

1961 TREASURY REGULATION § 1.504-1(c)

after the date of death of the last life in being designated in the trust instrument.

(c) For the purpose of section 504, the term "income" means gains, profits, and income determined under the principles applicable in determining the earnings or profits of a corporation. The amount accumulated out of income during the taxable year or any prior taxable year shall be determined under the principles applicable in determining the accumulated earnings or profits of a corporation. In determining the rea-

[Link to Full Text of 1961 Treasury Regulation § 1.504-1\(c\)](#)