(d) Property Without the United States.—*Subsection (b) of section 2105 (relating to bank deposits) is amended to read as follows:*

"(b) Certain Bank Deposits, Etc.—*For purposes of this subchapter*—

"(1) amounts described in section 861(c) if any interest thereon, were such interest received by the decedent at the time of his death, would be treated by reason of section 861(a)(1)(A) as income from sources without the United States, and

"(2) deposits with a foreign branch of a domestic corporation or domestic partnership, if such branch is engaged in the commercial banking business,

shall not be deemed property within the United States."

(e) Definition of Taxable Estate.—*Paragraph (3) section 2106(a) (relating to deduction of exemption from gross estate) is amended to read as follows:*

"(3) Exemption.—

"(A) General rule.—*An exemption of $30,000.*

"(B) Residents of possessions of the United States.—*In the case of a decedent who is*