

other sources connected with said business, excluding, however, receipts from the sale of capital assets and property not sold in the regular course of business and also receipts from interest, dividends, rents and royalties separately allocated as above provided. Accounts receivable from sales and other sources arising from business during the year shall be included in the formula if the corporation's return is made on the accrual basis.

(5) Receipts from sales and other sources shall be assigned to the office, agency, or place of business of the corporation at or from which the transactions giving rise to such receipts are chiefly handled and attended to.

(d) For the purpose of this section the word "sale" shall include all exchange, and the word "manufacture" shall include the extraction and recovery of natural resources and all processes of fabricating and curing.

3. Where the income is derived from the conduct of a public utility, the portion thereof attributable to business within this State shall be taken to be such percentage of the total of such income as the tangible property and business within the State bear to the total tangible property and total business, the percentages of tangible property and of business being separately determined as hereinafter provided, and the two percentages averaged.

(a) For the purpose of the foregoing computation the value of the tangible property shall be taken to be the average value of the tangible property held and owned by the corporation in connection with such business during the year for which the income is returned, excluding any property the income of which is not taxable or is separately allocated under the foregoing provisions of this sub-title.

(b) In determining the tangible property located within this State of a railroad company operating both within and without this State, the valuation of car rolling stock and equipment and the locomotive rolling stock and equipment within the State shall be found by applying to the total valuation of the entire rolling stock and equipment of each respective class belonging to such company that proportion or percentage which the car mileage within this State during the income year bears to the total car mileage of such company's cars, and which the locomotive mileage within the State during the income year bears to the total locomotive mileage of such company's locomotives, used in the conduct of its business both within and without the State for that year.

(c) The business of the public utility shall be measured by the amount of receipts from the carrying on of the busi-