

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

▶ See separate instructions.

**Part I Reporting Issuer**

|   |   |  |                      |
|---|---|--|----------------------|
| 1 Issuer's name<br><b>THE BARABOO BANCORPORATION, INC.</b>  |   | 2 Issuer's employer identification number (EIN)<br><b>39-1434200</b>                     |                      |
| 3 Name of contact for additional information<br><b>LOUISE LEE</b>   | 4 Telephone No. of contact<br><b>608-356-7703</b>       | 5 Email address of contact<br><b>LLEE@BARABOONATIONAL.COM</b>                            |                      |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact<br><b>PO BOX 50</b> |   | 7 City, town, or post office, state, and Zip code of contact<br><b>BARABOO, WI 53913</b> |                      |
| 8 Date of action<br><b>JUNE 13, 2012</b>  | 9 Classification and description<br><b>COMMON STOCK</b> |  |                      |
| 10 CUSIP number<br><b>067021105</b>   | 11 Serial number(s)                                     | 12 Ticker symbol<br><b>BAOB</b>  | 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 ▶

**STOCK DIVIDEND DECLARED JUNE 13, 2012 BY BOARD OF DIRECTORS**

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 ▶

**A STOCK DIVIDEND OF \$0.04 PER SHARE - JUNE 13, 2012**

**For example, if you own 1,000 shares of stock at four cents (\$.04) per share, the dollar value equals \$40.00. Based on the closing bid stock price of \$3.85 on the above date, you will receive 10.39 additional shares (\$40.00/\$3.85 = 10.39).**

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 ▶

**THE CHANGE IN BASIS IS CALCULATED AS FOLLOWS:**

**Divide the adjusted basis of the old stock by the number of shares of the old and new stock. The result is your basis for each share of stock.**

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ►  
**CODE SECTION 6045B - REQUIRES REPORTING BY ISSUERS OF STOCK WITH RESPECT TO ORGANIZATIONAL ACTIONS THAT AFFECT THE BASIS OF THE STOCK.**

**BARABOO BANCORPORATION ISSUED NON-TAXABLE COMMON STOCK DISTRIBUTIONS (DIVIDENDS) TO SHAREHOLDERS DURING 2012. PER IRS CODE SECTION 305(a), THESE DIVIDENDS ARE NON-TAXABLE.**

18 Can any resulting loss be recognized? ►

**NO INCOME OR LOSS IS RECOGNIZED UNTIL STOCK IS SOLD.**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ►

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 ► *Louise Lee* Date ► 7/30/12  
Print your name ► **Louise Lee** Title ► **Asst. Cashier, Baraboo National Bank**

**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.                                       |      |