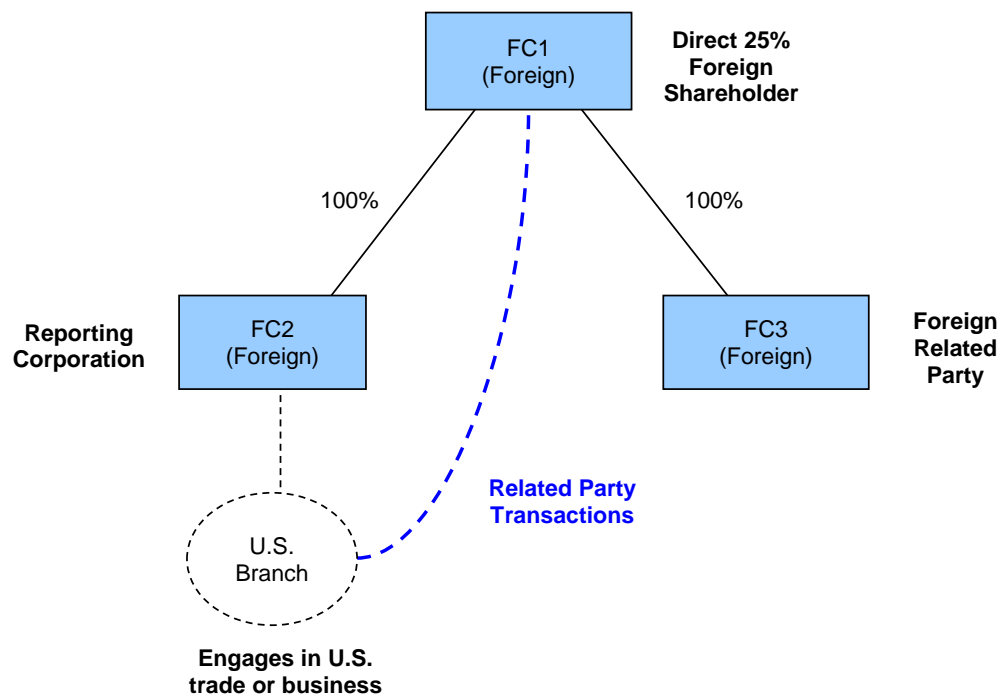


**Reg. 1.6038A-1(m)
Example 2**

**Form 5472: U.S. Branch of
Foreign Corporation**

Copyright © 2015 Andrew Mitchel LLC
International Tax Services
www.andrewmitchel.com



FC2 and FC3 are both foreign corporations that are wholly owned by FC1, also a foreign corporation. FC2 engages in a trade or business in the United States through a branch. The branch engages in related party transactions with FC1. FC2 is a reporting corporation. FC3 is a foreign related party. FC1 is a direct 25-percent foreign shareholder of both FC2 and FC3. Neither FC1 nor FC3 is a reporting corporation.

[HUNDREDS of additional charts at www.andrewmitchel.com](http://www.andrewmitchel.com)