Contract manufacturing services are manufacturing services on materials and components owned by others and covers processing, assembly, labeling, packing and so forth undertaken by businesses that do not own the goods concerned. The manufacturing is undertaken by a business that does not own the goods and that is paid a fee by the owner of the goods. The ownership of the goods does not change. Examples of processes that are undertaken under arrangements for manufacturing services include oil refining, liquefaction of natural gas, assembly of clothing, electronics and other goods, and labeling and packing (excluding those incidental to transport).

SECTION 1 — Receipts for Contract Manufacturing Services

1. Did you perform contract manufacturing services for foreign persons in fiscal year 2011?
   - Yes – Go to question 2.
   - No – Continue to Schedule D SECTION 2.

2. (Voluntary) Are you able to report the fee you received for performing contract manufacturing services?
   NOTE: This may include the cost of the materials you purchased to perform this service.
   - Yes – Enter the amount received from foreign persons for contract manufacturing services you performed on goods owned by foreign persons and go to questions 3 and 4.
   - No – Continue to Schedule D SECTION 2.

3. The receipts for manufacturing in question 2 were (check the appropriate box):
   - Based on accounting records.
   - Estimated by persons knowledgeable regarding these transactions.

4. Destination of goods produced after you performed contract manufacturing (check appropriate box):
   - Goods remain in the United States
   - Goods are exported from the United States
   - A portion of the goods remain in the United States and a portion are exported from the United States
   - Destination is unknown

SECTION 2 — Payments for Contract Manufacturing Services

5. Did you purchase contract manufacturing services from foreign persons in fiscal year 2011?
   - Yes – Go to question 6.
   - No – Schedule D is complete.

6. (Voluntary) Are you able to report the fee you paid for contract manufacturing services?
   - Yes – Enter the amount you paid foreign persons for contract manufacturing services and go to questions 7 and 8.
   - No – Schedule D is complete.

7. The payments for manufacturing services in question 6 were (check the appropriate box):
   - Based on accounting records.
   - Estimated by persons knowledgeable regarding these transactions.

8. Destination of goods produced after you purchased contract manufacturing (check appropriate box):
   - Goods do not enter United States
   - Goods are imported into the United States
   - A portion of the goods remain abroad and a portion are imported into the United States
   - Destination is unknown