IRS practice unit: Foreign tax credit general principles

The IRS Large Business and International (LB&I) division today publicly released a “practice unit”—part of a series of IRS examiner “job aides” and training materials intended to describe for IRS agents leading practices for specific international and transfer pricing issues and transactions.

The topic of today’s practice unit is: **FTC general principles**

The practice unit outlines the foreign tax credit rules applicable to individuals, including the foreign tax credit limitation, the “basketing” rules applicable to different categories of income, and the election to claim a credit or deduction for foreign taxes.

The practice unit (release date of April 11, 2017) is available on the IRS practice unit [webpage](#).

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