

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

► See separate instructions.

## Part I Reporting Issuer

|  |                                   |   |                             |
|--|-----------------------------------|---|-----------------------------|
| <b>1</b> Issuer's name   |                                   | <b>2</b> Issuer's employer identification number (EIN)              |                             |
| Douglas Elliman Inc.   |                                   | 87-2176850  |                             |
| <b>3</b> Name of contact for additional information  | <b>4</b> Telephone No. of contact | <b>5</b> Email address of contact                                   |                             |
| James B. Kirkland III  | 305-579-8000                      | tax@dougcorp.com  |                             |
| <b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact |                                   | <b>7</b> City, town, or post office, state, and ZIP code of contact |                             |
| 4400 Biscayne Blvd, 10th Floor   |                                   | Miami, FL 33137   |                             |
| <b>8</b> Date of action  |                                   | <b>9</b> Classification and description                             |                             |
| 3/31/2023  |                                   | Common Stock  |                             |
| <b>10</b> CUSIP number   | <b>11</b> Serial number(s)        | <b>12</b> Ticker symbol   | <b>13</b> Account number(s) |
| 25961D105  |                                   | DOUG  |                             |

## 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 March 31, 2023, Douglas Elliman Inc. ("DOUG") distributed \$0.05 per share of common stock to its stockholders.
- 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 ► Douglas Elliman Inc. has determined that of such distribution described above, all of its distributions paid in 2023 on its common stock were nontaxable returns of capital under Internal Revenue Code ("IC") Section 301(c)(2). Generally, the portion of the distribution of common stock that is treated as a return of capital should reduce the tax basis in shares of common stock up to a stockholder's adjusted basis in the common stock with any excess treated as capital gains pursuant to IRC Section 301(c)(3).
- 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 ► As described above, Douglas Elliman Inc. has determined that of such distributions above, all will be treated as a return of capital under IRC Section 301(c)(2).

| Record Date | Payment Date | Common Share Distribution | 2023 Taxable Dividend | 2023 Return of Capital |
|-------------|--------------|---------------------------|-----------------------|------------------------|
| 03/23/2023  | 03/31/2023   | \$0.05                    | \$0.00                | \$0.05                 |

**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 Section 301(c) and 316(a).

**18** Can any resulting loss be recognized? ▶ No

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ N/A

**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 ▶ \_\_\_\_\_ Date ▶ \_\_\_\_\_

Print your name ▶ JAMES B. KIRKLAND III

Title ▶ SVP, CFO, AND TREASURER

**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.                                       |      |