Section 302 Distributions in Redemption of Stock

**Redemption 317(b)**

- **Did the corporation have a distribution on redemption of the stock?**
  - Yes: See Sec. 312(b), 315
  - No: Proceed to Sec. 316

**Liquidating Redemption**

- **Liquidation Redemption**
  - Yes: See Sec. 312(a)
  - No: Proceed to Sec. 316

**Complete Liquidation (331/332)**

- **Was the distribution in complete liquidation of the corporation?**
  - Yes: Proceed to Sec. 334
  - No: Proceed to Sec. 335

**Disregarded Entity Waiver**

- **Was the distribution in a disregarded entity?**
  - Yes: Proceed to Sec. 334
  - No: Proceed to Sec. 335

**Partially Liquidation 332(b)(4)**

- **Was the redemption a partial liquidation?**
  - Yes: Proceed to Sec. 337
  - No: Proceed to Sec. 338

**Substantially Disproportionate 332(b)(2)**

- **Is the redemption substantially disproportionate?**
  - Yes: Proceed to Sec. 339
  - No: Proceed to Sec. 340

**Sale / Exchange**

- **Was the distribution a sale or exchange?**
  - Yes: Proceed to Sec. 342
  - No: Proceed to Sec. 343

**Sole Purpose Waiver**

- **Was the sole purpose of the distribution to avoid tax?**
  - Yes: Proceed to Sec. 344
  - No: Proceed to Sec. 345

**Conversion Test**

- **Was the distribution in exchange for property to which Section 301 applies?**
  - Yes: Proceed to Sec. 346
  - No: Proceed to Sec. 347

**Pre-Voting %**

- **Did the corporation have a distribution on redemption of the stock?**
  - Yes: Proceed to Sec. 348
  - No: Proceed to Sec. 349

**Post-Voting %**

- **Did the corporation have a distribution on redemption of the stock?**
  - Yes: Proceed to Sec. 350
  - No: Proceed to Sec. 351

**Common Percentage**

- **Did the corporation have a distribution on redemption of the stock?**
  - Yes: Proceed to Sec. 352
  - No: Proceed to Sec. 353

**FMV Determination**

- **Did the corporation have a distribution on redemption of the stock?**
  - Yes: Proceed to Sec. 354
  - No: Proceed to Sec. 355

**Not Essentially Equivalent to a Dividend ("Not EED")**

- **Did the distribution on redemption of the stock (e.g., sale or exchange) have a built-in basis and were the requirements of section 331 met?**
  - Yes: Proceed to Sec. 356
  - No: Proceed to Sec. 357

**To Pay Death Taxes 333**

- **Did the corporation have a distribution on redemption of the stock (e.g., sale or exchange)?**
  - Yes: Proceed to Sec. 358
  - No: Proceed to Sec. 359

**Sale / Exchange**

- **Was the distribution a sale or exchange?**
  - Yes: Proceed to Sec. 360
  - No: Proceed to Sec. 361