

SCHEDULE I (Form 1120-F)

Interest Expense Allocation Under Regulations Section 1.882-5

OMB No. 1545-0126

2007

Department of the Treasury Internal Revenue Service

Attach to Form 1120-F. See separate instructions.

Name of corporation

Employer identification number

- A. Check here if the corporation is a foreign bank... B. This Schedule I is being completed with respect to (check one):

Step 1 Average U.S. Assets for the Tax Year: Regulations Section 1.882-5(b)

Table with 4 columns: (a) Set(s) of Books that Give Rise to U.S. Booked Liabilities, (b) Partnership Interests, (c) Set(s) of Books Other than those Described in Columns (a) and (b), (d) Totals. Add columns (a) through (c). Rows include method selection, total assets, and adjustments.

Step 2 U.S.-Connected Liabilities for the Tax Year: Regulations Section 1.882-5(c)

Step 2

Table for U.S.-Connected Liabilities with 3 columns: (a) Average worldwide liabilities/assets, (b) Fixed ratio, (c) Totals. Add columns (a) and (b). Includes instructions for foreign bank vs non-foreign bank.

Step 3 Interest Expense Paid or Accrued on Average U.S. Booked Liabilities: Regulations Section 1.882-5(d)

Table for Interest Expense with 3 columns: (a) Set(s) of Books that Give Rise to U.S. Booked Liabilities, (b) Partnership Interests, (c) Totals. Add columns (a) and (b). Rows include total average amount and total interest paid.

7c 7c column (c), column (c),

Step 3 (cont.) Adjusted U.S. Booked Liabilities Method: Regulations Section 1.882-5(d)

If line 7 is greater than line 8, complete lines 10 through 13 below and skip lines 14a and 14b. If line 7 is less than or equal to line 8, skip lines 10 through 13 and complete lines 14a and 14b.

Table with 10-15 rows and 4 columns. Includes instructions for lines 10-15 regarding interest expense and scaling ratios.

Step 3 (cont.) Separate Currency Pools Method: Regulations Section 1.882-5(e)

Table with 16a-20 rows and 4 columns. Includes instructions for lines 16a-20 regarding U.S. assets, currency election, and interest expense allocation.

SUMMARY—Interest Expense Allocation and Deduction under Regulations Section 1.882-5

Table with 21-25 rows and 4 columns. Includes instructions for lines 21-25 regarding interest expense allocation and deduction.

move percent sign down to line 18c