

1 corporation from all sources for such period is effectively
 2 connected with the conduct of a trade or business within
 3 the United States,";

4 ~~(2)~~ by striking out "from sources within the United
 5 States" in paragraph ~~(1)~~ and inserting in lieu thereof
 6 "which is effectively connected with the conduct of a
 7 trade or business within the United States";

8 ~~(3)~~ by striking out "from sources within the United
 9 States" in paragraph ~~(2)~~ and inserting in lieu thereof
 10 "which is effectively connected with the conduct of a
 11 trade or business within the United States,"; and

12 ~~(4)~~ by adding after paragraph ~~(2)~~ the following
 13 new sentence:

14 "For purposes of this subsection, the gross income of the
 15 foreign corporation for any period before the first taxable
 16 year beginning after December 31, 1966, which is effec-
 17 tively connected with the conduct of a trade or business
 18 within the United States is an amount equal to the gross
 19 income for such period from sources within the United
 20 States."

21 ~~(c) UNRELATED BUSINESS TAXABLE INCOME.~~ The
 22 last sentence of section 512(a) ~~(relating to definition)~~ is
 23 amended to read as follows: "In the case of an organiza-
 24 tion described in section 511 which is a foreign organiza-
 25 tion, the unrelated business taxable income shall be its un-