, it is irrevocable for this taxable year. Rule 710:50-21-1



DRAFT 5/23/17

NONRESIDENT SHAREHOLDER AGREEMENT

| MAK A DESISION



the undersigned do agree I will

*5		o anaoroign	ou, ao agroo i iiii
file an Oklahoma Income Tax Return for	the taxable year	ending 12 /	/31/2017
I will include, in Oklahoma adjusted gros	s income, my sha	are of distrib	utable taxable
income or net operating loss of the corpo	ration named be	low to the e	xtent such income,
gain or loss, is at the corporate level, der	ived from source	s within Okl	ahoma. I further
state I made and executed this agreeme	nt for the purpose	e of filing it v	vith the follow-
ing named corporation to be submitted w	ith the Oklahoma	a Small Busi	ness Corporation
Income Tax Return, Form 512-S, filed by	the corporation t	or the taxab	le year indicated
above.			·
CorporationGREAT ATOMIC PYROTECHNI	CS AND DESIGNS,	INC.	
Street Address or Post Office Box36_A	NY STREET		
City BOOMTOWN	State	CA	ZIP 90062
Federal Employer Identification Number			
Signature			000-00-0001
Signature of Shareholder Executing Agree	ement ,	Social S Federal	ecurity Number or Employer ation Number
Dated this15 day of	MARCH		B

CORPORATION PLEASE NOTE:

This agreement must be filed with the original Small Business Corporation Income Tax Return, Form 512-S, for each nonresident shareholder. Otherwise, the corporation shall be taxed on that part of the corporation's net taxable income allocable to the shares of stock owned by the nonresident shareholder. Once the agreement has been signed, it is irrevocable for this taxable year. Rule 710:50-21-1