

Form **8937**
(December 2017)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Praxis Precision Medicines, Inc.		47-5195942	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Timothy Kelly	617-300-8460	tkelly@praxismedicines.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
99 High Street, 30th Floor		Boston, MA 02110	
8 Date of action		9 Classification and description	
11/28/2023		common stock	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
74006W 108		PRAX	

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 November 28, 2023, Praxis Precision Medicines, Inc. effected a 1-for-15 reverse stock split of its outstanding shares of common stock. No fractional shares of the new shares were issued in the reverse split. A shareholder who would have otherwise been entitled to receive a fractional share of our common stock as a result of the stock split was entitled to a cash payment in lieu thereof and was treated as having received and then immediately selling such fractional share for cash based on the closing fair market value of our common stock on November 28, 2023.

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 ▶ As a result of the reverse stock split, every 15 outstanding shares of our common stock were consolidated into 1 share of common stock. While a shareholder's basis in each share of common stock held is impacted, such shareholder's total basis in their shares of common stock did not change (except to the extent such shareholder received cash in lieu of a fractional share). Shareholders generally must allocate the aggregate tax basis in their shares of common stock held immediately prior to the reverse stock split among the shares of common stock held immediately after the reverse stock split (including any fractional share for which cash in lieu was received). Shareholders that acquired blocks of pre-split common stock at different times or at different prices should consult their tax advisors regarding such allocation. For fractional shares owners who received cash, impacted shareholders should consult their tax advisor.

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 ▶ See answer to line 15 above. Although a shareholder's basis in each share of common stock held is impacted, such shareholder's total basis in their shares of common stock remains unchanged, except to the extent such shareholder received cash in lieu of a fractional share. Shareholders generally must preserve, to the greatest extent possible, the basis of a particular block of pre-split shares of common stock in one or more post-split shares of common stock resulting from the reverse stock split. Shareholders that acquired blocks of pre-split common stock at different times or at different prices should consult their tax advisors.

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 368(a), 354(a), and 358(a) and Treasury Regulation Section 1.358-2(a).

18 Can any resulting loss be recognized? ▶
Shareholders of fractional shares should consider the tax impact of this transaction.
Shareholders should ultimately consult their tax advisor.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
The reportable year in which the reverse stock split occurred is 2023.

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

DocuSigned by:
Signature ▶ *Timothy Kelly* Date ▶ 09-Jan-2024 | 11:57 AM EST
59368E93E30C45C...
Print your name ▶ Timothy Kelly Title ▶ CFO

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.	