

(11) Corporate Acquisition of Assets of Another Corporation. - A corporate acquisition would be tax-free where the assets of the acquired corporation were received through a combination out-right purchase of 40 percent of the corporation's stock and indirect purchase by the acquired corporation of 80 percent of the stock of a holding company which owns 40 percent of the stock of the acquired corporation.

(12) Clam and Oyster Shells. The depletion allowance for clam shells and oyster shells is increased from 5 to 15 percent when used for their calcium carbonate content. When used for road ballast or rip rap the 5 percent rate would continue to apply.

(13) Presidential Campaign Financing. - Provides for reimbursement of major political parties equally for expenses they incur in financing a Presidential campaign. Payments would be made from a fund made up of \$1 amounts designated by taxpayers on their tax returns. The amount available for reimbursement would be limited to \$1 for each vote cast for the major party candidates at the last Presidential election. Provision would also be made for reimbursing certain splinter parties.

(14) Swap Funds. - An amendment was approved, setting aside certain Treasury regulations proposing to tax exchanges of appreciated securities (or other property) for shares in a mutual fund.

(15) Shale, Clay and Slate as Lightweight Concrete Aggregates. - The text of S. 2745 was adopted, treating sintering or burning as a mining process for depletion allowance purposes in the case of shale, clay and slate used or sold for use as lightweight concrete aggregates.

(16) Rental Income in the Case of Personal Holding Company Tax. - This amendment would exclude from the category of rental income for purposes of the personal holding company tax income derived by a manufacturing concern from the leasing of products manufactured by it.

(17) Self-Employed - Earned Income. - The first \$6,600 of net profit from a trade or business in which both capital and personal services are material income-producing factors would be treated as earned income for purposes of measuring contributions to retirement plans by self-employed persons. Under present law, only the first \$2,500 is so treated.

(18) Self-Employed - Authors and Inventors. - The text of S. 1242 was approved as an amendment. Under it, royalty income of authors and inventor would be considered as earned income for purposes of measuring contributions by self-employed persons to retirement plans.