

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

► See separate instructions.

## Part I Reporting Issuer

1 Issuer's name <b>Sezzle Inc.</b>		2 Issuer's employer identification number (EIN) <b>81-0971660</b>	
3 Name of contact for additional information <b>Investor Relations</b>	4 Telephone No. of contact	5 Email address of contact <b>investorrelations@sezzle.com</b>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <b>700 Nicollet Mall, STE 640</b>		7 City, town, or post office, state, and ZIP code of contact <b>Minneapolis, MN 55402</b>	
8 Date of action <b>March 28, 2025</b>		9 Classification and description <b>Six-for-one common stock split through a stock dividend</b>	
10 CUSIP number <b>78435P105</b>	11 Serial number(s) <b>N/A</b>	12 Ticker symbol <b>SEZL</b>	13 Account number(s) <b>N/A</b>

## 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 ► **On March 10, 2025, Sezzle Inc. (NASDAQ: SEZL) announced that its Board of Directors has declared a six-for-one stock split through a stock dividend.**

**Each shareholder of record on March 21, 2025 received five additional shares of common stock for each share of common stock held, which was paid after the close of market on March 28, 2025. The trading commenced on a split-adjusted basis at market open on March 31, 2025. The stock dividend did not have any impact on the voting and other rights of stockholders.**

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 is a non-taxable transaction under Internal Revenue Code ("IRC") Section 305(a). As a result of the six-for-one split, shareholders received five additional shares for each share owned. In accordance with IRC Section 307(a), each shareholder is required to allocate the aggregate tax basis in his or her shares, held immediately prior to the six-for-one stock split, among the share of stock held immediately after the six-for-one stock split. As a result, the number of shares held by each shareholder were multiplied by six, but each shareholder's total tax basis and proportionate interest in the Company remained the same. As such, after the transaction, each shareholder will multiply the basis in each share of stock held before the stock split by 16.67% to determine the basis in each share of stock held after the stock split.**

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 ► **We caution that this is not tax advice and is provided only as guidance. Investors should consult their tax advisor regarding this transaction, as further discussed below. A shareholder will multiply the basis in each share held before the stock split by 16.67% to determine the basis, after the stock split, in that original share and the additional shares distributed in the stock split. If the original shares were purchased at different times and prices, the basis for the dividend shares is determined by allocating to each lot of original stock the proportionate amount of the stock dividend attributable to it and multiplying the basis in that stock by 16.67%. The record date for the split was March 21, 2025, and the distribution date was March 28, 2025 (after the close of market). The data that supports this calculation is each shareholder's basis immediately before the distribution and the number of shares issued in the distribution.**

**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 applicable Internal Revenue Code sections upon which the tax treatment is based are IRC Sections 305(a) and 307(a). Under IRC Section 305(a), the distribution is not taxable to shareholders. Under IRC Section 307(a), each shareholder's basis in his or her pre-split stock (old stock) must be allocated between the stock received as a result of the stock split (new stock) and the old stock.

**18** Can any resulting loss be recognized? ▶

For U.S. Federal income tax purposes, no loss may be recognized by shareholders in connection with the six-for-one stock split. The laws of jurisdictions other than the United States may impose income taxes on the receipt of additional shares. As such, investors should consult their tax advisors with respect to the potential tax consequences in light of their individual circumstances.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

The reportable tax year is 2025 for shareholders reporting taxable income on a calendar year basis. For shareholders reporting taxable income on a basis other than calendar year, the reportable year is the shareholder's tax year that includes March 28, 2025.

**Sign Here**

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.

Signature ▶

*Karen Hartje*

Date ▶

4/29/2025

Print your name ▶ Karen Hartje

Title ▶ Chief Financial Officer

**Paid Preparer Use Only**

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if self-employed PTIN

Firm's name ▶

Firm's EIN ▶

Firm's address ▶

Phone no.

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