Form **8937**
(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 I Reporting Issuer

1 Issuer's name NEXXEN INTERNATIONAL LTD.		**2** Issuer's employer identification number (EIN) N/A
3 Name of contact for additional information MARICELA ZAVALA	**4** Telephone No. of contact (425) 279-1222	**5** Email address of contact legal@nexxen.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 82 YIGAL ALON ST.		**7** City, town, or post office, state, and ZIP code of contact TEL AVIV, 6789124, ISRAEL
8 Date of action 14 February 2025	**9** Classification and description REVERSE SPLIT AND EXCHANGE AND TERMINATION OF ADR FACILITY	

10 CUSIP number	**11** Serial number(s)	**12** Ticker symbol	**13** Account number(s)
89484T104	N/A	NEXN	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 ▶ ON FEBRUARY 14, 2025, THE COMPANY EXECUTED A REVERSE SPLIT OF ITS ORDINARY SHARES SUCH THAT EVERY TWO ORDINARY SHARES, PAR VALUE NIS 0.01 PER SHARE, HELD AT THE TIME OF THE REVERSE SPLIT CONSOLIDATED INTO ONE NEW ORDINARY SHARE, PAR VALUE NIS 0.02 PER SHARE (THE "NEW ORDINARY SHARES") TO FACILITATE A ONE-TO-ONE AMERICAN DEPOSITARY RECEIPT ("ADR") EXCHANGE. THEREAFTER, THE COMPANY EXCHANGED ITS NASDAQ-LISTED ADRS FOR NASDAQ-LISTED NEW ORDINARY SHARES AND TERMINATED ITS ADR FACILITY.
ON FEBRUARY 17, 2025, THE COMPANY'S AIM-LISTED DEPOSITORY INTERESTS REPRESENTING THE COMPANY'S OLD ORDINARY SHARES WERE CANCELLED FROM ADMISSION TO TRADING ON THE AIM MARKET OF THE LONDON STOCK EXCHANGE.

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 ▶
AS A RESULT OF THE REVERSE STOCK SPLIT, SHAREHOLDERS WILL BE REQUIRED TO ALLOCATE THE AGGREGATE TAX BASIS IN ORDINARY SHARES HELD IMMEDIATELY PRIOR TO THE REVERSE STOCK SPLIT AMONG THE ORDINARY SHARES HELD IMMEDIATELY AFTER THE TRANSACTION.

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 ▶ WHILE THE BASIS 'PER SHARE' IS IMPACTED, THE BASIS OF THE SHAREHOLDER'S TOTAL INVESTMENT REMAINS UNCHANGED. THE SHAREHOLDER'S PER SHARE COST BASIS OF THEIR NEWLY ACQUIRED SHARE IS 200% OF THE ORIGINAL PER SHARE COST BASIS. FOR INSTANCE, IF THE SHAREHOLDER'S PER SHARE COST BASIS IS $100 BEFORE THE REVERSE STOCK SPLIT, THE PER SHARE COST BASIS WILL BE $200 AFTER THE REVERSE STOCK SPLIT. SHAREHOLDERS WITH BLOCKS OF PRE-SPLIT COMMON STOCK NOT DIVISIBLE BY 2 WHICH REFLECT PRE-SPLIT ORDINARY SHARES ACQUIRED AT DIFFERENT TIMES OR DIFFERENT PRICES MUST REPLICATE SUCH BLOCKS OF PRE-SPLIT ORDINARY SHARES RECEIVED PURSUANT TO A FORMULA PROVIDED IN TREASURY REGULATIONS THAT SEEKS TO PRESERVE, TO THE GREATEST EXTENT POSSIBLE, THE BASIS OF A PARTICULAR BLOCK OF PRE-SPLIT COMMON STOCK IN ONE OR MORE POST-SPLIT COMMON STOCK SHARES RECEIVED IN EXCHANGE THEREFOR. THIS MAY REQUIRE THE AGGREGATE BASIS IN ONE BLOCK OF PRE-SPLIT COMMON STOCK TO BE ALLOCATED TO POST-SPLIT COMMON STOCK IN A MANNER WHERE SOME POST-SPLIT COMMON STOCK MAY HAVE SPLIT BASIS AND HOLDING PERIOD SEGMENTS.

Part II **Organizational Action** *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
IRC SECTIONS 368(a) and 354(a).

18 Can any resulting loss be recognized? ▶ THE REVERSE STOCK SPLIT IS NON-TAXABLE AND THEREFORE NO GAIN OR LOSS IS RECOGNIZED AS A RESULT OF THE TRANSACTION

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ THE REPORTABLE YEAR IN WHICH THE REVERSE STOCK SPLIT OCCURRED IS 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 ▶ sagi niri
sagi niri (Mar 25, 2025 14:50 GMT+2)

Date ▶ Mar 25, 2025

Print your name ▶ sagi niri

Title ▶ CFO

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