



**PART 3** (continued from page 1)

1. Did the ratio of average aggregate debt to average aggregate equity increase by more than 100% over the ratio for the tax year immediately preceding the acquisition year? (see instructions) (see chart on page 1) .....  Yes  No
2. Did the ratio of average aggregate debt to average aggregate assets increase by more than 60% over the ratio for the tax year immediately preceding the acquisition year? (see chart on page 1) .....  Yes  No

**PART 4 Highly Leveraged Transaction Modifications**

**Schedule A - Target's Unused Net Operating Losses**

Enter the year and amount of any net operating losses of the target available for carryforward to tax years ending after the acquisition date.

YEAR	AMOUNT	YEAR	AMOUNT	YEAR	AMOUNT

**Schedule B - Computation of Interest Addback Limitation and Addback Amount (refer to instructions)**

- |  |    |                        |
|--|----|------------------------|
| 1. Cost of target (stock or assets) .....  | 1. | <input type="text"/>   |
| 2. Total average debt .....  | 2. | <input type="text"/>   |
| 3. Limitation percentage (divide line 1 by line 2) .....   | 3. | <input type="text"/> % |
| 4. Total interest expense of taxpayer .....  | 4. | <input type="text"/>   |
| 5. Limitation (multiply line 4 by line 3) .....  | 5. | <input type="text"/>   |
| 6. Interest addback (multiply line 4 or line 5, whichever is smaller by 5% (.05), and enter the result here and on NYC-3L, Schedule B, line 7) ..... | 6. | <input type="text"/>   |

**PART 5 Subsidiary Capital/Income Adjustments**

Indicate in the appropriate space(s) below the nature and amount of any disposition of target stock and/or assets within 18 months of the date of this corporate acquisition.

A.  **Asset Disposition**

- |   |    |                        |
|---|----|------------------------|
| 1. Date of disposition .....  | 1. | <input type="text"/>   |
| 2. Value of all assets immediately following acquisition .....                                      | 2. | <input type="text"/>   |
| 3. Value of assets sold or otherwise disposed of as of date immediately following acquisition ..... | 3. | <input type="text"/>   |
| 4. Value held after sale or other disposition (subtract line 3 from 2) .....                        | 4. | <input type="text"/>   |
| 5. Percentage (divide line 4 by line 3) .....   | 5. | <input type="text"/> % |

B.  **Stock Disposition**

- |   |     |                        |
|---|-----|------------------------|
| 6. Date of disposition .....  | 6.  | <input type="text"/>   |
| 7. Total number of voting shares held immediately prior to disposition .....  | 7.  | <input type="text"/>   |
| 8. Total number of voting shares outstanding immediately prior to disposition date .....  | 8.  | <input type="text"/>   |
| 9. Total number of voting shares held after disposition .....   | 9.  | <input type="text"/>   |
| 10. Percentage (divide line 9 by line 7) .....  | 10. | <input type="text"/> % |
| 11. If you check box A above and line 5 is 50% or less, enter any amount of interest, dividends and gain received from the target for the period starting on the first day of the taxable year in which the disposition occurred and ending 18 months after such disposition, and excluded in the computation of your New York City entire net income for the year for which this form is being filed. .... | 11. | <input type="text"/>   |
| 12. If you check box B above and line 10 is 50% or less, enter any amount of interest, dividends and gain received from the target during this taxable year if the disposition occurred within this taxable year. ....  | 12. | <input type="text"/>   |