

26 U.S. Code § 331. Gain or loss to shareholder in corporate liquidations

U.S. Code Notes

(a) DISTRIBUTIONS IN COMPLETE LIQUIDATION TREATED AS EXCHANGES

Amounts received by a shareholder in a distribution in complete liquidation of a corporation shall be treated as in full payment in exchange for the stock.

(b) NONAPPLICATION OF SECTION 301

Section 301 (relating to effects on shareholder of distributions of property) shall not apply to any distribution of property (other than a distribution referred to in paragraph (2)(B) of section 316(b)) in complete liquidation.

(c) CROSS REFERENCE

For general rule for determination of the amount of gain or loss recognized, see section 1001.

(Aug. 16, 1954, ch. 736, 68A Stat. 101; Pub. L. 88-272, title II, § 225(f)(2), Feb. 26, 1964, 78 Stat. 88;

Pub. L. 94-455, title XIX, § 1901(b)(28)(A), Oct. 4, 1976, 90 Stat. 1799; Pub. L. 97-248, title II, § 222(a), (e)(1)(B), Sept. 3, 1982, 96 Stat. 478, 480; Pub. L. 115-141, div. U, title IV, § 401(a)(63), Mar. 23, 2018, 132 Stat. 1187.)

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