

INSTRUCTIONS

Use this worksheet to compute your Nebraska net operating loss (NOL) carryforward. This worksheet must be attached to the Nebraska Corporation Income Tax Return, Form 1120N or the Amended Nebraska Corporation Income Tax Return, Form 1120XN on which the loss carryforward is used.

For loss years beginning in:

1968 through 1975 — The loss may be carried back three tax years and forward five tax years.

1976 through 1986 — The loss may be carried back three tax years and forward fifteen tax years.

1987 to present — The loss cannot be carried back, but can be carried forward five tax years.

Losses must be applied in the order in which they occurred. An election to forego the carryback of a federal NOL is binding for Nebraska.

SPECIFIC INSTRUCTIONS

Complete the name of the corporation, federal identification number, state identification number and any other state identification numbers where the losses were established. A tax return must be filed to establish the loss before the loss can be applied to offset taxable income.

YEAR ENDED. Enter the month and year that the tax year ends.

ESTABLISHED INCOME (LOSS). On each line enter the taxable income or loss established for that year. Place the loss amounts in parentheses ().

YEAR LOSS APPLIED TO. Complete the necessary columns with the month and year at the top of the column and the amount of the loss being applied in the column. Do not include carryover year.

EXPIRED AMOUNT. Enter the amount of NOL which cannot be deducted due to expiration of the carryforward period.

NOL CARRYFORWARD AVAILABLE. Enter the amount of NOL available to be applied to the current year. Total this column at the bottom and enter on line 11 of the Form 1120N or line 6 of the Form 1120XN.