

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Fleetwood Bank Corporation		2 Issuer's employer identification number (EIN) 23-2376224	
3 Name of contact for additional information Kimberly A Moyer	4 Telephone No. of contact 610-944-7666	5 Email address of contact kmoyer@fleetwoodbank.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact PO Box 105		7 City, town, or post office, state, and ZIP code of contact Fleetwood, PA 19522	
8 Date of action April 3, 2020		9 Classification and description Stock-Common	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol FLEW	13 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 ▶ On February 19, 2020 Fleetwood Bank Corporation declared a 5% stock dividend payable on April 3, 2020 to shareholders of record at March 28, 2020.

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 ▶ Shareholders received an additional .05 share for every share owned (1 share for 20). Fractional shares created by the stock dividend were paid in cash.

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 ▶ After the stock dividend a shareholder would have 5% more shares. Their cost per share would be reduced by 5% and would be reduced by the basis allocable to the fractional shares.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____

305(a) and 1016(a)(4)

18 Can any resulting loss be recognized? ▶ _____

Any loss would be recognized only if cash received for fractional shares was less than the basis allocated to these fractional shares.

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

Reportable tax year 2020

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 ▶  Date ▶ 4-16-20

Print your name ▶ Timothy P Snyder Title ▶ President/CEO

Paid Preparer Use Only

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.	