

(3) *income in the form of periodic payments (other than corporate distributions to stockholders), including rent, ground rents, interest, or annuities, not due on the date of termination, accrued to date of termination of such income interest.*

(e) *When periodic payments of income are payable in advance with respect to the period for which they are payable, the apportionment hereinbefore directed shall be as if the periodic payment in question had been payable at the end of such period.*

(f) *Corporate distributions to stockholders shall be treated as due on the day fixed by the corporation for determination of stockholders of record entitled to distribution or, if no date is fixed, on the date of declaration of the distribution by the corporation.*

5.

(a) *Unless the will otherwise provides and subject to subsection (b), all expenses incurred in connection with the settlement of a decedent's estate, including debts, funeral expenses, estate taxes, interest and penalties concerning such taxes, family allowances, fees of attorneys and personal representatives, and court costs shall be charged against the principal of the estate.*

(b) *Unless the will otherwise provides, income from the assets of a decedent's estate after the death of the testator and before distribution, including income from property used to discharge liabilities, shall be determined in accordance with the rules applicable to a trustee under this Article and distributed as follows:*

(1) *to specific legatees and devisees, the income from the property bequeathed or devised to them respectively, less taxes, ordinary repairs and other expenses of management and operation relating to such property, and an appropriate portion of interest accrued since the death of the testator and of taxes imposed on income (excluding taxes on capital gains) which accrue during the period of administration;*

(2) *to all other legatees and devisees, except legatees (other than a surviving spouse) of pecuniary bequests not in trust, the balance of the income, less taxes, ordinary repairs and other expenses of management and operation relating to all other property from which the estate is entitled to income, the balance of interest accrued since the death of the testator, and the balance of taxes imposed on income (excluding taxes on capital gains) which accrue during the period of administration, in proportion to their respective interests in the undistributed assets of the estate computed at the times of distribution on the basis of inventory value.*

(c) *Income received by a trustee under subsection (b) shall be treated as income of the trust.*

6.

(a) *Corporate distributions of shares of the distributing corporation (whether or not of the same class), including distributions in the form of a stock split or stock dividend, are principal BUT THE PROVISIONS OF THIS SUBSECTION SHALL NOT APPLY TO SUCCESSIVE ESTATES OR INTERESTS IN EXISTENCE PRIOR TO JUNE 1, 1965, IN WHICH THE LIFE TENANT IS*