

EXTENT REQUIRED IN ORDER FOR THE SUM OF THE DISTRIBUTIONS PER SHARE OR UNIT FROM ORDINARY INCOME AND FROM REALIZED OR UNREALIZED CAPITAL GAINS TO EQUAL AN AMOUNT DETERMINED BY MULTIPLYING THE NET ASSET VALUE OF A SHARE OR UNIT OF THE REGULATED INVESTMENT COMPANY OR INVESTMENT FUND ON JANUARY 1 OF SUCH CALENDAR YEAR (OR ON SUCH LATER DATE OF ACQUISITION BY A TRUSTEE DURING SUCH CALENDAR YEAR) BY THE ANNUAL FEDERAL MID-TERM RATE APPLICABLE TO JANUARY 1 OF SUCH CALENDAR YEAR (OR TO SUCH LATER DATE OF ACQUISITION) ESTABLISHED BY THE SECRETARY OF THE TREASURY UNDER § 1274(D)(1) OF THE INTERNAL REVENUE CODE OF 1986, ADJUSTED TO REFLECT THE PROPORTION OF THE CALENDAR YEAR IN WHICH THE SHARE HAS BEEN HELD BY A TRUSTEE.

(G) A TRUSTEE MAY RELY UPON A STATEMENT MADE BY AN ENTITY ABOUT THE SOURCE OR CHARACTER OF A DISTRIBUTION IF THE STATEMENT IS MADE AT OR NEAR THE TIME OF DISTRIBUTION BY THE ENTITY'S BOARD OF DIRECTORS OR OTHER PERSON OR GROUP OF PERSONS AUTHORIZED TO EXERCISE POWERS TO PAY MONEY OR TRANSFER PROPERTY COMPARABLE TO THOSE OF A CORPORATION'S BOARD OF DIRECTORS.

15-509. DISTRIBUTION FROM TRUST OR ESTATE.

A TRUSTEE SHALL ALLOCATE TO INCOME AN AMOUNT RECEIVED AS A DISTRIBUTION OF INCOME FROM A TRUST OR AN ESTATE IN WHICH THE TRUST HAS AN INTEREST OTHER THAN A PURCHASED INTEREST, AND SHALL ALLOCATE TO PRINCIPAL AN AMOUNT RECEIVED AS A DISTRIBUTION OF PRINCIPAL FROM SUCH A TRUST OR ESTATE. IF A TRUSTEE PURCHASES AN INTEREST IN A TRUST THAT IS AN INVESTMENT ENTITY, OR A DECEDENT OR DONOR TRANSFERS AN INTEREST IN SUCH A TRUST TO A TRUSTEE, § 15-508 OR § 15-522 OF THIS SUBTITLE APPLIES TO A RECEIPT FROM THE TRUST.

15-510. BUSINESS AND OTHER ACTIVITIES CONDUCTED BY TRUSTEE.

(A) IF A TRUSTEE WHO CONDUCTS A BUSINESS OR OTHER ACTIVITY DETERMINES THAT IT IS IN THE BEST INTEREST OF ALL THE BENEFICIARIES TO ACCOUNT SEPARATELY FOR THE BUSINESS OR ACTIVITY INSTEAD OF ACCOUNTING FOR IT AS PART OF THE TRUST'S GENERAL ACCOUNTING RECORDS, THE TRUSTEE MAY MAINTAIN SEPARATE ACCOUNTING RECORDS FOR ITS TRANSACTIONS, WHETHER OR NOT ITS ASSETS ARE SEGREGATED FROM OTHER TRUST ASSETS.

(B) A TRUSTEE WHO ACCOUNTS SEPARATELY FOR A BUSINESS OR OTHER ACTIVITY MAY DETERMINE THE EXTENT TO WHICH ITS NET CASH RECEIPTS MUST BE RETAINED FOR WORKING CAPITAL, THE ACQUISITION OR REPLACEMENT OF FIXED ASSETS, AND OTHER REASONABLY FORESEEABLE NEEDS OF THE BUSINESS OR ACTIVITY, AND THE EXTENT TO WHICH THE REMAINING NET CASH RECEIPTS ARE ACCOUNTED FOR AS PRINCIPAL OR INCOME IN THE TRUST'S GENERAL ACCOUNTING RECORDS. IF A TRUSTEE SELLS ASSETS OF THE BUSINESS OR OTHER ACTIVITY, OTHER THAN IN THE ORDINARY COURSE OF THE BUSINESS OR ACTIVITY, THE TRUSTEE SHALL ACCOUNT FOR THE NET AMOUNT RECEIVED AS PRINCIPAL IN THE