

Department of the Treasury
Internal Revenue Service**Exempt Organization Business Income Tax Return**
(and proxy tax under section 6033(e))

OMB No. 1545-0687

2005For calendar year 2005 or other tax year beginning 10/01/2005, and ending 09/30/2006.

▶ See separate instructions.

A ☐ Check box if address changed**B** Exempt under section☒ 501(c)(3) ☐ 220(e)
☐ 408(e) ☐ 530(a)
☐ 529(a)**Print or Type**Name of organization (☐ Check box if name changed and see instructions.)

NATIONAL PUBLIC RADIO, INC.

Number, street, and room or suite no. (If a P.O. box, see page 7 of instructions.)

635 MASSACHUSETTS AVENUE, NW

City or town, state, and ZIP code

WASHINGTON, DC 20001-3753

D Employer identification number
(Employees' trust, see instructions for Block D on page 7.)

52-0907625

E New unrelated bus. activity codes
(See instructions for Block E on page 7.)

531190 541800

C Book value of all assets at end of year

175,162,857.

F Group exemption number (See instructions for Block F on page 7.) ▶**G** Check organization type ▶ ☒ 501(c) corporation ☐ 501(c) trust ☐ 401(a) trust ☐ Other trust**H** Describe the organization's primary unrelated business activity. ▶

SEE STATEMENT 1

I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ☐ Yes ☒ No

If "Yes," enter the name and identifying number of the parent corporation. ▶

J The books are in care of ▶ NATIONAL PUBLIC RADIO, INC. Telephone number ▶ 202-513-2000**Part I** Unrelated Trade or Business Income

	(A) Income	(B) Expenses	(C) Net
1 a Gross receipts or sales <u>452,763.</u>			
b Less returns and allowances <u> </u> c Balance ▶	1 c <u>452,763.</u>		
2 Cost of goods sold (Schedule A, line 7)	2 <u>320,088.</u>		
3 Gross profit. Subtract line 2 from line 1c	3 <u>132,675.</u>		<u>132,675.</u>
4 a Capital gain net income (attach Schedule D)	4 a		
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)	4 b		
c Capital loss deduction for trusts	4 c		
5 Income (loss) from partnerships and S corporations (attach statement)	5		
6 Rent income (Schedule C)	6		
7 Unrelated debt-financed income (Schedule E)	7 <u>173,477.</u>	<u>176,704.</u>	<u>-3,227.</u>
8 Interest, annuities, royalties, and rents from controlled organizations (Schedule F)	8		
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)	9		
10 Exploited exempt activity income (Schedule I)	10 <u>3,332,930.</u>	<u>1,129,135.</u>	<u>2,203,795.</u>
11 Advertising income (Schedule J)	11		
12 Other income (See page 9 of the instructions - attach schedule)	12 <u>2,117,069.</u>	<u> </u>	<u>2,117,069.</u>
13 Total. Combine lines 3 through 12.	13 <u>5,756,151.</u>	<u>1,305,839.</u>	<u>4,450,312.</u>

Part II Deductions Not Taken Elsewhere (See page 9 of the instructions for limitations on deductions.)

(Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)	14 <u>75,172.</u>
15 Salaries and wages	15 <u>2,419,873.</u>
16 Repairs and maintenance	16 <u>254,469.</u>
17 Bad debts	17
18 Interest (attach schedule)	18
19 Taxes and licenses	19 <u>1,681.</u>
20 Charitable contributions (See page 11 of the instructions for limitation rules.)	20
21 Depreciation (attach Form 4562)	21 <u>115,239.</u>
22 Less depreciation claimed on Schedule A and elsewhere on return	22a
23 Depletion	22b <u>115,239.</u>
24 Contributions to deferred compensation plans	23
25 Employee benefit programs	24
26 Excess exempt expenses (Schedule I)	25 <u>632,970.</u>
27 Excess readership costs (Schedule J)	26 <u>2,203,795.</u>
28 Other deductions (attach schedule)	27
29 Total deductions. Add lines 14 through 28	28 <u>1,304,272.</u>
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13	29 <u>7,007,471.</u>
31 Net operating loss deduction (limited to the amount on line 30)	30 <u>-2,557,159.</u>
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30	31 <u>6,930,068.</u>
33 Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions.)	32 <u>-9,487,227.</u>
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32	33 <u>1,000.</u>
	34 <u>-9,487,227.</u>

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No. 1545-1709

Department of the Treasury
Internal Revenue Service

▶ File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☐
- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form). ☒

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.**Part I Automatic 3-Month Extension of Time** - Only submit original (no copies needed)**Form 990-T corporations** requesting an automatic 6-month extension - check this box and complete Part I only. ☒

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns.

Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Electronic Filing (e-file). Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers). However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile.

Type or print File by the due date for filing your return. See instructions.	Name of Exempt Organization	Employer identification number
	NATIONAL PUBLIC RADIO, INC.	52-0907625
	Number, street, and room or suite no. If a P.O. box, see instructions.	
	635 MASSACHUSETTS AVENUE, NW	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.	
	WASHINGTON, DC 20001-3753	

Check type of return to be filed (file a separate application for each return):

<input type="checkbox"/> Form 990	<input checked="" type="checkbox"/> Form 990-T (corporation)	<input type="checkbox"/> Form 4720
<input type="checkbox"/> Form 990-BL	<input type="checkbox"/> Form 990-T(sec. 401(a) or 408(a) trust)	<input type="checkbox"/> Form 5227
<input type="checkbox"/> Form 990-EZ	<input type="checkbox"/> Form 990-T (trust other than above)	<input type="checkbox"/> Form 6069
<input type="checkbox"/> Form 990-PF	<input type="checkbox"/> Form 1041-A	<input type="checkbox"/> Form 8870

- The books are in the care of ▶ NATIONAL PUBLIC RADIO, INC.

Telephone No. ▶ 202 513-2000 FAX No. ▶

- If the organization does **not** have an office or place of business in the United States, check this box ☐
- If this is for a **Group Return**, enter the organization's four digit Group Exemption Number (GEN) If this is for the **whole** group, check this box ☐ . If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6-months for a **Form 990-T corporation**) extension of time until 08/15, 2007, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

▶ ☐ calendar year _____ or

▶ ☒ tax year beginning 10/01, 2005, and ending 09/30, 2006.

2 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period

- 3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions \$ _____
- b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit \$ _____
- c **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions \$ _____

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

Form **8868** (Rev. 12-2004)

Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation on page 13.
Controlled group members (sections 1561 and 1563) - check here ☐. See instructions and:

a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):
(1) (2) (3)

b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750)
(2) Additional 3% tax (not more than \$100,000)

c Income tax on the amount on line 34 **35c**

36 Trusts Taxable at Trust Rates. See instructions for tax computation on page 14. Income tax on the amount on line 34 from: ☐ Tax rate schedule or ☐ Schedule D (Form 1041) **36**

37 Proxy tax. See page 14 of the instructions **37**

38 Alternative minimum tax **38**

39 Total. Add lines 37 and 38 to line 35c or 36, whichever applies **39**

Part IV Tax and Payments

40 a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) **40a**

b Other credits (See page 14 of the instructions.) **40b**

c General business credit - Check here and indicate which forms are attached:
☐ Form 3800 ☐ Form(s) (specify) **40c**

d Credit for prior year minimum tax (attach Form 8801 or 8827) **40d**

e Total credits. Add lines 40a through 40d **40e**

41 Subtract line 40e from line 39 **41**

42 Other taxes. Check if from: ☐ Form 4255 ☐ Form 8611 ☐ Form 8697 ☐ Form 8866 ☐ Other (attach schedule) **42**

43 Total tax. Add lines 41 and 42 **43**

44 a Payments: A 2004 overpayment credited to 2005 **44a**

b 2005 estimated tax payments **44b**

c Tax deposited with Form 8868 **44c**

d Foreign organizations - Tax paid or withheld at source (see instructions) **44d**

e Backup withholding (see instructions) **44e**

f Other credits and payments: ☐ Form 2439 ☐ Form 4136 Other Total **44f**

45 Total payments. Add lines 44a through 44f **45**

46 Estimated tax penalty (See page 4 of the instructions.) Check ☐ if Form 2220 is attached **46**

47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed **47** NONE

48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid **48** NONE

49 Enter the amount of line 48 you want: Credited to 2006 estimated tax Refunded **49** NONE

Part V Statements Regarding Certain Activities and Other Information (See instructions on page 16.)

1 At any time during the 2005 calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? Yes ☒ No ☐
If "Yes," the organization may have to file Form TD F 90-22.1. If "Yes," enter the name of the foreign country here ENGLAND, RUSSIA, GERMANY

2 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? Yes ☐ No ☒
If "Yes," see page 5 of the instructions for other forms the organization may have to file.

