

# **Section 707 Regarding Disguised Sales, Generally; Correction**

## **Announcement 2005-11**

**AGENCY:** Internal Revenue Service (IRS), Treasury.

**ACTION:** Correction to notice of proposed rulemaking and notice of public hearing.

**SUMMARY:** This document contains a correction to proposed regulations (REG-149519-03, 2004-51 I.R.B. 1009) which were published in the **Federal Register** on Friday, November 26, 2004 (69 FR 68838). The proposed regulations relates to the treatment of transactions between a partnership and its partners as disguised sales of partnership interests between the partners.

**FOR FURTHER INFORMATION CONTACT:** Deane M. Burke or Christopher L. Trump, (202) 622-3070 (not a toll-free number).

**SUPPLEMENTARY INFORMATION:**

### **BACKGROUND**

The proposed regulations that is the subject of this correction is under section 707(a)(2)(B) of the Internal Revenue Code.

#### **Need for correction**

As published, the notice of proposed rulemaking and notice of public hearing contain an error that may prove to be misleading and is in need of clarification.

#### **Correction to Publication**

Accordingly, the publication of the proposed regulations (REG-149519-03), which was the subject of FR Doc. 04-26112, is corrected as follows:

On page 68843, column 3, in the preamble under the paragraph heading, "Review of Existing Regulations", line 5, the language "§§ 1.707-3, 1.707-4, and 1.707-5." is corrected to read "§§ 1.707-3, 1.707-4, 1.707-5 and 1.707-6."

Cynthia E. Grigsby,  
*Acting Chief, Regulations  
and Publications Branch,  
Legal Processing Division,  
Associate Chief Counsel  
(Procedure and Administration).*