



Characterization of distribution to shareholders in 2017

A distribution by a corporation to its shareholders is treated as a dividend for US federal income tax purposes to the extent it comes from current or accumulated earnings and profits of the corporation and thereafter as a return of capital to the extent of the shareholder's basis in his or her shares. Generally, a distribution that exceeds current or accumulated earnings and profits and the shareholder's basis will be treated as capital gains.

In 2017, Scorpio Tankers Inc. ("STNG") distributed a total of \$9.5 million to holders of its common stock. STNG has determined that as of December 31, 2017 \$1.7 million (18.3%) was distributed from accumulated earnings and profits and \$7.8 million (81.7%) was distributed in excess of the accumulated earnings and profits.

You should consult your tax advisor regarding the federal, state, local and other tax consequences of those distributions.

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Scorpio Tankers Inc		2 Issuer's employer identification number (EIN) 98-0652369	
3 Name of contact for additional information Brian Lee		4 Telephone No. of contact 212-542-1616	5 Email address of contact blee@scorpiogroup.net
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 9, Boulevard Charles III		7 City, town, or post office, state, and ZIP code of contact MC 98000 Monaco	
8 Date of action See Below		9 Classification and description Common Stock	
10 CUSIP number Y7542C106	11 Serial number(s)	12 Ticker symbol STNG	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 ▶ **During the tax year ended December 31, 2017, Scorpio Tankers Inc (STNG) declared and paid the following cash distributions per share for the common shareholders of the record on the specified dates:**

Record Date	Amount per share	Paid
February 23, 2017	\$0.01	March 30, 2017
May 11, 2017	\$0.01	June 14, 2017
September 25, 2017	\$0.01	September 29, 2017
December 13, 2017	\$0.01	December 28, 2017

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 ▶ **Distributions paid in excess of the current and accumulated earnings and profits of STNG reduce the basis of the STNG shares pursuant to Internal Revenue Code ("IRC") 301(c) and 316(a).**

Based on STNG's current and accumulated earnings and profits, the distribution per share as of the dates of record reduce the basis of each common shareholder as follows:

- \$0.01 per share on May 11, 2017**
- \$0.01 per share on September 25, 2017**
- \$0.01 per share on December 13, 2017**

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 ▶ **Based on STNG's current and accumulated earnings and profits for the year ended December 31, 2017, the distribution per common share should reduce the basis of each common share held by each shareholder as described in item 15.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ **Internal Revenue Code Sections 301 and 316**

Multiple horizontal lines for listing applicable Internal Revenue Code sections and subsections.

18 Can any resulting loss be recognized? ▶ **For U.S. federal income tax purposes, the distributions will not result in any tax losses for any common shareholder of STNG.**

Multiple horizontal lines for providing information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ **Shareholders should reduce their basis in each common share held as provided in item 15 above.**

Multiple horizontal 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 ▶ Brian M Lee Date ▶ 02/28/2018

Print your name ▶ **Brian M. Lee** Title ▶ **Chief Financial Officer**

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.			