3 Enter the amount of tax-exempt interest received or accrued during the tax year

Schedule A - Cost of Goods Sold. Enter method of inventory valuation

1 Inventory at beginning of year	1	<u> </u>	6 Inventory at end of year	6	<u> </u>
2 Purchases	2	<u>320,088.</u>	7 Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2.	7	<u>320,088.</u>
3 Cost of labor	3	<u> </u>	8 Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
4 a Additional section 263A costs (attach schedule)	4a	<u> </u>			
b Other costs (attach schedule)	4b	<u> </u>			
5 Total. Add lines 1 through 4b	5	<u>320,088.</u>			

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here **8/10/07** **CE PRESIDENT FOR FINANCE AND ADMINISTRATION** ☒ Yes ☐ No

Prepared by **CPA** **8/10/07** **Preparer's SSN or PTIN** P00485827

Preparer's signature **Check if self-employed** ☐ **Firm's name (or yours if self-employed), address, and ZIP code** GRANT THORNTON LLP **EIN** 36-6055558

2010 CORPORATE RIDGE, SUITE 400 **Phone no.** 703-847-7500

MCLEAN, VA 22102

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

(See instructions on page 17.)

1 Description of property

(1)
(2)
(3)
(4)

2 Rent received or accrued

(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3 Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	Total	

Total income. Add totals of columns 2(a) and 2(b). Enter

here and on page 1, Part I, line 6, column (A). ▶

Total deductions. Enter here and on page 1, Part I, line 6, column (B). ▶**Schedule E - Unrelated Debt-Financed Income (See instructions on page 17.)**

1 Description of debt-financed property		2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property	
			(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)
(1) SEE STATEMENT 4			EXHIBIT 2	
(2)				
(3)				
(4)				
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)	8 Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1) EXHIBIT 2		%		
(2)		%		
(3)		%		
(4)		%		
Totals			Enter here and on page 1, Part I, line 7, column (A). 173,477.	Enter here and on page 1, Part I, line 7, column (B). 176,704.

Total dividends-received deductions included in column 8 ▶**Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (See instructions on page 18.)**

1 Name of Controlled Organization	2 Employer Identification Number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column (4) that is included in the controlling organization's gross income	6 Deductions directly connected with income in column (5)
(1)					
(2)					
(3)					
(4)					

Nonexempt Controlled Organizations

7 Taxable Income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column (9) that is included in the controlling organization's gross income	11 Deductions directly connected with income in column (10)
(1)				
(2)				
(3)				
(4)				

Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A).

Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B).

Totals ▶

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization

(See instructions on page 19.)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (col. 3 plus col. 4)
(1)				
(2)				
(3)				
(4)				
Totals		Enter here and on page 1, Part I, line 9, column (A).		Enter here and on page 1, Part I, line 9, column (B).

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income

(See instructions on page 19.)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3). If a gain, compute cols. 5 through 7.	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4).
(1) STMT 5						
(2)						
(3)						
(4)						
Totals		Enter here and on page 1, Part I, line 10, col. (A).	Enter here and on page 1, Part I, line 10, col. (B).			Enter here and on page 1, Part II, line 26.
		3,332,930.	1,129,135.			2,203,795.

Schedule J - Advertising Income (See instructions on page 19.)**Part I Income From Periodicals Reported on a Consolidated Basis**

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col. 2 minus col. 3). If a gain, compute cols. 5 through 7.	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5)).						

Part II Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

(1)						
(2)						
(3)						
(4)						
(5) Totals from Part I						
Totals, Part II (lines 1-5).	Enter here and on page 1, Part I, line 11, col. (A).	Enter here and on page 1, Part I, line 11, col. (B).				Enter here and on page 1, Part II, line 27.

Schedule K - Compensation of Officers, Directors, and Trustees (See instructions on page 20.)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
STMT 6			%
			%
			%
			%
Total. Enter here and on page 1, Part II, line 1			75,172.

ORGANIZATION'S PRIMARY UNRELATED BUSINESS ACTIVITY.

=====

UNQUALIFIED SPONSORSHIP INCOME AND SALE OF EXCESS SATELLITE CAPACITY

PART I - LINE 12 - OTHER INCOME
=====

COMMERCIAL USE OF THE EXCESS CAPACITY OF THE
PUBLIC RADIO SATELLITE INTERCONNECTION SYSTEM.
STUDIO RENTAL SERVICES
UNQUALIFIED SPONSORSHIP

1,886,457.
62,181.
168,431.

