

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name		<b>2</b> Issuer's employer identification number (EIN)	
ARCTIC SLOPE REGIONAL CORPORATION		92-0044137	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact	<b>5</b> Email address of contact	
KEN ANDREWS	907-339-6000	KANDREWS@ASRC.COM	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact		<b>7</b> City, town, or post office, state, and ZIP code of contact	
3900 C STREET, SUITE 801		ANCHORAGE, AK 99503	
<b>8</b> Date of action		<b>9</b> Classification and description	
SEE BELOW		CLASSES A,B,C,D, AND E COMMON STOCK	
<b>10</b> CUSIP number	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol	<b>13</b> Account number(s)

**Part II Organizational Action** Attach additional statements if needed. See back of form for additional questions.

**14** Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ Arctic Slope Regional Corporation made quarterly distributions to its shareholders during 2019 as follows:

Date of Distribution	Distribution per Share
February 22, 2019	\$12.00/share
April 17, 2019	\$16.00/share
August 2, 2019	\$12.00/share
November 13, 2019	\$30.00/share

**15** Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ Of the distributions paid during 2019, 14.72% are to be treated as ordinary dividends and 85.28% are to be treated as nondividend distributions. Total 2019 ordinary dividend per share is \$10.30.

Date of Distribution	Distribution per Share	Taxable Amount per Share
February 22, 2019	\$12.00/share	\$1.77
April 17, 2019	\$16.00/share	\$2.35
August 2, 2019	\$12.00/share	\$1.77
November 13, 2019	\$30.00/share	\$4.41

**16** Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ A calculation of earnings and profits was completed using the most recent financial information available as of January 2, 2020. Positive 2019 earnings and profits are expected. As a result, 14.72% of the distributions constitute ordinary dividends and 85.28% of the 2019 distributions were in excess of earnings and profits.

**Part II** Organizational Action (continued)

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC Section 301 Distributions of Property - In general, IRC Section 301 defines the rules used to determine whether, and to what extent, distributions to shareholders are taxable. Distributions to shareholders that do not exceed the corporation's earnings and profits are reported as taxable dividends in accordance with IRC Section 316. In the event a distribution to shareholders exceeds corporate earnings and profits, as determined under IRC Section 312, shareholders must apply the rules of IRC Section 301 to determine if the distribution is a non-taxable return of basis under IRC Section 301(c)(2) or if the distribution is reported as capital gain under IRC Section 301(c)(3). The information provided herein is intended to assist shareholders and their tax advisors in making this determination.

**18** Can any resulting loss be recognized? ▶ No.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year of the distribution is 2019. Actual ordinary dividends and other distributions will be reflected on the taxpayer's 2019 Form 1099-DIV.

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 ▶  Date ▶ 1/14/20

Print your name ▶ Ken Andrews Title ▶ Vice President - Tax

<b>Paid Preparer Use Only</b>	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.