

a husband and wife living together shall receive but one personal exemption, the amount of such personal exemption shall be twenty-five hundred dollars (\$2,500.00). If such husband and wife make separate returns the personal exemption may be taken by either or divided between them. (2) Four hundred dollars (\$400.00) for each person (other than husband or wife) dependent upon and receiving his chief support from the taxpayer if such dependent person is under eighteen years of age or is incapable of self-support because mentally or physically defective.

(3) If the status of the taxpayer, in so far as it affects personal exemption or credit for dependents, changes during the taxable year, the personal exemption and credit shall be determined by his status during the greater portion of the year for which the return is being made.

228. IMPOSITION OF TAX. (1) A tax is hereby annually levied for each taxable year upon every resident individual of this State upon his entire net income as herein defined for purposes of taxation (subject to exemptions as herein provided for) at the rate of one-half of one per cent (.5%).

(2) A like tax is hereby annually levied for each taxable year at the rate of one-half of one per cent (.5%) upon and with respect to the entire net income (except as herein provided) from all tangible property, real or personal, and such intangible property as has acquired a business situs in this State owned by natural persons not residents of this State, and from business, trade, profession, or occupation carried on in this State by such persons. But a non-resident individual receiving income from labor performed, business done, or tangible property, real or personal, and from such intangible property as has acquired a business situs in this State, and income from labor performed, business done or property located outside of this State, shall be taxable only upon the amount of income received by such taxpayer from labor performed, business done or tangible property, real or personal, and from such intangible property as has acquired a business situs located within this State. The remainder of the income received by him shall be deemed non-taxable by this State in the case of non-residents and residents who receive credit on account of income taxes paid in other States; the personal exemptions allowable under this sub-title shall be that proportion of those permitted under Section 227 which is represented by the ratio of the taxpayers net income in Maryland to his total net income from all sources. .

In the case of non-resident who derives income taxable under this sub-title from sources in this State, the Comp-