PART I - LINE 12 - OTHER INCOME

2,117,069.
=====

National Public Radio, Inc. -- EIN 52-0907625
Form 990-T, FY 2006 (TY05)
Page 1, Part II, Line 28
Other Deductions

Other Deductions¹

Professional services	\$53,267
Program distribution	20,182
Communications	34,467
Occupancy	277,809
Deductible meals	2,658
Travel	97,991
Lease	7,514
Printing	14,868
Supplies	35,115
Promotion	64,173
Postage and freight	20,570
Employee development	14,102
Miscellaneous	8,207
Overhead	<u>653,349</u>
Total Other Deductions	\$1,304,272

¹Amounts listed are those expenses incurred in unrelated business (commercial).

SCHEDULE E - UNRELATED DEBT-FINANCED INCOME

1.	2.	3.		4.	5.	6.	7.	8.
DESCRIPTION OF DEBT-FINANCED PROPERTY	GROSS INCOME	DEDUCTIONS (3A)	DIRECTLY CONNECTED (3B)	AVERAGE ACQUISITION DEBT	AVERAGE ADJUSTED BASIS	% 4 IS OF 5	GROSS INCOME REPORTABLE (2 X 6)	ALLOCABLE DEDUCTIONS 6 * (3A + 3B)
=====	=====	=====	=====	=====	=====	=====	=====	=====
NPRW WEST COAST PRODUCTION FACILITY	218,882.	41,710.	181,243.	2,174,472.	2,743,597.	79.256	173,477.	176,704.
							-----	-----
				TOTALS			173,477.	176,704.
							=====	=====

SCHEDULE I - EXPLOITED EXEMPT ACTIVITY INCOME, OTHER THAN ADVERTISING INCOME

1. EXPLOITED ACTIVITY =====	2. GROSS UNRELATED BUSINESS INCOME =====	3. EXPENSES DIRECTLY CONNECTED =====	4. NET INCOME OR (LOSS) =====	5. GROSS INCOME FROM ACTIVITY =====	6. EXPENSES ATTRIBUTABLE TO COL. 5 =====	7. EXCESS EXEMPT EXPENSES =====
UNQUALIFIED SPONSORSHIP ON ORG WEBSITE	3,332,930.	1,129,135.	2,203,795.	418,936.	5,697,592.	2,203,795.
COLUMN TOTALS	3,332,930.	1,129,135.				2,203,795.

SCHD. K, FORM 990-T, COMPENSATION OF OFFICERS, DIRECTORS, & TRUSTEES
=====

NAME AND ADDRESS =====	TITLE =====	BUSINESS PERCENT =====	COMPENSATION =====
PETER LOEWENSTEIN	VICE PRESIDENT	45.000000	75,172.
TOTAL COMPENSATION			----- 75,172. =====

National Public Radio, Inc. -- EIN 52-0907625

Form 990-T, FY 2006(TY05)

Page 1, Part II, Line 31

Net Operating Loss Deduction

Year Ended	NOL Amount	NOL Utilized	NOL Carryforward
09/30/91	69,051	-	69,051
09/30/92	-	-	69,051
09/30/93	-	-	69,051
09/30/94	320,635	-	389,686
09/30/95	324,624	-	714,310
09/30/96	388,320	-	1,102,630
09/30/97	-	-	1,102,630
09/30/98	590,045	-	1,692,675
09/30/99	481,708	-	2,174,383
09/30/00	562,220	-	2,736,603
09/30/01	15,110	-	2,751,713
09/30/02	601,984	-	3,353,697
09/30/03	1,113,126	-	4,466,823
09/30/04	1,150,153	-	5,616,976
09/30/05	1,313,092	-	6,930,068

National Public Radio, Inc. -- EIN 52-0907625
Form 990-T, FY 2006 (TY05)
Schedule E, Columns 3-5
Unrelated Debt-Financed Income

Column 3: Straight line depreciation (Half-month convention)

Original Cost	1,626,701
Depreciable Life	39
Depreciation	41,710

Column 4: Average Acquisition Debt

Outstanding Principal at:

October	2,209,472
November	2,209,472
December	2,209,472
January	2,209,472
February	2,209,472
March	2,209,472
April	2,139,472
May	2,139,472
June	2,139,472
July	2,139,472
August	2,139,472
September	2,139,472
Average	<u><u>2,174,472</u></u>

Column 5: Average Adjusted Basis

Adjusted Basis at:	
October 1, 2005	2,764,452
September 30, 2006	2,722,742
Average	<u><u>2,743,597</u></u>

National Public Radio, Inc. -- EIN 52-0907625
Form 990-T, FY 2006 (TY 05)
Schedule E, Column3(b) Other Deductions
Unrelated Debt-Financed Income
-Continuation Page-

Rental Expenses

Common Areas Expenses	11,095
Interest	169,788
Amortization -Start Up Cost	<u>360</u>
Total Other Deductions	181,243

Form **4562**(Rev. January 2006)
Department of the Treasury
Internal Revenue Service
Name(s) shown on return**Depreciation and Amortization**
(Including Information on Listed Property)

▶ See separate instructions.

