

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ See attachment.

18 Can any resulting loss be recognized? ▶ See attachment.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ See attachment.

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 ▶ _____

Paid Preparer Use Only	Print your name ▶	Preparer's signature	Date ▶	Check <input type="checkbox"/> if self-employed	PTIN
	D. Ian Bristol	<i>D. Ian Bristol</i>	5/16/2019		P00743466
	Firm's name ▶ KPMG LLP			Firm's EIN ▶	13-5565207
	Firm's address ▶ 3975 Freedom Circle Drive, Suite 100 Santa Clara, CA 95054			Phone no.	(408) 367-5764

Tesla, Inc.
EIN 91-2197729

ATTACHMENT TO FORM 8937 – PART II
REPORT OF ORGANIZATIONAL ACTIONS AFFECTING BASIS OF SECURITIES

CONSULT YOUR TAX ADVISOR

The information contained herein is being provided pursuant to the requirements of Section 6045B of the Internal Revenue Code of 1986, as amended (the “Code”), and includes a general summary regarding the application of certain U.S. federal income tax laws and regulations relating to the effects of the Acquisition (as defined below) on the tax basis of Target (as defined below) stock exchanged for Tesla (as defined below) stock and cash received in the Acquisition. The information contained herein does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to particular categories of shareholders. Neither Tesla nor Target provides tax advice to its shareholders. The example provided below is illustrative and is being provided pursuant to Section 6045B of the Code and as a convenience to shareholders and their tax advisers when establishing their specific tax position. You are urged to consult your own tax adviser regarding the particular consequences of the Acquisition to you, including the applicability and effect of all U.S. federal, state and local tax laws and foreign tax laws.

Form 8937, Part II, Box 14:

On May 16, 2019 (the “Closing Date”), upon the terms and subject to the conditions set forth in the Agreement and Plan of Merger (the “Merger Agreement”), dated as of February 3, 2019, among Tesla, Inc. (“Tesla”), Maxwell Technologies, Inc. (“Target”), and Cambria Acquisition Corp., a wholly-owned subsidiary of Tesla (“Acquisition Sub”), and in accordance with applicable law, the following events occurred: Acquisition Sub merged with and into Target with Target surviving as a wholly-owned subsidiary of Tesla, Inc. (“the Acquisition”). The Acquisition is considered an integrated transaction pursuant to a plan of reorganization and is treated as a tax-deferred reorganization within the meaning of IRC Section 368(a). Additional detail is available upon request.

Form 8937, Part II, Box 15:

The shareholders of Target will have a carryover basis in the stock received (i.e., stock of Tesla) equal to the basis in the stock relinquished (i.e., stock of Target) subject to any non-qualifying consideration received. For further explanation, see Question 16. A., below.

Form 8937, Part II, Box 16:

Under IRC Section 358, the basis of Tesla stock received by Target shareholders will have the same basis as the Target stock surrendered in the exchange, less cash received (if any), plus any gain recognized on the exchange.

Form 8937, Part II, Box 17:

IRC Sections 354, 358, 368, 1032, and 1223

Form 8937, Part II, Box 18:

Under IRC Section 358, gain, but not loss, can be recognized.

Form 8937, Part II, Box 19:

The stock basis adjustments are generally taken into account in the tax year of the shareholder in which the Acquisition occurred.