

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

► See separate instructions.

Part I Reporting Issuer

| | | | |
|--|--|--|---|
| 1 Issuer's name DIVERSIFIED GAS & OIL PLC | | 2 Issuer's employer identification number (EIN) 98-1338124 | |
| 3 Name of contact for additional information ERIC M. WILLIAMS | 4 Telephone No. of contact 1-205-408-0909 | 5 Email address of contact Ewilliams@dgasoil.com | |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact P.O. BOX 381087 | | 7 City, town, or post office, state, and ZIP code of contact BIRMINGHAM, AL 35238 | |
| 8 Date of action See Below | | 9 Classification and description Return of Capital Cash Distribution | |
| 10 CUSIP number GB00BYX7JT74 (ISIN) | 11 Serial number(s) N/A | 12 Ticker symbol DGOC | 13 Account number(s) N/A |

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 ► **Return of capital cash distribution approved by Board of Directors based on recorded dates under Part II, item 15.**

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 ►

| Declared | Ex-Date | Record | Payable | Per Share Amount |
|----------|----------|----------|----------|------------------|
| 06/15/17 | 07/06/17 | 07/07/17 | 07/31/17 | \$0.0199 |
| 09/11/17 | 11/16/17 | 11/17/17 | 12/20/17 | \$0.0199 |

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 ► **Change in basis equals return of capital cash distribution**

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 312

18 Can any resulting loss be recognized? ▶ No

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ Year ended December 31, 2017

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 ▶ _____

Print your name ▶ ERIC M. WILLIAMS Title ▶ CFO

| | | | | | |
|--|---------------------------------|--------------------------------|------------------|---|------------------|
| Paid Preparer Use Only | Print/Type preparer's name | Preparer's signature | Date | Check <input type="checkbox"/> if self-employed | PTIN |
| | <u>CHARLES B. FREEMAN II</u> | <u>Charles B. Freeman II</u> | <u>3/12/2018</u> | | <u>P00430353</u> |
| | Firm's name ▶ <u>RSM US LLP</u> | Firm's EIN ▶ <u>42-0714325</u> | | Phone no. <u>205-278-0001</u> | |
| Firm's address ▶ <u>216 SUMMIT BOULEVARD, STE 300 BIRMINGHAM, AL 35243</u> | | | | | |