▶ Attach to your tax return.

OMB No. 1545-0172

2005Attachment
Sequence No. **67**

Identifying number

52-0907625

NATIONAL PUBLIC RADIO, INC.

Business or activity to which this form relates

SEE ATTACHMENT 1

Part I Election To Expense Certain Property Under Section 179**Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	105,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	420,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	105,000.

(a) Description of property	(b) Cost (business use only)	(c) Elected cost
6		
7	Listed property. Enter the amount from line 29	7
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8
9	Tentative deduction. Enter the smaller of line 5 or line 8	9
10	Carryover of disallowed deduction from line 13 of your 2004 Form 4562	10
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12
13	Carryover of disallowed deduction to 2006. Add lines 9 and 10, less line 12 ▶	13

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)**

14	Special allowance for certain aircraft, certain property with a long production period, and qualified NYL or GO Zone property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	115,239.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2005	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ <input type="checkbox"/>		

Section B - Assets Placed in Service During 2005 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	
				MM	S/L	

Section C - Assets Placed in Service During 2005 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	115,239.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?				Yes	No	24b If "Yes," is the evidence written?				Yes	No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost			
25 Special allowance for certain aircraft, certain property with a long production period, and qualified NYL or GO Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)									25		
26 Property used more than 50% in a qualified business use:											
		%									
		%									
		%									
27 Property used 50% or less in a qualified business use:											
		%				S/L -					
		%				S/L -					
		%				S/L -					
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1									28		
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1									29		

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.

If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (do not include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year	
42 Amortization of costs that begins during your 2005 tax year (see instructions):						
43 Amortization of costs that began before your 2005 tax year					43	360
44 Total. Add amounts in column (f). See the instructions for where to report					44	360

National Public Radio, Inc. – EIN 52-0907625
Form 990-T, FY 2006 (TY05)
Form 4562, Part II, Line 16
Depreciation

Depreciation represents the share of depreciation
of the public radio satellite interconnection system
proportionate to its use in unrelated business.

\$115,239

Return by a U.S. Transferor of Property to a Foreign Corporation

OMB No. 1545-0026

Department of the Treasury
Internal Revenue Service

► Attach to your income tax return.

Attachment
Sequence No. **128**

Part I U.S. Transferor Information (see instructions)

Name of transferor NATIONAL PUBLIC RADIO, INC.	Identifying number (see instructions) 520907625
--	---

1 If the transferor was a corporation, complete questions 1a, 1b, and 1c.

a If the transfer was a section 361(a) or (b) transfer, was the transferor controlled (under section 368(c)) by 5 or fewer domestic corporations?

☐ Yes ☐ No

b Did the transferor remain in existence after the transfer?

☐ Yes ☐ No

If not, list the controlling shareholder(s) and their identifying number(s):

Controlling shareholder	Identifying number

c If the transferor was a member of an affiliated group filing a consolidated return, was it the parent corporation?

☐ Yes ☐ No

If not, list the name and employer identification number (EIN) of the parent corporation:

Name of parent corporation	EIN of parent corporation

2 If the transferor was a partner in a partnership that was the actual transferor (but is not treated as such under section 367), list the name and EIN of the transferor's partnership:

Name of partnership	EIN of partnership

Part II Transferee Foreign Corporation Information (see instructions)

3 Name of transferee (foreign corporation) NPR MEDIA BERLIN GGMBH	4 Identifying number, if any 2760251402
--	--

5 Address (including country) **KURFURSTENDAMM 32 BERLIN
GERMANY 10719**

6 Country of incorporation or organization

GM

7 Foreign law characterization (see instructions)

CORPORATION

8 Is the transferee foreign corporation a controlled foreign corporation? ☒ Yes ☐ No

For Paperwork Reduction Act Notice, see page 4.

