

Amend **CSHB 3** as follows:

(1) On page 17, line 6, strike "and (h)" and substitute "(h), and (i)".

(2) On page 18, between lines 12 and 13, insert:

(i) For purposes of Subsection (d):

(1) a corporation that is a foreign corporation is not doing business in this state solely because the corporation holds an interest in a real estate investment trust as defined by Section 856, Internal Revenue Code, or its "qualified REIT subsidiary" entities as defined by Section 856(i)(2), Internal Revenue Code; and

(2) a real estate investment trust or a "qualified REIT subsidiary" entity as defined in Subdivision (1) is not doing business in this state solely because the real estate investment trust or "qualified REIT subsidiary" entity holds a partnership interest, including an interest as an assignee, as a limited partner in a limited partnership that is doing business in this state, provided that the limited partnership satisfies the gross income requirements of Sections 856(c)(2) and 856(c)(3), Internal Revenue Code, and the asset valuation requirements of Section 856(c)(4), Internal Revenue Code.