

1 in lieu thereof “, and”, and by adding at the end thereof
2 the following new subparagraph:

3 “~~(D)~~ interest on deposits with a foreign branch
4 of a domestic corporation, if such branch is engaged
5 in the commercial banking business.”

6 ~~(3)(A)~~ Section 895 (relating to income derived
7 by a foreign central bank of issue from obligations of
8 the United States) is amended—

9 (i) by striking out “shall not be included” and
10 inserting in lieu thereof “, or from interest on de-
11 posits with persons carrying on the banking busi-
12 ness, shall not be included”;

13 (ii) by striking out “such obligations” and in-
14 serting in lieu thereof “such obligations or deposits”;

15 (iii) by adding at the end thereof the following
16 new sentence: “For purposes of the preceding sen-
17 tence, the Bank for International Settlements shall
18 be treated as a foreign central bank of issue with
19 respect to interest on deposits with persons carrying
20 on the banking business.”; and