# Form **8937**(December 2017) Department of the Treasury

Internal Revenue Service

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-0123

Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name Chicken Soup for the Soul Entertainment, Inc 81-2560811 3 Name of contact for additional information Telephone No. of contact 5 Email address of contact **Daniel Sanchez** +1 (203) 861-4000 dsanchez@chickensoupforthesoul.com 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and ZIP code of contact Cos Cob, CT 06807-0700 P.O. Box 700 8 Date of action 9 Classification and description December 31, 2021 Corporation - 9.75% Series A Cumulative Redeemable Perpetual Preferred Stock 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) CSSEP 16842Q209 N/A Organizational Action Attach additional statements if needed. See back of form for additional guestions. Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► All of the distributions paid out for the 9.75% Series A Cumulative Redeemable Perpetual Preferred Stock during the fiscal year ended December 31, 2021 consists of return of capital. See the attached statement for details. 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 15 share or as a percentage of old basis ► The amount shown as a return of capital in the attached statement represents a reduction of the shareholder tax basis on shares held. 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 ► At the close of the corporation's fiscal year ended December 31, 2021, the corporation's earnings and profits were calculated under IRC Section 312. Total earnings and profits were compared to the corporation's fiscal year distributions to shareholders. All distributions were determined to be in excess of the corporation's earnings and profits and were recharacterized as a return of capital that reduces each shareholder's tax basis in the applicable shares.

## Form 8937 (12-2017) **Organizational Action** (continued) Part II List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Pursuant to IRC Section 301(c)(1), the portion of a distribution which is a dividend (as defined under Section 316) is includable in gross income. Pursuant to IRC Section 301(c)(2), the portion of the distribution which is not a dividend shall be applied against and reduce the adjusted basis of the stock. Can any resulting loss be recognized? ► Not applicable to this transaction as no loss would be recognized on the return of capital distribution. The shareholder's cost basis should be adjusted to reflect the return of capital distribution which may affect the gain or loss realized upon the disposition of the shares. Provide any other information necessary to implement the adjustment, such as the reportable tax year > This organizational action is reportable with respect to tax year 2021. The information will also be provided on the shareholders' 2021 Form 1099-DIV, Box 1 and 3. Pursuant to IRC Section 6045, as amended by the Emergency Economic Stabilization Act of 2008, brokers are required to reflect these adjustments in the cost basis reporting for covered securities. If a broker is not required to provide cost basis to a particular shareholder, the cost basis of the shareholder's shares should be adjusted as of the dividend date to reflect the return of capital described above. 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 A SIGNED COPY OF THIS FORM IS MAINTAINED Date ▶ AT THE OFFICES OF THE TAXPAYER. Print your name ▶ Title ▶ Preparer's signature Print/Type preparer's name Date Check if **Paid** self-employed Stewart W. Robinson P00415925 **Preparer**

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Firm's EIN ▶

Phone no.

11-3415708

646-921-0400

Firm's name ► Galleros Robinson CPAs

Firm's address ► 488 Madison Ave FL 23, New York, NY 10022

**Use Only** 

### Chicken Soup for the Soul Entertainment, Inc.

CUSIP: 16842Q209
Ticker: CSSEP
PART II, QUESTION 14

THE CORPORATION DECLARED THE FOLLOWING DISTRIBUTIONS TO SHAREHOLDERS 9.75 CUMULATIVE REDEEMABLE PERPETUAL PREFERRED STOCK. 0% OF EACH DISTRIBUTION IS CONSIDERED A TAXABLE DISTRIBUTION FROM THE CORPORATION'S EARNINGS AND PROFITS AND 100% OF THE DISTRIBUTION IS FROM SOURCES OTHER THAN THE CORPORATION'S EARNINGS AND PROFITS, AND IS THEREFORE A RETURN OF CAPITAL TO THE SHAREHOLDER.

### DETAIL OF DISTRIBUTIONS MADE IN 2021 IS DESCRIBED BELOW:

-					TAXABLE		RETURN OF
	RECORD	PAYABLE		% TAXABLE	DIVIDEND	% RETURN OF	CAPITAL
EX DATE	DATE	DATE	AMOUNT	DIVIDEND	AMOUNT	CAPITAL	AMOUNT
12/30/2020	12/31/2020	01/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
01/28/2021	01/31/2021	02/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
02/25/2021	02/28/2021	03/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
03/30/2021	03/31/2021	04/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
04/29/2021	04/30/2021	05/17/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
05/27/2021	05/31/2021	06/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
06/29/2021	06/30/2021	07/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
07/29/2021	07/31/2021	08/16/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
08/30/2021	08/31/2021	09/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
09/29/2021	09/30/2021	10/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
10/28/2021	10/31/2021	11/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031
11/29/2021	11/30/2021	12/15/2021	\$ 0.2031	0.00000%	\$ 0.0000	100.00000%	\$ 0.2031