

(d) The following shall not be liable for the tax imposed by this section:

(1) Financial institutions subject to the franchise tax on net earnings imposed by § 128A of this article;

(2) Mutual saving institutions;

(3) Federal and domestic mutual building and loan associations and foreign mutual building and loan associations admitted to do business in this State;

(4) Insurance companies as defined in § 135 of this article;

(5) Religious, educational, charitable, social, fraternal and other similar corporations not organized or conducted for profit, no part of the net earnings of which inure to the benefit of any private shareholder or individual but not including corporations organized for the exclusive purpose of holding title to property and collecting income therefrom unless the entire amount of such income less related expenses is turned over to a corporation or organization which itself is exempt from the tax imposed by this subtitle; and

(6) Farmers' or other mutual hail, cyclone or fire insurance companies or associations, the income of which is used or held for the purpose of paying losses or expenses.

(7) Accident and health welfare fund or plan which is established, maintained and operated for the purpose of providing group benefits to employees and their beneficiaries in the event of sickness, accident or death and into which fund or plan one or more employers contribute all or part of the requirements of such fund or plan but shall not include a corporation or organization wholly owned or controlled by such fund or plan and conducting an activity for the production of income which is otherwise taxable under this subtitle.

(8) Community swimming pools not operated for profit, and no part of the net earnings of which inure to the benefit of any private shareholder or individual, and where the operation of the facility is predominantly social and intended for the betterment of the community.

(9) FOR TAXABLE YEARS ENDING AFTER DECEMBER 31, 1975, SHALL BUSINESS CORPORATIONS, AS DEFINED BY SECTION 1371 OF THE INTERNAL REVENUE CODE, AS AMENDED FROM TIME TO TIME, WHICH HAVE ELECTED TO BE TAXED IN ACCORDANCE WITH THE PROVISIONS OF SUBCHAPTER "S" OF THE INTERNAL REVENUE CODE.