

ALLOCATED RESERVE ESTABLISHED PURSUANT TO REGULATORY OR FINANCIAL ACCOUNTING GUIDELINES WHICH IS TREATED AS CHARGED OFF FOR FEDERAL INCOME TAX PURPOSES SHALL BE TREATED AS CHARGED OFF FOR PURPOSES OF THIS SUBSECTION.

(III) CREDIT CARD RECEIVABLES ARE VALUED AT THEIR OUTSTANDING PRINCIPAL BALANCE, WITHOUT REGARD TO ANY RESERVE FOR BAD DEBTS. IF A CREDIT CARD RECEIVABLE IS CHARGED OFF IN WHOLE OR IN PART FOR FEDERAL INCOME TAX PURPOSES, THE PORTION OF THE RECEIVABLE CHARGED OFF IS NOT OUTSTANDING.

(4) THE AVERAGE VALUE OF PROPERTY OWNED BY THE BANK OR TRUST COMPANY IS COMPUTED ON AN ANNUAL BASIS BY ADDING THE VALUE OF THE PROPERTY ON THE FIRST DAY OF THE TAXABLE YEAR AND THE VALUE ON THE LAST DAY OF THE TAXABLE YEAR AND DIVIDING THE SUM BY TWO. IF AVERAGING ON THIS BASIS DOES NOT PROPERLY REFLECT AVERAGE VALUE, THE COMPTROLLER MAY REQUIRE AVERAGING ON A MORE FREQUENT BASIS. THE BANK OR TRUST COMPANY MAY ELECT TO AVERAGE ON A MORE FREQUENT BASIS. WHEN AVERAGING ON A MORE FREQUENT BASIS IS REQUIRED BY THE COMPTROLLER OR IS ELECTED BY THE BANK OR TRUST COMPANY, THE SAME METHOD OF VALUATION MUST BE USED CONSISTENTLY BY THE BANK OR TRUST COMPANY WITH RESPECT TO PROPERTY WITHIN AND WITHOUT THIS STATE AND ON ALL SUBSEQUENT RETURNS UNLESS THE BANK OR TRUST COMPANY RECEIVES PRIOR PERMISSION FROM THE COMPTROLLER OR THE COMPTROLLER REQUIRES A DIFFERENT METHOD OF DETERMINING AVERAGE VALUE.

(5) (I) THE AVERAGE VALUE OF REAL PROPERTY AND TANGIBLE PERSONAL PROPERTY THAT THE BANK OR TRUST COMPANY HAS RENTED FROM ANOTHER AND WHICH IS NOT TREATED AS PROPERTY OWNED BY THE BANK OR TRUST COMPANY FOR FEDERAL INCOME TAX PURPOSES, SHALL BE DETERMINED ANNUALLY BY MULTIPLYING THE GROSS RENTS PAYABLE DURING THE TAXABLE YEAR BY EIGHT.

(II) WHERE THE USE OF THE GENERAL METHOD DESCRIBED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH RESULTS IN INACCURATE VALUATIONS OF RENTED PROPERTY, ANY OTHER METHOD WHICH PROPERLY REFLECTS THE VALUE MAY BE ADOPTED BY THE COMPTROLLER OR BY THE BANK OR TRUST COMPANY WHEN APPROVED IN WRITING BY THE COMPTROLLER. ONCE APPROVED, SUCH OTHER METHOD OF VALUATION MUST BE USED ON ALL SUBSEQUENT RETURNS UNLESS THE BANK OR TRUST COMPANY RECEIVES PRIOR APPROVAL FROM THE COMPTROLLER OR THE COMPTROLLER REQUIRES A DIFFERENT METHOD OF VALUATION.

(6) (I) EXCEPT AS DESCRIBED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, REAL PROPERTY AND TANGIBLE PERSONAL PROPERTY OWNED BY OR RENTED TO THE BANK OR TRUST COMPANY IS CONSIDERED TO BE LOCATED WITHIN THIS STATE IF IT IS PHYSICALLY LOCATED, SITUATED OR USED WITHIN THIS STATE.