Form **8937** (December 2017)

(December 2017)

Department of the Treasury Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

➤ See separate instructions.

OMB No. 1545-0123

Part Reporting I	ssuer			
1 Issuer's name		2 Issuer's employer identification number (EIN)		
BAB, Inc.		36-4389547		
3 Name of contact for additional information 4		4 Telephon	e No. of contact	5 Email address of contact
Geri Conn			847-948-7520	gconn@babcorp.com
6 Number and street (or P	O. box if mail is no	7 City, town, or post office, state, and ZIP code of contact		
500 Lake Cook Road		Deerfield, IL 60015		
8 Date of action				
2020	Distribu	Distributions affecting basis of stock		
10 CUSIP number 11 Serial number(s)		(s)	12 Ticker symbol	13 Account number(s)
055183			BABB	
the action ► Organiza The action ► Organi Determination was based	zation made 2020 (ash distribut	ions that will not be taxa	date against which shareholders' ownership is measured for ble as a dividend to the shareholders.
	***************************************		***************************************	
		·	4	
15 Describe the quantita share or as a percent 2020 return of capital percent	age of old basis 🕨 🛚	nvestor will r	need to reduce basis in e	curity in the hands of a U.S. taxpayer as an adjustment per ach share of stock by the return of capital percentage.

16 Describe the calculate	ion of the change in	basis and the	e data that supports the ca	loulation, such as the market values of securities and the
valuation dates ➤ Re	eturn of capital per-	centage inclu	ded our taxable earnings the cash distributions ar	and profit computed through December 31, 2020. e in excess of taxable earnings and profit.
The return of capital perc	ernage represents	. percentago		

Form 893				Page 2			
Part li	O	rganizational Action (conti	nued)				
	st the a	pplicable Internal Revenue Code s	section(s) and subsection(s) upon which	the tax treatment is based ▶			
301(0),	12(0),	V (V(U)					
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							
18 Ca	an anv	resulting loss be recognized?					
No	air cairy	resuming 1033 De recognized:					
			1,000				
	•••••						
***************************************			<u> </u>				
·····							
	~~~~			,			
***************************************							
19 Pi	rovide	any other information necessary to	implement the adjustment, such as the	e reportable tax year ►			
		le tax year for investors is 2020.	· · · · · · · · · · · · · · · · · · ·				
				,			
,							
		***************************************					
**************************************	Unde	r penalties of periury, I declare that I h	ave examined this return, including accompa	anying schedules and statements, and to the best of my knowledge an			
	belief	, it is true, correct, and complete. Deck	aration of preparer (other than officer) is based	d on all information of which preparer has any knowledge.			
Sign		U. 11.		1/27/2			
Here	Signa	nature > Alcaldeni Con Date > 1/27/21					
				•			
	Print	your name ➤ Geraldine Conn		Title ► Chief Financial Officer			
Paid		Print/Type preparer's name	Preparer's signature	Date Check I if PTIN			
Prepa	arer	4,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		self-employed			
Use (		Firm's name ►.		Firm's EIN ►			
	_	Firm's address ►		Phone no.			
Send F	orm 89	37 (including accompanying state	ments) to: Department of the Treasury, I	Internal Revenue Service, Ogden, UT 84201-0054			

Page 2