



## SUPPLEMENTARY INFORMATION:

### *Background*

The notice of proposed rulemaking that is the subject of this correction is under section 864(b) of the Internal Revenue Code.

### *Need for Correction*

As published, REG-106031-98 contains errors which may prove to be misleading and are in need of clarification.

### *Correction of Publication*

Accordingly, the publication of the notice of proposed rulemaking (REG-106031-98), which is the subject of FR Doc. 98-15452, is corrected as follows:

1. On page 32164, column 3, in the preamble under the paragraph heading “Background”, the second paragraph, line 3, the language “promulgated in 1972. Since the” is corrected to read “promulgated in 1968. Since the”.

2. On page 32165, column 2, in the preamble under the paragraph heading “2. *Eligible Nondealer*”, the third paragraph, line 9, the language “securities in 475(c)(1)(B), including” is corrected to read “securities in section 475(c)(1)(B), including”.

### *§1.864(b)-1 [Corrected]*

3. On page 32166, columns 2 and 3, §1.864(b)-1(b) (1) introductory text, the last line in column 2 and the first line in column 3, the language “*nondealer* is a person that is not a resident of the United States and is not,” is corrected to read “*nondealer* is a foreign corporation or a person that is not a resident of the United States, and either of which is not,”.

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## Trading Safe Harbors; Correction

### Announcement 98-74

A G E N C Y: Internal Revenue Service (IRS), Treasury.

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

S U M M A R Y: This document contains corrections to REG-106031-98, which was published in the **Federal Register** on Friday, June 12, 1998 (63 F.R. 32164 [1998-26 I.R.B. 38]), relating to the treatment of foreign taxpayers trading in derivative financial instruments for their own account.

FOR FURTHER INFORMATION CONTACT: Milton Cahn, (202) 622-3870 (not a toll-free number).