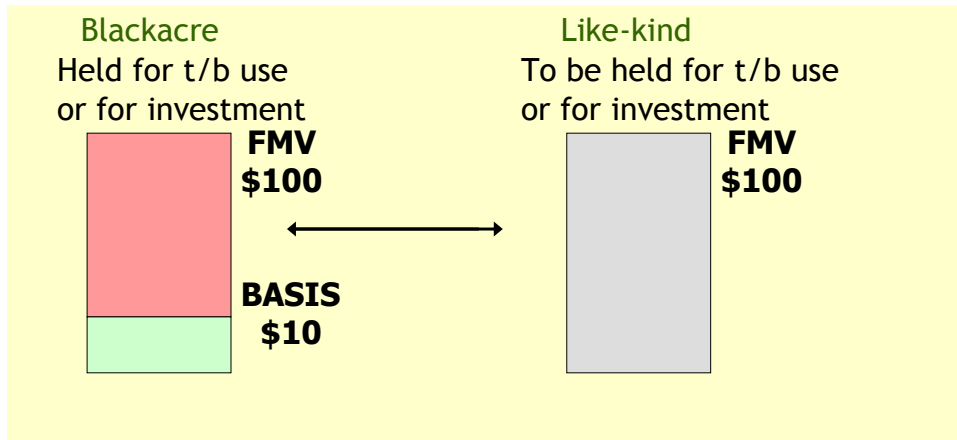


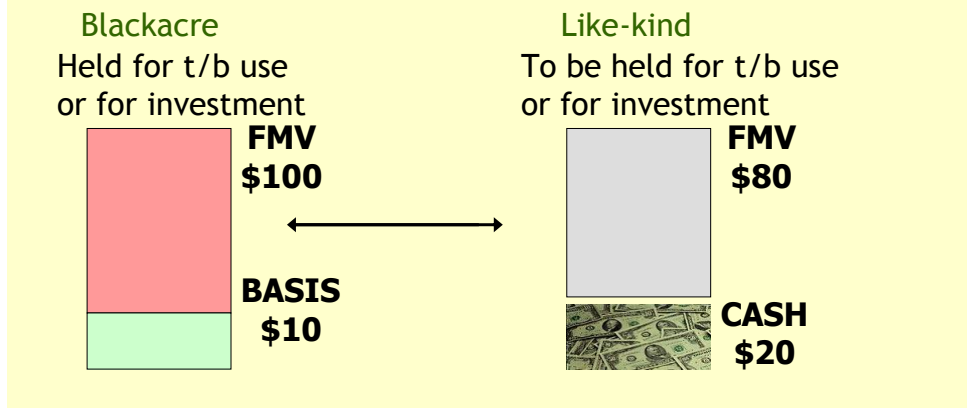
Requirements for IRC § 1031

- Taxpayer is giving up property held for use in trade/business or for investment
 - Not personal-use assets
 - Not property held for sale (inventory, dealer property)
 - Not stocks, bonds, notes, etc.
- Taxpayer is receiving property held for use in trade/business or for investment
- Exchange (not sale, purchase)
- Properties given up/received are of "like kind"

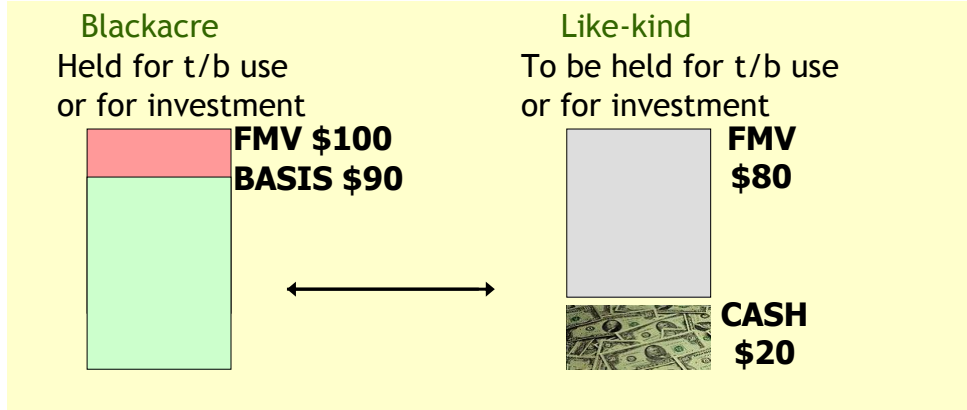
Like-kind exchange analysis



Realized gain or loss (\$ 1001)	Recognized gain or loss	Basis of new property



Realized gain or loss (\$ 1001)	Recognized gain or loss	Basis of new property



Realized gain or loss (\$ 1001)	Recognized gain or loss	Basis of new property