

Table of Contents

Insolvent or Bankrupt S Corporations	1
Objectives:.....	1
Bankruptcy or Insolvency.....	1
Foreclosure	2
Abandonment.....	2
Form 1099-A	3
Recourse Debt.....	3
Nonrecourse Debt.....	4
Cancellation of Debt Income.....	5
New Debt Issued to Satisfy Old Debt	6
Debt Acquired by Related Party	6
Debt Satisfied with Stock	8
Exclusion From Income	9
Bankruptcy or Insolvency.....	9
Qualified Real Property Business Debt	12
Qualified Farm Indebtedness	15
Reducing Tax Attributes	16
NOLs	17
Tax Basis of Corporate Property.....	19
Timing of Reduction.....	19
Election to Defer COD Income.....	20
Applicable Debt Instrument.....	20
Eligible Transactions.....	21
Making The Election	22
Index	33