

**OKLAHOMA**  
**Freeport Exemption Declaration**

**Name and Address**

Firm Name .....: Other firm name used for Freeport Exemption  
 Property Address .....: 94132 South 92nd East Avenue, Tulsa OK 55555-5555  
 Mailing Address .....: 123 S 92 E Ave, Tulsa OK 74133

This is a statement of goods, wares, and merchandise exempt from taxation under Article X, Section 6A of the Oklahoma Statutes.  
 Please note that inventory costs must include raw material, work in progress, finished goods, consigned and floor planned merchandise.

**Cost of Goods Sold**

1	Beginning inventory in Oklahoma	\$	78,000
2	Add: Total purchases for Oklahoma Inventory	\$	9,000
3	Add: Incoming freight charges related to line 2	\$	300
4	Add: Other cost (work in process, labor, and/or other related overhead)	\$	650
5	Less: Ending inventory in Oklahoma	\$	
6	Cost of goods sold (Sum of lines 1, 2, 3, and 4 - minus line 5)	\$	87,950

**Average Inventory**

7	Monthly inventory (Enter 0 for the months with no inventory)						
	January 6,333	February 2,000	March 0	April 400	May 0	June 0	
	July 78,000	August 0	September 9,000	October 0	November 0	December 2,500	
8	Total Inventory (sum of the preceding months)					\$	98,233
9	Average inventory (line 8 divided by 12 months)					\$	16,372
10	Inventory turns per year (line 6 divided by line 9)						5.3720
11	Months required for turnover (12 months divided by line 10)						2.2338
12	Note: If line 11 is more than 9.0, the exemption is not allowed.						

**Purchases for Oklahoma Inventory**

13	Total purchases for Oklahoma inventory (from line 2)	\$	9,000
14	Less: Inventory purchases from Oklahoma vendors	\$	4,000
15	Inventory purchased from out-of-state vendors (line 13 minus line 14)	\$	5,000
16	Percent of out-of-state purchases (line 15 divided by line 13)		55.56 %

**Sales from Oklahoma Inventory**

17	Total sales from Oklahoma inventory	\$	8,500
18	Less: Sales within Oklahoma	\$	6,000
19	Sold and shipped out-of-state (line 17 minus line 18)	\$	2,500
20	Percent of out-of-state sales (line 19 divided by line 17)		29.41 %

**Freeport Exemption**

21	Average inventory (from line 9)	\$	16,372
22	Less: Amount exempt (lower of line 16 or line 20 x line 21)	\$	<b>4,815</b>
23	Inventory amount not exempt	\$	11,557

**All the above described property is located in Tulsa County, Oklahoma.**

I, the undersigned officer of the above named company, corporation, or business concern do hereby declare under oath as provided by Oklahoma Statutes that the above schedule and statements have been examined by me and to the best of my knowledge and belief is a true and complete return, made in good faith, for the taxable year stated.

Signature \_\_\_\_\_ Title President Date 01/13/2010