



**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ PURSUANT TO IRC SECTION 301(C)(1), THE PORTION OF A DISTRIBUTION WHICH IS A DIVIDEND (AS DEFINED UNDER IRC SECTION 316) IS INCLUDABLE IN GROSS INCOME. PURSUANT TO IRC SECTION 301 (C) (2), THE PORTION OF THE DISTRIBUTION WHICH IS NOT A DIVIDEND SHALL BE APPLIED AGAINST AND REDUCE THE ADJUSTED BASIS OF THE STOCK.

18 Can any resulting loss be recognized? ▶ NOT APPLICABLE TO THIS TRANSACTION. NO LOSS WOULD BE RECOGNIZED ON THE RETURN OF CAPITAL DISTRIBUTIONS. THE SHAREHOLDER'S COST BASIS SHOULD BE ADJUSTED TO REFLECT THE RETURN OF CAPITAL DISTRIBUTION WHICH MAY AFFECT REALIZED GAIN OR LOSS UPON DISPOSITION OF THE SHARES.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ PURSUANT TO IRC SECTION 6045, AS AMENDED BY THE EMERGENCY ECONOMIC STABILIZATION ACT OF 2008, BROKERS ARE REQUIRED TO REFLECT THESE ADJUSTMENTS IN THE COST BASIS REPORTING FOR COVERED SECURITIES. IF A BROKER IS NOT REQUIRED TO PROVIDE COST BASIS TO A PARTICULAR SHAREHOLDER, THE COST BASIS OF THE SHAREHOLDER'S SHARES SHOULD BE ADJUSTED AS OF THE DIVIDEND DATE TO REFLECT THE RETURN OF CAPITAL DESCRIBED ABOVE.

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 ▶ A Signed Copy is Maintained by Issuer Date ▶ 10/01/2018  
Treasurer, Principal Financial  
Print your name ▶ FRANK WATERHOUSE Title ▶ Officer, Principal Act 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 ▶		Phone no.	
Firm's address ▶				

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

**Highland/iBoxx Senior Loan ETF**  
Supplemental Attachment to Form 8937

**EIN: 46-0691501**

Cusip 430101774  
Ticker SNLN

Part II, Question 14

Detail of the distributions paid during the fiscal year ending June 30, 2018 is described below:

Ex-Date	Record Date	Payable Date	Amount	% Taxable Distribution	Taxable Dividend Amount	% Return of Capital Distribution	Return of Capital Amount
01/12/2018	01/16/2018	01/31/2018	\$0.065076	98.59%	\$ 0.064158	1.41%	\$ 0.000918
02/15/2018	02/16/2018	02/28/2018	\$0.066631	98.59%	\$ 0.065691	1.41%	\$ 0.000940
03/15/2018	03/16/2018	03/29/2018	\$0.070257	98.59%	\$ 0.069266	1.41%	\$ 0.000991
04/13/2018	04/16/2018	04/30/2018	\$0.069948	98.59%	\$ 0.068962	1.41%	\$ 0.000986
05/15/2018	05/16/2018	05/31/2018	\$0.075341	98.59%	\$ 0.074279	1.41%	\$ 0.001062
06/15/2018	06/18/2018	06/29/2018	\$0.077834	98.59%	\$ 0.076736	1.41%	\$ 0.001098