

For the calendar year 2012, or fiscal year beginning [M,M|D,D|Y,Y,Y,Y] and ending [M,M|D,D|Y,Y,Y,Y].

Attach to your return.

| | |
|---|---|
| Name(s) as shown on Form 140, 140PY, 140NR, 140X, 120, 120A, 120S, 120X, or 165 | Social security or employer identification number |
|---|---|

Part I Qualification for Additional Credit

- 1 Did you receive a Letter of Approval from the Arizona Department of Revenue? Yes No
If "Yes", attach a copy. If "No", skip line 2.
- 2 Enter the credit amount on the Letter of Approval from the Arizona Department of Revenue for this taxable year

| | | |
|---|--|----|
| 2 | | 00 |
|---|--|----|
- 3 Did an entity from which you are claiming a pass through additional credit for increased research activities for basic research payments receive a Letter of Approval from the Arizona Department of Revenue? If "Yes", attach a copy. If "No", skip line 4 and line 5 Yes No
- 4 Enter the name of the entity that received the Letter of Approval from the Arizona Department of Revenue and its identification number. *Be sure to attach a copy of the Letter of Approval.*
Name: _____
TIN: _____
- 5 Enter your share of the credit amount on the Letter of Approval from the Arizona Department of Revenue for this taxable year. *See instructions*

| | | |
|---|--|----|
| 5 | | 00 |
|---|--|----|

Part II Current Taxable Year's Credit Calculation

- 6 Basic research payments paid to qualified organizations. *See instructions*

| | | |
|---|--|----|
| 6 | | 00 |
|---|--|----|
- 7 Qualified organization base period amount

| | | |
|---|--|----|
| 7 | | 00 |
|---|--|----|
- 8 Subtract line 7 from line 6. *If less than zero, enter zero*

| | | |
|---|--|----|
| 8 | | 00 |
|---|--|----|
- 9 Multiply line 8 by 10% (.10). *Enter the result. Cannot exceed the amount on line 2*

| | | |
|---|--|----|
| 9 | | 00 |
|---|--|----|

Part III Current Taxable Year's Credit Passed Through From Partnerships and S Corporations

- 10 Total amount of credit passed through from partnerships and S corporations. *Cannot exceed the amount on line 5. Attach copies of Form(s) 346 to your tax return*

| | | |
|----|--|----|
| 10 | | 00 |
|----|--|----|
- 11 **Total Credit.** *Add line 9 and line 10. Enter the total. This is your current year's additional credit for increased research activities for basic research payments.*

| | | |
|----|--|----|
| 11 | | 00 |
|----|--|----|

Part IV S Corporation Credit Election and Shareholder's Share of Credit

- 12 The S Corporation has made an irrevocable election for the taxable year ending [M,M|D,D|Y,Y,Y,Y] to **(check only one box):**
 Claim the additional credit for increased research activities for basic research payments as shown on Part III, line 11 (for the taxable year mentioned above);
OR
 Pass the additional credit for increased research activities for basic research payments as shown on Part III, line 11 (for the taxable year mentioned above) through to its shareholders.

Signature _____ Title _____ Date _____

- If passing the credit through to the shareholders, complete lines 13 through 15 separately for each shareholder.
- Also complete line 16 or line 17, as applicable, separately for each shareholder. Provide a copy of the Letter of Approval to each shareholder.
- Furnish each shareholder with a copy pages 1 and 2 of Form 346.

- 13 Name of shareholder: _____
- 14 Shareholder's TIN: _____
- 15 Shareholder's share of the amount on Part III, line 11

| | | |
|----|--|----|
| 15 | | 00 |
|----|--|----|
- 16 Shareholder's share of the amount on Part I, line 2

| | | |
|----|--|----|
| 16 | | 00 |
|----|--|----|
- 17 Shareholder's share of the amount on Part I, line 5

| | | |
|----|--|----|
| 17 | | 00 |
|----|--|----|

Continued on page 2 →

| | |
|---------------------------|-----|
| Name (as shown on page 1) | TIN |
|---------------------------|-----|

Part V Partner's Share of Credit

- Complete lines 18 through 20 separately for each partner.
- Also complete line 21 or line 22, as applicable, separately for each partner. Provide a copy of the Letter of Approval to each partner.
- Furnish each partner with a copy pages 1 and 2 of Form 346.

18 Name of partner: _____

19 Partner's TIN: _____

| | | | |
|---|-----------|--|----|
| 20 Partner's share of the amount on Part III, line 11 | 20 | | 00 |
| 21 Partner's share of the amount on Part I, line 2 | 21 | | 00 |
| 22 Partner's share of the amount on Part I, line 5 | 22 | | 00 |

Part VI Available Credit Carryover

NOTE: No carryover of the additional credit for increased research activities for basic research payments is allowed for tax year 2012. Do not enter any amounts in Part VI.

| | (a) Taxable Year | (b) Original Credit Amount | (c) Amount Previously Used or Expired | (d) Available Carryover: Subtract column (c) from column (b). |
|----|---|----------------------------------|--|--|
| 23 | | | | |
| 24 | | | | |
| 25 | | | | |
| 26 | | | | |
| 27 | | | | |
| 28 | TOTAL AVAILABLE CARRYOVER: Add lines 23 through 27 in column (d)..... | | | 0.00 |

Part VII Total Available Additional Credit

- 29 Current year's credit. Corporations or S corporations – enter the amount from Part III, line 11.
- S corporation shareholders – enter the amount from Part IV, line 15.
 - Partners of a partnership – enter the amount from Part V, line 20.
- 30 Available credit carryover – from Part VI, line 28, column (d).....
- 31 **Total available credit.** Add lines 29 and 30. Enter the result here
- Corporations and S corporations – enter this amount on Form 300, Part I, line 21.
 - Individuals – enter this amount on Form 301, Part I, line 27.

| | | |
|-----------|---|----|
| 29 | | 00 |
| 30 | 0 | 00 |
| 31 | | 00 |