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CORRECTION

Publication 523
(Selling Your Home)

Part 2 of Worksheet 2 on pages 11 and 17 is not correct. Line 6 should read "Enter any depreciation claimed on the property for periods after May 6, 1997. If none, enter zero." Line 7 should read "Subtract line 6 from line 5. (If the result is less than zero, enter zero.)" Line 8 should read "Maximum exclusion. (See *Amount of Exclusion* in this chapter.)" Line 9 should read "Enter the smaller of line 7 or line 8. This is your exclusion. If you are reporting the sale on the installment method, enter this amount on line 15 of Form 6252." Eliminate existing line 10. Change line 11 to line 10, and change the first sentence to read "Subtract line 9 from line 5."

As a result of these changes, the last sentence on line 7 of Worksheet 3 should now read "Enter it here and on Worksheet 2, line 8." Also, on page 15, in the second paragraph under *Reporting the Gain*, the parenthetical in the third sentence should be changed to read "line 9 of Worksheet 2."