

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Stella Jones Inc.		2 Issuer's employer identification number (EIN) 98-1026492	
3 Name of contact for additional information Éric Vachon	4 Telephone No. of contact 514 940-3903	5 Email address of contact evachon@stella-jones.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 3100 Côte-Vertu Blvd, Suite 300		7 City, town, or post office, state, and Zip code of contact St-Laurent (Québec) H4R 2I8	
8 Date of action October 21, 2013		9 Classification and description Stock Split	
10 CUSIP number 85853F 10 5	11 Serial number(s)	12 Ticker symbol SJ	13 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 Company has completed a four (4) to one (1) stock split by way of a stock dividend. Each holder of a Common Share has received three (3) additional Common Shares for each Common Share held on the Record Date. The Record Date was October 21, 2013.

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 ▶ Since it is a stock split, each shareholder now has 4 Common Shares for each Common Share previously held. The cost basis of the Common Share for a particular holder should thus be adjusted accordingly.

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 paragraphe 15)
The cost basis, prior to the stock split, of a particular Common Share held at that time should be divided by 4.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Pursuant to section 305 IRC the stock split or the distribution of stock to effect the stock split is not a taxable transaction.

Blank lines for providing applicable Internal Revenue Code section(s) and subsection(s).

18 Can any resulting loss be recognized? ▶ No.

Blank lines for providing information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The issuance of Common Shares to effect the stock split was made on October 25, 2013 to shareholders of record on October 21, 2013.

Blank lines for providing other information necessary to implement the adjustment.

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 Vachon Date ▶ October 28 - 2013
 Print your name ▶ Eric Vachon Title ▶ Senior vice-president and 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.			