Illinois Department of Revenue
Schedule J Foreign Dividends
Attach to your Form IL-1120

Year ending

_____ _____
Month   Year
Illinois Attachment No. 10

Write your name as shown on your Form IL-1120.

Write your Federal employer identification number (FEIN).

_____

___ ___ - ___ ___ ___ ___ ___ ___ ___

Step 1: Figure your subtraction (Read the instructions on the back before completing this schedule.)

The line references in each item refer to U.S. 1120, Schedule C, and must be used to complete Columns A and B. If you did not file a U.S. 1120, Schedule C, **use the corresponding lines from the federal schedule you filed (see the list under "What must I attach to Schedule J?").** If you had an IRC limitation, complete Column A, then refer to Step 2 on the back for the correct amounts to write in Column B, Lines 1 through 3. Do not include any dividends received from a domestic corporation.

	A Foreign dividends received (U.S. Schedule C, Column (a))	B Federal special deduction (U.S. Schedule C, Column (c))	C Net amount (Col. A minus Col. B)	D Illinois percentage	E Foreign dividend subtraction
Write the following amounts from **Federal Schedule C:**					
1 Line 6.	_____	_____	_____ X	70% (.70) =	**1** _____
2 the portion of Line 7 that is from 80% or greater owned foreign corporations.	_____	_____	_____ X	100% (1.00) =	**2** _____
3 the portion of Line 7 that is from less than 80% owned foreign corporations.	_____	_____	_____ X	80% (.80) =	**3** _____
4 the portion of Line 13 that is from 80% or greater owned foreign corporations.	_____		_____ X	100% (1.00) =	**4** _____
5 the portion of Line 13 that is from 20% or more, but less than 80%, owned foreign corporations.	_____		_____ X	80% (.80) =	**5** _____
6 the portion of Line 13 that is from less than 20% owned foreign corporations.	_____		_____ X	70% (.70) =	**6** _____
7 the portion of Line 14 that is from 80% or greater owned foreign corporations.	_____		_____ X	100% (1.00) =	**7** _____
8 the portion of Line 14 that is from 20% or more but less than 80% owned foreign corporations.	_____		_____ X	80% (.80) =	**8** _____
9 the portion of Line 14 that is from less than 20% owned foreign corporations.	_____		_____ X	70% (.70) =	**9** _____
10 the portion of Line 17 that is from 80% or greater owned foreign corporations or captive REITs.	_____		_____ X	100% (1.00) =	**10** _____
11 the portion of Line 17 that is from 20% or more but less than 80% owned foreign corporations or captive REITs.	_____		_____ X	80% (.80) =	**11** _____
12 the portion of Line 17 that is from less than 20% owned foreign corporations or captive REITs.	_____		_____ X	70% (.70) =	**12** _____

13 Add the amounts in Column E.   **13** _____

14 Write the amount of IRC Section 78, foreign dividend gross-up
from your U.S. Schedule C, Line 15.   **14** _____

15 Add Lines 13 and 14. Write the result here and on Form IL-1120, Step 3, Line 17.
This is your total foreign dividend subtraction.   **15** _____

Schedule J Front (R-12/12)

Step 2: Complete this step only if you had an IRC limitation

You must complete Step 2 if the amount on U.S. Schedule C, Line 9, is less than the total of the amounts on U.S. Schedule C, Column (c), Lines 1 through 8, due to the IRC limitation (see U.S. Schedule C, Line 9, Column (c) instructions).

1 Write the amount from U. S. Schedule C, Line 9.   **1** _____

2 Add the amounts on U.S. Schedule C, Column (c), Lines 1 through 8. Write the total here.   **2** _____

3 Divide Line 1 by Line 2 (carry to six decimal places).
Write the result here and on Column B, Lines 4 through 6, below.   **3** _____

	A	**B**	**C**
	Federal special deduction	Decimal from Line 3 above	Limited federal special deduction (Col. A X Col. B)

4 Write the amount from U.S. Schedule C, Column (c), Line 6. _____ X _____ = **4** _____

5 Write the portion of U.S. Schedule C, Column (c), Line 7, that is from 80% or greater owned foreign corporations. _____ X _____ = **5** _____

6 Write the portion of U.S. Schedule C, Column (c), Line 7, that is from less than 80% owned foreign corporations. _____ X _____ = **6** _____

7 Write the amounts on Column C, Lines 4 through 6, on Step 1, Column B, Lines 1 through 3, respectively, and complete Step 1.

Schedule J Instructions

General Information

What is the purpose of Schedule J?

The purpose of Schedule J is to allow you to claim a subtraction on your Form IL-1120 for dividends received from a foreign corporation. A foreign corporation is any corporation not created or organized under the laws of the United States or any state or political subdivision thereof. The term "United States" includes only the 50 states and the District of Columbia.

What if I am a member of a unitary business group?

If you are a member of a unitary business group filing an Illinois combined return, you must complete one Schedule J for the entire group as though you are one taxpayer. U.S. Schedule C must be completed based on the dividends of all members of the unitary group included in the Illinois combined return.

≡Note→ If your tax year ending is prior to December 31, 1993, and you are filing Illinois separate unitary returns, you must complete a separate Schedule J for each member filing Form IL-1120.

What if I need additional assistance?

If you need additional assistance,
- visit our website at **tax.illinois.gov**;
- write to us at **P.O. Box 19044, Springfield, Illinois 62794-9044;**
- call our Taxpayer Assistance Division, at **1 800 732-8866** or **217 782-3336**; or
- call our TDD (telecommunications device for the deaf) at **1 800 544-5304**.

Our office hours are 8:00 a.m. to 5:00 p.m., Monday through Friday.

Specific Instructions

What must I attach to Schedule J?

If you filed a U.S.
- 1120, 1120F, or 1120-PC, you must attach a copy of your U.S. Schedule C.
- 1120L, you must attach a copy of your U.S. Schedule A.
- 1120-FSC, you must attach a copy of your U.S. Schedule F and worksheet for Line 9.
- 1120-H or 1120-POL, you must attach a copy of Page 1 of that form with details of Line 1.

Line by Line Instructions

In general, you should follow the instructions on the front of the form, with the following exceptions:

Lines 1, 3, 6, and 9, Column D — If you are filing a return with a tax year ending before January 1, 1993, you should multiply the amount on Line 1, Column C by 85 percent (.85).

Lines 4, 5, and 6 — Do not include any amount reported on U.S. Schedule C, Line 13 as ordinary earnings of a qualified electing fund.

Lines 7, 8, and 9 — Include any foreign currency gain or loss reported on your U.S. 1120, Line 10, on distributions from these corporations.

Lines 10, 11, and 12 — for the definition of "captive REIT," see IITA Section 1501(a)(1.5).