



**Nordic
American
Tankers**

February 21, 2022

Characterization of distribution 2021

A distribution by a corporation to its shareholders is treated as a dividend for US federal income tax purposes to the extent it comes from current or accumulated earnings and profits and thereafter as a return of capital to the extent of a shareholder's basis in his shares. A distribution that exceeds current or accumulated earnings and profits and the shareholder's basis will be treated as return of capital. If the amounts distributed exceed a shareholder's adjusted U.S. federal income tax basis in its shares, then such shareholder will recognize capital gain for U.S. federal income tax purposes. For additional information you are urged to review the discussion of taxation in our annual report, available on our website.

In 2021 Nordic American Tankers Limited ("NAT") distributed a total of \$9.7 million to its shareholders. Based on the fact that NAT had no current or accumulated E&P at the time of these distributions, NAT believes that all of these distributions are treated as a return of capital for U.S federal income tax purpose.

NAT is a non-US company. You should consult your tax advisor regarding the federal, state, local and other tax consequences of those distributions.

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Nordic American Tankers Limited		2 Issuer's employer identification number (EIN) 98-0500048	
3 Name of contact for additional information Bjørn Giæver	4 Telephone No. of contact +47 33 42 73 00	5 Email address of contact bg@scandiamerican.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact LOM Building, 27 Reid Street		7 City, town, or post office, state, and ZIP code of contact Hamilton, HM11, Bermuda	
8 Date of action See below	9 Classification and description Common Stock		
10 CUSIP number G65773106	11 Serial number(s) N/A	12 Ticker symbol NAT	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 ▶ **During the year ended 2021, Nordic American Tankers Limited ("NAT") declared the following cash distributions per share for the common shareholders of record for the specific dates:**

Date of record:	Amount per Share:	Payment date:
March 12, 2021	\$0.02	March 31, 2021
June 4, 2021	\$0.02	June 18, 2021
September 24, 2021	\$0.01	October 14, 2021
December 7, 2021	\$0.01	December 21, 2021

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 ▶ **Dividends paid in excess of the current and accumulated earnings and profits of corporation reduce the basis of the shares the corporation pursuant to Internal Revenue Code ("IRC") 301(c)(2) and 316(a)**

Based on NAT's current and accumulated earnings and profits the distribution per share as of the dates of record reduce the basis of each common shareholder as follows:

- \$0.02 per share on March 12, 2021**
- \$0.02 per share on June 4, 2021**
- \$0.01 per share on September 24, 2021**
- \$0.01 per share on December 7, 2021**

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 ▶ **Based on NAT's accumulated earnings and profits for the year ended December 31, 2021, the distributions per common share should reduce the basis of each common share held by each shareholder as described in item 15.**

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 301 (c) and 316

18 Can any resulting loss be recognized? ▶ For U.S. federal income tax purposes, the distributions will not result in any tax losses for any common shareholder of NAT.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year, Shareholders should reduce their basis in each common share held as provided in item 15 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 ▶ [Handwritten Signature] Date ▶ Feb 21st 2024
 Print your name ▶ Herbjørn Hansson Title ▶ Founder, Shairman & 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.			

[Handwritten Initials]