Form **926** (Rev. 12-2005)

Part III Information Regarding Transfer of Property (see instructions)

9 Date of transfer 02/02/2006 **10** Type of nonrecognition transaction (see instructions)
IRC SECTION 351

11 Description of property transferred:

CASH - \$97,838

12 Did this transfer result from a change in the classification of the transferee to that of a foreign corporation? ☐ Yes ☒ No

13 Was the transferor required to recognize income under Temporary Regulations sections 1.367(a)-4T through 1.367(a)-6T (e.g., for tainted property, depreciation recapture, branch loss recapture, etc.)? ☐ Yes ☒ No

14a Was intangible property (within the meaning of section 936(h)(3)(B)) transferred as a result of the transaction? ☐ Yes ☒ No

b If yes, describe the nature of the rights to the intangible property that was transferred in the transfer:

Name of person filing this return NATIONAL PUBLIC RADIO, INC.		A Identifying number 52-0907625	
City or town, state, and ZIP code WASHINGTON DC 20001-3753		C Enter the total percentage of the foreign corporation's voting stock you owned at the end of its annual accounting period 100.00000 %	
Filer's tax year beginning 10/01/2005 , and ending 09/30/2006			

D Person(s) on whose behalf this information return is filed:

(1) Name	(2) Address	(3) Identifying number	(4) Check applicable box(es)		
			Shareholder	Officer	Director

Important: Fill in all applicable lines and schedules. All information **must** be in English. All amounts **must** be stated in U.S. dollars unless otherwise indicated.

1a Name and address of foreign corporation NPR MEDIA BERLIN GMBH KURFURSTENDAMM 32 BERLIN GM 10719				b Employer identification number, if any 2760251402	
				c Country under whose laws incorporated GERMANY	
d Date of incorporation 02/02/2006	e Principal place of business GERMANY	f Principal business activity code number 515100	g Principal business activity BROADCASTING	h Functional currency EURO	

2 Provide the following information for the foreign corporation's accounting period stated above.

a Name, address, and identifying number of branch office or agent (if any) in the United States N/A		b If a U.S. income tax return was filed, enter:	
		(i) Taxable income or (loss)	(ii) U.S. income tax paid (after all credits)
c Name and address of foreign corporation's statutory or resident agent in country of incorporation NPR MEDIA BERLIN GMBH C/O ATTORNEYS WHITE & CASE LLP KURFURSTENDAMM 32 BERLIN GM 10719		d Name and address (including corporate department, if applicable) of person (or persons) with custody of the books and records of the foreign corporation, and the location of such books and records, if different NATIONAL PUBLIC RADIO, INC. 635 MASSACHUSETTS AVENUE, NW WASHINGTON DC 20001-3753	

Schedule A Stock of the Foreign Corporation

(a) Description of each class of stock	(b) Number of shares issued and outstanding	
	(i) Beginning of annual accounting period	(ii) End of annual accounting period
WHOLLY OWNED FOREIGN ENTERPRISE - NO STOCK ISSUED		

For Paperwork Reduction Act Notice, see instructions.

Form 5471 (Rev. 12-2005)

[illegible]

Important: Report all information in functional currency in accordance with U.S. GAAP. Also, report each amount in U.S. dollars translated from functional currency (using GAAP translation rules). However, if the functional currency is the U.S. dollar, complete only the U.S. Dollars column. See instructions for special rules for DASTM corporations.

		Functional Currency	U.S. Dollars
Income	1 a Gross receipts or sales	1a NONE	NONE
	b Returns and allowances	1b	
	c Subtract line 1b from line 1a	1c NONE	NONE
	2 Cost of goods sold	2	
	3 Gross profit (subtract line 2 from line 1c)	3 NONE	NONE
	4 Dividends	4	
	5 Interest	5	
	6 Gross rents, royalties, and license fees	6	
	7 Net gain or (loss) on sale of capital assets	7	
8 Other income (attach schedule)	8		
9 Total income (add lines 3 through 8)	9 NONE	NONE	
Deductions	10 Compensation not deducted elsewhere	10	
	11 Rents, royalties, and license fees	11	
	12 Interest	12	
	13 Depreciation not deducted elsewhere	13	
	14 Depletion	14	
	15 Taxes (exclude provision for income, war profits, and excess profits taxes)	15	
	16 Other deductions (attach schedule - exclude provision for income, war profits, and excess profits taxes).	16 51,647.	65,520.
17 Total deductions (add lines 10 through 16)	17 51,647.	65,520.	
Net Income	18 Net income or (loss) before extraordinary items, prior period adjustments, and the provision for income, war profits, and excess profits taxes (subtract line 17 from line 9)	18 -51,647.	-65,520.
	19 Extraordinary items and prior period adjustments (see instructions)	19	
	20 Provision for income, war profits, and excess profits taxes (see instructions)	20	
	21 Current year net income or (loss) per books (combine lines 18 through 20)	21 -51,647.	-65,520.

