

Tax exemption for Imperial Airways, fuel & oil

Draft to State Dept submitted.

I think it is reasonably clear that fuel and oil must be covered by the terms of Section 3451 of the Internal Revenue Code which reads (in part): -

..... "no tax under this chapter [which deals in fact with the Federal taxes, among others, of 1c. on gasoline and 4c. on oil] shall be imposed upon any article sold for use as fuel supplies, ship's stores, sea stores, or legitimate equipment on vessels ..... actually engaged in foreign trade. ....

The term "vessels" ..... include civil aircraft employed in foreign trade. ....

F.A. *[initials]*  
A.A. ✓

See 255 K *[initials]*

*[Signature]*  
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