

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ I.R.C. SECTIONS 305 & 307

18 Can any resulting loss be recognized? ▶ N/A

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

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 ▶ *Bruce L. Rubin* Date ▶ 6/15/23
Print your name ▶ BRUCE L. RUBIN 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.

IRS Form 8937 (REPORT OF ORGANIZATIONAL ACTIONS AFFECTING BASIS FOR SECURITIES)

Attachments for Oxford Square Capital Corp.

June 15, 2023

PART II.

Box 14, Organizational Action

On May 24, 2023 (the "Distribution Date"), Oxford Square Capital Corp. ("OXSQ," the "Company," "we," or "us") commenced a rights offering to raise proceeds of up to \$50.0 million (the "rights offering"). Pursuant to the rights offering, each record date shareholder of the Company received one transferable subscription right ("right") for each 3 outstanding shares of common stock held as of 5:00 p.m. Eastern Time, on May 24, 2023 (the "record date"). Rights holders who fully exercised their basic subscription rights were entitled to subscribe for additional shares of the Company's common stock that remained unsubscribed as a result of any unexercised basic subscription rights (the "oversubscription right"). The rights offering expired at 5:00 p.m. Eastern Time, on June 14, 2023.

Box 15, Quantitative Effect

The U.S. federal income tax treatment of the receipt of a right by a stockholder is subject to uncertainty. While not free from doubt, OXSQ is taking the position that the receipt of a right is not treated as a taxable distribution for U.S. federal income tax purposes. OXSQ is taking the position that the fair market value of each right on the date of receipt is less than 15 percent of the aggregate fair market value of the stockholder's existing shares of GBDC common stock. Accordingly, absent a U.S. federal income tax election under I.R.C. § 307(b) and Treas. Reg. § 1.307-1 to allocate basis by a stockholder, the rights should be allocated a zero basis for U.S. federal income tax purposes. OXSQ stockholders should read the U.S. federal income tax discussion in the Prospectus Supplement for the rights offering under "Federal Income Tax Consequences of the Offer", and consult their tax advisors, in light of their particular circumstances, regarding the U.S. federal income tax consequences of the rights offering. Responses 16-19 of this IRS Form 8937 assumes that a stockholder has not made the election under I.R.C. § 307(b) and Treas. Reg. § 1.307-1.

Box 16, Calculation

OXSQ has determined that the fair market value of the rights is less than 15 percent of the aggregate fair market value of the shares of OXSQ common stock to which it was distributed and, accordingly, absent an election by a shareholder, the basis of the rights is zero and no change in basis calculation is necessary.