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Schedule E Income, War Profits, and Excess Profits Taxes Paid or Accrued (see instructions)

(a)		Amount of tax	
1	U.S.		
2			
3			
4			
5			
6			
7			
8	Total		

Schedule F Balance Sheet

Important: Report all amounts in U.S. dollars prepared and translated in accordance with U.S. GAAP. See instructions for an exception for DASTM corporations.

Assets		(a) Beginning of annual accounting period	(b) End of annual accounting period
1	Cash	NONE	32,318.
2a	Trade notes and accounts receivable		
b	Less allowance for bad debts	()	()
3	Inventories		
4	Other current assets (attach schedule)		
5	Loans to shareholders and other related persons		
6	Investment in subsidiaries (attach schedule)		
7	Other investments (attach schedule)		
8a	Buildings and other depreciable assets		
b	Less accumulated depreciation	()	()
9a	Depletable assets		
b	Less accumulated depletion	()	()
10	Land (net of any amortization)		
11	Intangible assets:		
a	Goodwill		
b	Organization costs		
c	Patents, trademarks, and other intangible assets		
d	Less accumulated amortization for lines 11a, b, and c	()	()
12	Other assets (attach schedule)		
13	Total assets	NONE	32,318.
Liabilities and Shareholders' Equity			
14	Accounts payable		
15	Other current liabilities (attach schedule)		
16	Loans from shareholders and other related persons		
17	Other liabilities (attach schedule)		
18	Capital stock:		
a	Preferred stock		
b	Common stock		
19	Paid-in or capital surplus (attach reconciliation)	NONE	97,838.
20	Retained earnings		-65,520.
21	Less cost of treasury stock	()	()
22	Total liabilities and shareholders' equity	NONE	32,318.

Form 5471 (Rev. 12-2005)

Schedule G Other Information

- | | | |
|---|--------------------------|-------------------------------------|
| | Yes | No |
| 1 During the tax year, did the foreign corporation own at least a 10% interest, directly or indirectly, in any foreign partnership? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| If "Yes," see the instructions for required attachment. | | |
| 2 During the tax year, did the foreign corporation own an interest in any trust? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 3 During the tax year, did the foreign corporation own any foreign entities that were disregarded as entities separate from their owners under Regulations sections 301.7701-2 and 301.7701-3 (see instructions)? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| If "Yes," you are generally required to attach Form 8858 for each entity (see instructions). | | |

Schedule H Current Earnings and Profits (see instructions)**Important:** Enter the amounts on lines 1 through 5c in **functional** currency.

- | | | |
|--|----------------------|-------------------------|
| 1 Current year net income or (loss) per foreign books of account | 1 | -51,647. |
| 2 Net adjustments made to line 1 to determine current earnings and profits according to U.S. financial and tax accounting standards (see instructions): | | |
| | Net Additions | Net Subtractions |
| a Capital gains or losses | | |
| b Depreciation and amortization | | |
| c Depletion | | |
| d Investment or incentive allowance | | |
| e Charges to statutory reserves | | |
| f Inventory adjustments | | |
| g Taxes | | |
| h Other (attach schedule) | | |
| 3 Total net additions | | |
| 4 Total net subtractions | | |
| 5a Current earnings and profits (line 1 plus line 3 minus line 4) | 5a | -51,647. |
| b DASTM gain or (loss) for foreign corporations that use DASTM (see instructions) | 5b | |
| c Combine lines 5a and 5b | 5c | -51,647. |
| d Current earnings and profits in U.S. dollars (line 5c translated at the appropriate exchange rate as defined in section 989(b) and the related regulations (see instructions)) | 5d | |
- Enter exchange rate used for line 5d ▶

Schedule I Summary of Shareholder's Income From Foreign Corporation (see instructions)

- | | | |
|---|----------|--|
| 1 Subpart F income (line 38b, Worksheet A in the instructions) | 1 | |
| 2 Earnings invested in U.S. property (line 17, Worksheet B in the instructions) | 2 | |
| 3 Previously excluded subpart F income withdrawn from qualified investments (line 6b, Worksheet C in the instructions) | 3 | |
| 4 Previously excluded export trade income withdrawn from investment in export trade assets (line 7b, Worksheet D in the instructions) | 4 | |
| 5 Factoring income | 5 | |
| 6 Total of lines 1 through 5. Enter here and on your income tax return. See instructions | 6 | |
| 7 Dividends received (translated at spot rate on payment date under section 989(b)(1)) | 7 | |
| 8 Exchange gain or (loss) on a distribution of previously taxed income | 8 | |
-
- | | | |
|--|--------------------------|-------------------------------------|
| • Was any income of the foreign corporation blocked?
• Did any such income become unblocked during the tax year (see section 964(b))? | Yes | No |
| | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
- If the answer to either question is "Yes," attach an explanation.

