

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 ▶ Eric Schoen Date ▶ 1/25/24
Print your name ▶ Eric Schoen Title ▶ CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Logan H. Gearheart	<u>Logan H Gearheart</u>	1/25/2024		P01251285
	Firm's name ▶ ERNST & YOUNG U.S. LLP	Firm's EIN ▶ 34-6565596		Phone no. 512-478-9881	
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ATTACHMENT TO FORM 8937

9. Classification and description

- a) Warrants
- b) Common stock

10. CUSIP number

- a) 14817C115
- b) 14817C107

12. Ticker Symbol

- a) SAVAW
- b) SAVA

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 January 3, 2024 (the "Distribution Date"), Cassava Sciences, Inc. (the "Company") made a distribution (the "Warrant Distribution") to the holders of record of the Company's shares of common stock, par value \$0.001 per share (the "Common Stock"), in the form of warrants to purchase shares of Common Stock (the "Warrants"). The Warrants were issued on the terms and conditions described in the Warrant Agreement, dated as of January 3, 2024, between the Company and Computershare Trust Company, N.A., as Warrant Agent. Each holder of record of Common Stock as of December 22, 2023 (the "Record Date") received four Warrants for every ten shares of Common Stock (rounded down for any fractional Warrant) owned on the Record Date. Each Warrant entitles the holder thereof to purchase from the Company one share of Common Stock. An additional bonus one-half share of common stock will be issued upon exercise if the Warrant is exercised within the time period ending on the Bonus Share Expiration Date (as defined in the Prospectus Supplement related to issuance and sale of Common Stock pursuant to the exercise of the Warrants). The Warrants have an initial exercise price of \$33.00 per Warrant, subject to certain adjustments.

For U.S. federal income tax purposes, the Warrant Distribution is intended to be treated as a nontaxable distribution under Section 305(a) of the Internal Revenue Code, as amended (the "Code"). The remainder of this Form 8937 assumes that such treatment is correct.

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.

Except as described in the following sentence, a holder's basis in the Warrants received in the Warrant Distribution will be zero. However, a holder's aggregate basis in its Common Stock will be allocated between such Common Stock and the Warrants received with respect to such Common Stock in proportion to their respective fair market values on the Distribution Date if either (i) the fair market value of the Warrants on the Distribution Date is at least 15% of the fair market value of the related shares of Common Stock on the Distribution Date, or (ii) the holder irrevocably elects, on its U.S. federal

income tax return for the tax year that includes the Distribution Date, to allocate a portion of the holder's basis in its Common Stock to the Warrants received with respect to such Common Stock.

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.

U.S. federal income tax law does not specify the manner in which the fair market values of the Warrants and the Common Stock on the Distribution Date are to be determined. One approach is to take the average of the high and low trading prices of the Warrants and the Common Stock, respectively, on the first date on which the Warrants were traded (*i.e.*, January 4, 2024), which was \$3.09 for a Warrant and \$23.15 for a share of Common Stock. Under this approach, taking into account the distribution ratio in the Warrant Distribution, the fair market value of the Warrants on the Distribution Date is approximately 5.3% of the fair market value of the related shares of Common Stock on the Distribution Date.

Other approaches may be reasonable, and the Company is not taking a position as to the exact fair market values of the Warrants and the Common Stock on this Form 8937 for U.S. federal income tax purposes. However, in all events, the Company intends to treat the fair market value of the Warrants as less than 15% of the fair market value of the related shares of Common Stock on the Distribution Date, with the result that the basis of each Warrant is zero unless a holder elects to allocate basis to the Warrants as described above in Part II, Line 15.

17. List the applicable Internal Revenue Code section(s) upon which the tax treatment is based.

Sections 305(a) and 307 of the Code.

18. Can any resulting loss be recognized?

Holders will not recognize any loss in connection with the receipt of Warrants in the Warrant Distribution.

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

The reportable tax year for a holder is the holder's tax year that includes the Distribution Date. For a holder whose tax year is the calendar year, the reportable tax year is the calendar year ending December 31, 2024.