Union Calendar No. 958

89TH CONGRESS
2D SESSION

H. R. 11765

[Report No. 2174]

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 22, 1965

Mr. KEOGH introduced the following bill; which was referred to the Committee on Ways and Means

OCTOBER 3, 1966

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italic]

A BILL

To amend section 1234 of the Internal Revenue Code of 1954.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, ~~That section 1234 of the Internal Revenue Code of 1954, relating to options, is amended as follows:~~

~~Subsection (c) is redesignated as subsection (d) and the following new subsection (c) is added at the end of subsection (b):~~

~~"(c) SPECIAL RULE FOR CREATORS OF STRADDLE.—~~

~~"(1) GAIN ON LAPSE.—In the case of gain on lapse of an option that was granted as part of a straddle (as defined in paragraph 2), the gain shall be deemed to~~