

No. 391, S.]

[Published June 1, 1957.

CHAPTER 143

AN ACT to create 71.03 (7) of the statutes, relating to nonrecognition of gains and losses on certain exchanges of stock in the same corporation.

*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

71.03 (7) of the statutes is created to read:

71.03 (7) EXCHANGE OF STOCK FOR STOCK OF SAME CORPORATION. No gain or loss shall be recognized if common stock in a corporation is exchanged solely for common stock in the same corporation, or if preferred stock in a corporation is exchanged solely for preferred stock

in the same corporation. The basis of the property acquired on an exchange coming within this subsection shall be the same as in the case of the property exchanged.

Approved May 28, 1957.

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