

*Support Group for Progressive Banking and First National City Bank, Walter B. Wriston, executive vice president*

The interest paid by a foreign branch of a U.S. bank to a foreign depositor should be exempt from U.S. income tax whether or not the foreign depositor is deemed to be "doing business in the United States." If the deposits were in a foreign bank they would not be subject to U.S. tax even though the foreign depositor was engaged in a trade or business here.

*American Institute of Certified Public Accountants, Committee on Federal Taxation*

Nonresident alien individuals and foreign corporations who do not engage in trade or business in the United States should have the same exemption from the "permanent establishment" provisions as is given by section 11(b) of the bill to such persons who do engage in trade or business within the United States.

The proposed code sections 2501 and 2511 exclude certain expatriates from the beneficial gift tax rates provided by the bill. In the case of expatriation of a naturalized citizen who loses his U.S. citizenship upon returning to his native country, this exclusion should apply only to gifts to U.S. citizens.

*Robert McKinney, member of task force*

Submits a summary of some of the actions taken by the so-called private sector to implement those recommendations of the Fowler task force directed toward it.

States that the private sector has made substantial contributions to the general effort to improve the balance-of-payments situation.

Adds that help given by Chairman Cohen and his staff at the SEC and by Assistant Secretary Surrey and his staff at the Treasury has been extremely encouraging.

Urges favorable consideration of H.R. 5916.

*William Engstrom*

Disagrees with philosophy of the bill. Believes it will tend to debilitate the program of investment in less developed areas.

*Association of Stocks Exchange Firms*

Expresses "enthusiastic approval" of the bill. Agrees with statements of Mr. Funston representing New York Stock Exchange.

*Arthur K. Watson, International Business Machines*

Supports bill and approves statement of National Foreign Trade Council.

*Investors League, Inc., William Jackman, president*

Supports the bill and agrees with position taken by G. Keith Funston representing the New York Stock Exchange.

*George F. James, Socony Mobil Oil Co., member of task force*

Supports the bill and agrees with suggestions of Andre Meyer and Frederick M. Eaton.

*Real Estate Trade Mission to Europe, J. D. Sawyer, chairman*

Supports the bill generally.