

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Permix Therapeutics Holdings, Inc.		33-0724736	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Graham G. Miao, Ph.D.	(800) 793-2145	gmiao@permixtx.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
10 North Park Place, Suite 201		Morristown, NJ 07960	
8 Date of action		9 Classification and description	
October 13, 2016		1:10 Reverse Stock Split	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
71426V 306	N/A	NASDAQ: PTX	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 October 13, 2016, Permix Therapeutics Holdings, Inc., ("PTX") filed Articles of Amendment to PTX's charter to effect a one-for-ten reverse stock split of the outstanding shares of common stock. Each outstanding share of PTX stock automatically converted into 1/10th of a share of common stock. Fractional share holdings were rounded up to the nearest whole number.

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, PTX's stockholders will be required to allocate the aggregate tax basis in their shares of PTX stock held immediately prior to the reverse stock split among the shares of PTX stock held immediately after the reverse stock split. In general, a stockholder's aggregate tax basis in his, her, or its shares of PTX stock held immediately prior to the reverse stock split should be allocated proportionately to the shares of PTX stock held immediately after the reverse stock split. Stockholders who acquired their shares of PTX stock on different dates or at different prices should consult their tax advisors regarding the allocation of the tax basis of such 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 ▶ In general, a stockholder's aggregate tax basis in his, her, or its shares of PTX stock held immediately prior to the reverse stock split should be allocated proportionately to the shares of PTX stock held immediately after the reverse stock split. A stockholder's per share tax basis would generally equal the quotient of the stockholder's aggregate tax basis over the number of shares issued to such stockholder pursuant to the reverse stock split. Stockholders who acquired their shares of PTX stock on different dates or at different prices should consult their tax advisors regarding the allocation of the tax basis of such 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 ▶ The tax treatment of PTX's reverse stock split is determined pursuant to Sections 368(a)(1)(E) and 354(a)(1) of the Internal Revenue Code. The adjustment to a stockholder's basis in his, her, or its shares of PTX stock is determined pursuant to Section 358 of the Internal Revenue Code. Stockholders should consult their tax advisors regarding the particular tax consequences of the reverse stock split to them.

18 Can any resulting loss be recognized? ▶ Stockholders will generally not recognize gain or loss as a result of the reverse stock split.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year is 2016.

The information set forth in this Form 8937 does not purport to be a complete summary of the tax consequences of the reverse stock split to stockholders, does not address all tax consequences that may be relevant to stockholders in light of their particular circumstances, and does not constitute tax advice. Stockholders should consult their tax advisors regarding the particular tax consequences of the reverse stock split to them.

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 ▶ 11/02/16

Print your name ▶ Graham G. Miao, Ph.D. Title ▶ President and Chief Financial Officer

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.