

visions of Article 58A of the Annotated Code of Maryland, (2) business accounts and notes receivable, or (3) instalment contracts.

(o) "Ordinary income" means that portion of the gross income which is not investment income.

216. *Gross Income and Exclusions Therefrom.* "Gross income" means income from whatever source derived, including salaries, wages or compensation for personal services of whatever kind and in whatever form paid; interest, dividends, rents, royalties and annuity income; and gains, profits and income derived from professions, vocations, trades, businesses and commerce. "Gross income" shall not include the following:

(a) Capital gains realized from the sale, exchange or other disposition of property held by a taxpayer (whether or not connected with his trade or business) other than stock in trade of the taxpayer or other property of a kind that would properly be included in the inventory of the taxpayer if on hand at the close of the taxable year, or property held by the taxpayer primarily for sale to customers in the ordinary course of his trade or business.

(b) The proceeds of life insurance policies paid by reason of the death of the insured.

(c) Amounts received (other than amounts paid by reason of the death of the insured) under life insurance or endowment contracts, either during the term or at maturity or upon surrender of the contract, equal to the total amount of the premiums paid therefor.

(d) The value of property acquired by gift, bequest, devise, inheritance or succession.

(e) Any amount received through accident or health insurance, or under Workmen's Compensation or Employers' Liability Acts, or by way of damages for personal injuries or property damage, whether by suit or agreement.

(f) Dividends received upon stock of national banks and domestic corporations, the shares of which are subject to ordinary taxes.

(g) Income from intangible personal property held by any fiduciary in this State in trust to pay the income for the time being to, or to accumulate or apply such income for the benefit of, any non-resident of this State, or any corporation not doing business in this State.

(h) Income received by any domestic bank or trust company or by any national bank situated in this State from intangible personal property deposited, by any corporation which is not doing business in Maryland, with such bank, trust com-