

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  PDC Energy, Inc.		<b>2</b> Issuer's employer identification number (EIN)  95-2636730	
<b>3</b> Name of contact for additional information  PDC Investor Relations	<b>4</b> Telephone No. of contact  303-860-5800	<b>5</b> Email address of contact  IR@pdce.com	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  1775 Sherman St. Suite 3000		<b>7</b> City, town, or post office, state, and ZIP code of contact  Denver, CO 80203	
<b>8</b> Date of action  6/24/2021, 9/22/2021		<b>9</b> Classification and description  1.125% Convertible Senior Note Due 2021	
<b>10</b> CUSIP number  69327RAD3	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  PDCE	<b>13</b> 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 ▶ The issuer paid dividends in 2021 to holders of its common stock as follows:

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\$0.12 per share, Record date of 6/10/2021, and Payable on 6/24/2021

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\$0.12 per share, Record date of 9/8/2021, and Payable on 9/22/2021

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The conversion rate on the 1.125% Convertible Senior Notes due September 2021 (the "Convertible Senior Notes") was adjusted for these dividend distributions. However, there is no deemed distribution of property to holders of the Convertible Senior Notes as a result of this de minimis conversion rate adjustment and these dividends did not impact the convertible noteholders' basis.

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**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 ▶ There is no change to the convertible noteholders' basis.

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**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 ▶ There is no change to the convertible noteholders' basis.

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**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 Sections 305(b)(2), 305(c), 301(c), 301(d), 316 and 1011

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**18** Can any resulting loss be recognized? ▶ No tax loss is expected to be recognized by the noteholders as a result of the dividends.

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**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ \_\_\_\_\_  
The reportable tax year is calendar year 2021.

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**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 ▶ Douglas Griggs Title ▶ CAO

<b>Paid Preparer Use Only</b>	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.