

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  Mercer International Inc		<b>2</b> Issuer's employer identification number (EIN)  91-6087550	
<b>3</b> Name of contact for additional information  Genevieve Stannus	<b>4</b> Telephone No. of contact  604-639-4605	<b>5</b> Email address of contact  gstannus@mercerint.com	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  #282 - 14900 Interurban Ave S.		<b>7</b> City, town, or post office, state, and ZIP code of contact  Seattle, WA 98168	
<b>8</b> Date of action  Calendar year 2019		<b>9</b> Classification and description  Distribution - Common Shares	
<b>10</b> CUSIP number  588056101	<b>11</b> Serial number(s)  N/A	<b>12</b> Ticker symbol  MERC	<b>13</b> Account number(s)  N/A

**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 ▶ **Date(s) of action**

Record Date	Payable Date	Description
27/03/2019	3/04/2019	On the payable date, the issuer made a cash distribution of \$0.125 per share of common stock
24/06/2019	3/07/2019	On the payable date, the issuer made a cash distribution of \$0.1375 per share of common stock
25/09/2019	2/10/2019	On the payable date, the issuer made a cash distribution of \$0.1375 per share of common stock
12/12/2019	19/12/2019	On the payable date, the issuer made a cash distribution of \$0.1375 per share of common stock

**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 ▶

On each payable date, 100% of the cash distributions were taxable dividends. No part of the distributions were a non-taxable return of capital and none of the distributions reduced the basis of shares

**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 ▶

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ \_\_\_\_\_  
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18 Can any resulting loss be recognized? ▶ \_\_\_\_\_  
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19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ \_\_\_\_\_  
**N/A**  
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**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 ▶ G Stannus Date ▶ January 21, 2020  
Print your name ▶ Genevieve Stannus Title ▶ Treasurer

<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.