2002 BPT
SCHEDULE B

MAKE NO MARKS IN THIS AREA
0 7 0 2

ACCOUNT NUMBER

Always enter your account number

PART 1. COMPUTATION OF TAX ON NET INCOME (METHOD II) -- REFER TO INSTRUCTION SHEET V.

If you are using Page 4, Schedule B, you cannot use Page 7, Schedule A.

Note: If any entry on this form exceeds $999,999,999 - See special mailing instructions on Schedule A, Page 7.

Darken box to indicate a net loss.

1. Net Income (loss) as properly reported to the Federal Government.....1.

2. ADJUSTMENTS

(a) Income net of interest expense attributable to direct obligations of the Federal Government, Pennsylvania or the political subdivisions of Pennsylvania. (If less than zero, enter zero on this line.).....2a.

(b) Net Income (Loss) from certain port related activities.....2b.

(c) Net Income (Loss) from specific PUC and ICC business activities.....2c.

(d) Net Income (Loss) from Public Law 86-272 activities.....2d.

(e) Receipts by corporations of dividends, interest and royalties received from other corporations in the same affiliated group and/or from other corporations of which the receiving corporation owns at least 20% of the stock and/or BPT Regulation §404(G) adjustments.....2e.

(f) Line 1 minus Line 2 (a through e).....2f.

(g) All other receipts from other corporations of the same affiliated group.....2g.

(h) Gross Receipts per BPT Regulation §404(2)(E)(V).....2h.

(i) Divide Line g by Line h and enter the result here as a decimal.....2i.

(j) Multiply Line f by Line i and enter the result here.....2j.

3. ADJUSTED NET INCOME (LOSS) (Line 2f minus Line 2j).....3.

4. Total Nonbusiness Income (loss).....4.

5. Income (loss) to be apportioned (Line 3 less Line 4.) (See Instruction Sheet V).....5.

6. Average of Apportionment Factors from Schedule C-1, Page 5, Line 12. (See Instruction Sheet IV).....6.

7. Income (loss) apportioned to Philadelphia (Line 5 X Line 6).....7.

8. Nonbusiness income (loss) allocated to Philadelphia.....8.

9. Current year income (loss) (Line 7 plus Line 8.).....9.

10. Loss Carry Forward (§411) from 2001 BPT, Page 4, Schedule B, Line 11, if any. (See Instruction Sheet VII).....10.

11. Taxable Income (Loss). Line 9 less Line 10.....11.

12. **TAX DUE** (.065 times Line 11.) If Line 11 is a loss, enter zero.....12.

ENTER THE AMOUNT FROM LINE 12 ON PAGE 3, LINE 1 OF THIS RETURN.