SCHEDULE J
(Form 5471)

(Rev. December 2005)
Department of the Treasury
Internal Revenue Service

Accumulated Earnings and Profits (E&P)
of Controlled Foreign Corporation

OMB No 45-0704

► Attach to Form 5471. See Instructions for Form 5471.

Name of person filing Form 5471

Identifying number

NATIONAL PUBLIC RADIO, INC.

52-0907625

Name of foreign corporation

NPR MEDIA BERLIN GMBH

Important. Enter amounts in functional currency.	(a) Post-1986 Undistributed Earnings (post-86 section 959(c)(3) balance)	(b) Pre-1987 E&P Not Previously Taxed (pre-87 section 959(c)(3) balance)	(c) Previously Taxed E&P (see instructions) (sections 959(c)(1) and (2) balances)			(d) Total section 964 E&P (combine columns (a), (b) and (c))
			(i) Earnings Invested in U.S. Property	(ii) Earnings Invested in Excess Passive Assets	(iii) Subpart F Income	
1 Balance at beginning of year						
2a Current year E&P						
b Current year deficit in E&P	51,647.					
3 Total current and accumulated E&P not previously taxed (line 1 plus line 2a or line 1 minus line 2b)	-51,647.					
4 Amounts included under section 951(a) or reclassified under section 959(c) in current year						
5a Actual distributions or reclassifications of previously taxed E&P						
b Actual distributions of nonpreviously taxed E&P						
6a Balance of previously taxed E&P at end of year (line 1 plus line 4, minus line 5a)						
b Balance of E&P not previously taxed at end of year (line 3 minus line 4, minus line 5b)	-51,647.					
7 Balance at end of year. (Enter amount from line 6a or line 6b, whichever is applicable.)	-51,647.					1,647.

For Paperwork Reduction Act Notice, see the Instructions for Form 5471.

Schedule J (Form 5471) (I. 12-200

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Transactions Between Controlled Foreign Corporation and Shareholders or Other Related Persons

OMB No. 1545-0704

▶ Attach to Form 5471. See Instructions for Form 5471.

Name of person filing Form 5471

Identifying number

NATIONAL PUBLIC RADIO, INC.

52-0907625

Name of foreign corporation

NPR MEDIA BERLIN GMBH

Important: Complete a **separate** Schedule M for each controlled foreign corporation. Enter the totals for each type of transaction that occurred during the annual accounting period between the foreign corporation and the persons listed in columns (b) through (f). All amounts must be stated in U.S. dollars translated from functional currency at the average exchange rate for the foreign corporation's tax year. See instructions.

Enter the relevant functional currency and the exchange rate used throughout this schedule ▶

(a) Transactions of foreign corporation	(b) U.S. person filing this return	(c) Any domestic corporation or partnership controlled by U.S. person filing this return	(d) Any other foreign corporation or partnership controlled by U.S. person filing this return	(e) 10% or more U.S. shareholder of controlled foreign corporation (other than the U.S. person filing this return)	(f) 10% or more U.S. shareholder of any corporation controlling the foreign corporation
1 Sales of stock in trade (inventory)					
2 Sales of property rights (patents, trademarks, etc.)					
3 Compensation received for technical, managerial, engineering, construction, or like services					
4 Commissions received					
5 Rents, royalties, and license fees received					
6 Dividends received (exclude deemed distributions under subpart F and distributions of previously taxed income).					
7 Interest received					
8 Premiums received for insurance or reinsurance.					
9 Add lines 1 through 8					
10 Purchases of stock in trade (inventory)					
11 Purchases of tangible property other than stock in trade.					
12 Purchases of property rights (patents, trademarks, etc.)					
13 Compensation paid for technical, managerial, engineering, construction, or like services					
14 Commissions paid					
15 Rents, royalties, and license fees paid					
16 Dividends paid					
17 Interest paid					
18 Add lines 10 through 17.					
19 Amounts borrowed (enter the maximum loan balance during the year) - see instructions					
20 Amounts loaned (enter the maximum loan balance during the year) - see instructions					

or Paperwork Reduction Act Notice, see the Instructions for Form 5471.

Schedule M (Form 5471) (Rev. 12-2005)