

1 **TITLE II—OTHER AMENDMENTS**  
 2 **TO INTERNAL REVENUE CODE**

3 **SEC. 201. APPLICATION OF INVESTMENT CREDIT TO**  
 4 **PROPERTY USED IN POSSESSIONS OF THE**  
 5 **UNITED STATES.**

6 (a) *PROPERTY USED BY DOMESTIC CORPORATIONS,*  
 7 *ETC.—Section 48(a)(2)(B) (relating to property used out-*  
 8 *side the United States) is amended—*

9 (1) *by striking out “and” at the end of clause (v);*

10 (2) *by striking out the period at the end of clause*  
 11 *(vi) and inserting in lieu thereof “; and”; and*

12 (3) *by adding at the end thereof the following new*  
 13 *clause:*

14 “(vii) *any property which is owned by a*  
 15 *domestic corporation (other than a corporation*  
 16 *entitled to the benefits of section 931 or 934(b))*  
 17 *or by a United States citizen (other than a citi-*  
 18 *zen entitled to the benefits of section 931, 932,*  
 19 *933, or 934(b)) and which is used predomi-*  
 20 *nantly in a possession of the United States by*  
 21 *such a corporation or such a citizen, or by a*  
 22 *corporation created or organized in, or under*  
 23 *the law of, a possession of the United States.”*

24 (b) *EFFECTIVE DATE.—The amendments made by sub-*