

1031 Tax Deferred Exchanges Reverse Exchange

A 1031 Exchange allows a property owner to defer payment of capital gains tax from the sale of investment property. A **Reverse Exchange** allows the exchanger to first acquire their new investment property and then sell their current investment property at a later date. This is to the exchanger's advantage when their desired replacement property is available for purchase prior to the sale of their current investment property.

- Your Exchange Period begins when your new investment property is acquired.
- 2. During the Exchange Period, the Exchange Company holds ownership of the property.
- 3. You must then close escrow on the sale of your current investment property within **180 days** of the acquisition of your new property.
- 4. Once your current investment property has been relinquished, ownership of the new property is then transferred to you.

By deferring payment of capital gains tax, a property owner will have **more capital** available to acquire new investment property. This will allow the investor to purchase **more expensive property** and/or receive **greater cash flow** on an income producing investment.

For More Information, Call Us Today!
Toll Free: (888) 738-1031

www.allied1031exchange.com

Corporate Headquarters: 6121 Lakeside Drive, Suite 100 Reno, NV 89511 Phone: (775) 851-0881 Fax: (775) 851-0883

Branch Office: 2200A Douglas Blvd., Suite 130 Roseville, CA 95661 Phone: (916) 783-5938 Fax: (916) 783-6808