

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  Delhi Bank Corp		<b>2</b> Issuer's employer identification number (EIN)  14-1777653	
<b>3</b> Name of contact for additional information  Peter Gioffe	<b>4</b> Telephone No. of contact  855-333-3544	<b>5</b> Email address of contact  pete@dnbd.net	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  124 Main St.		<b>7</b> City, town, or post office, state, and ZIP code of contact  Delhi, NY 13753	
<b>8</b> Date of action  08/06/21		<b>9</b> Classification and description  Common Stock, two for one split in the form of a 100% stock dividend	
<b>10</b> CUSIP number  246694103	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  DWNX	<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 ▶ Delhi Bank Corp declared a two-for-one common stock split in the form of a 100% stock dividend. The stock dividend was payable August 6, 2021 to stockholders of record as of July 30, 2021. Holders of Delhi Bank Corp common stock as of the record date received one additional share for every share held on the record date of July 30, 2021.

**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 ▶ The stock split/dividend is a non-taxable transaction under internal revenue code section (IRC§) 305(a) with the resulting stockholders basis allocated according to IRC §307(a). Under IRC §307(a), each stockholder will allocate the basis in a share owned prior to the stock split/dividend over that share and the additional share issued in the stock split/dividend. As a result, a stockholder will multiply the basis in each share of stock held before the stock split/dividend by 50% to determine the basis in each share of stock held after the stock split/dividend.

See example on Line #16

**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 stockholder will multiply the basis in each share of stock held before the stock split/dividend by 50% to determine the basis in each share of stock held after the stock split/dividend. The change in stockholder tax basis per share affects stockholder sales of common stock commencing on August 6, 2021

Example:

Before the stock split/dividend: A stockholder holds 100 shares of common stock with a basis of \$50 per share. Total basis equals \$5,000 (100 shares X \$50 = \$5,000)

After the stock split/dividend: A stockholder holds 200 shares of common stock with a basis of \$25 per share. Total basis equals \$5,000 (200 shares X \$25 = \$5,000)

**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§ 305(a), IRC §307(a)

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**18** Can any resulting loss be recognized? ▶ No loss can be recognized with respect to the stock split/dividend

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**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ \_\_\_\_\_  
IRC §307(a) requires shareholders to allocate their tax basis among the old stock and the new stock received in the stock split/dividend beginning August 6, 2021.

Shareholders are urged to consult their tax advisors with respect to their individual tax consequences related to the stock split/dividend.

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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 ▶ Peter V Gioffe Date ▶ 7/29/21

Print your name ▶ Peter V. Gioffe Title ▶ President/CEO

<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.