**Chapter 13 Class Handout-Part 1.**

 Ann incorporated her proprietorship by transferring her building with a basis of $800,000 to the Charlotte Corp. in exchange for all its stock. The stock was worth $1,200,000.
The building had a value of $1,200,000 and was NOT subject to a mortgage.

 Ben Gold transferred his building with a basis of $800,000 to the Good Corp. in exchange for all its stock. The building had a value of $1,200,000 and was subject to a $100,000 mortgage which was assumed by Good Corp. The stock Ben received was worth $1,100,000.

 Bobby Benson transferred his building with a basis of $800,000 to a new corporation in exchange for all its stock. The building had a value of $1,200,000 and was subject to a $900,000 mortgage which was assumed by the corporation. The stock received by Bobby Benson was worth $300,000.

