

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____
The stock dividend is a non-taxable event to shareholders pursuant to Internal Revenue Code Section 305(a) which states that gross income does not include the amount of any distribution of the stock of a corporation made by such corporation to its shareholders with respect to its stock. Pursuant to Internal Revenue Code Section 307(a), the shareholder must compute basis for the dividend shares received by allocating the basis for the old stock between the old and new stock. Cash in lieu of fractional shares issued is a taxable event.

18 Can any resulting loss be recognized? ▶ No resulting loss is recognized on the date of distribution to each shareholder.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____
The 10% stock dividend was issued to shareholders of record on October 29, 2021 and payable on November 4, 2021.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here

Signature ▶ Camille Kazarian Date ▶ 11/4/21

Print your name ▶ Camille Kazarian Title ▶ EVP/CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.