

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name DallasNews Corporation		2 Issuer's employer identification number (EIN) 38-3765318	
3 Name of contact for additional information Cathy Collins	4 Telephone No. of contact 214-977-8681	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact P.O. Box 224866		7 City, town, or post office, state, and ZIP code of contact Dallas, TX 75222-4866	
8 Date of action 03/01/24		9 Classification and description Cash distributions to the holders of DallasNews Corporation Common Stock	
10 CUSIP number 235050101	11 Serial number(s)	12 Ticker symbol DALN	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 ▶
DallasNews Corporation distributed cash to holders of its common stock on March 1, 2024 (\$0.16 per share). The distributions made during 2024 were in excess of DallasNews Corporation's current and accumulated earnings and profits and are considered non-dividend distributions.

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 ▶
Based on information available at this time, DallasNews Corporation's current and accumulated earnings and profits at the end of 2024 are insufficient to characterize any of the 2024 distributions as a dividend and 100% would be considered non-dividend distributions.

		Cash	Dividend	Dividend	Non-Dividend	Non-Dividend
		Distribution	Distribution	Distribution	Distribution	Distribution
Record Date	Payment Date	Per Share	Percentage	Per Share	Percentage	Per Share
02/09/2024	03/01/2024	\$0.16	0.000%	\$0.00	100.000%	\$0.16

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 ▶
Cash distributions made by a corporation are generally treated as a taxable dividend under Internal Revenue Code Section 312, to the extent of current or accumulated earnings and profits at the end of the tax year in which the distributions were made. All of the cash distributions made by the Company in calendar year 2024 to its common stock shareholders were in excess of earnings and profits and are a 100% non-taxable return of capital, to the extent of the shareholder's basis. Accordingly, these distributions will first reduce the basis to the extent of the shareholder's basis in such shares. Once the basis is exhausted, any excess distributions will be treated as a taxable capital gain.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
Internal Revenue Code Sections 301(c) and 316(a)


18 Can any resulting loss be recognized? ▶
No

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
Any adjustment to basis would be taken into account in the tax year of the shareholder during which the distribution was received (e.g. 2024 for calendar year taxpayers).

Shareholders should consult with their tax advisor to determine the tax consequences as it relates to their individual circumstances.

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 ▶ 1/14/25
Print your name ▶ Cathy Collins Title ▶ CFO

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.			