

Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

► See separate instructions.

Part I Reporting Issuer

1 Issuer's name Howmet Aerospace Inc. (f/k/a Arconic Inc.)		2 Issuer's employer identification number (EIN) 25-0317820	
3 Name of contact for additional information Investor Relations	4 Telephone No. of contact (412) 553-4545	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 201 Isabella St.		7 City, town, or post office, state, and ZIP code of contact Pittsburgh, Pennsylvania 15212	
8 Date of action April 1, 2020		9 Classification and description Sec 355 Spin-Off of Arconic Corporation by Howmet Aerospace Inc.	
10 CUSIP number 013817101	11 Serial number(s) N/A	12 Ticker symbol ARNC	13 Account number(s) N/A

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 ► [See Attached Statement](#)

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 ► [See Attached Statement](#)

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 Attached Statement](#)

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: *[Signature]* Date: *April 13, 2020*

Print name: David H. Adams Title: Vice President, Tax

Print name: _____ Title: _____

Print name: _____ Title: _____

Part II Organizational Action (continued)

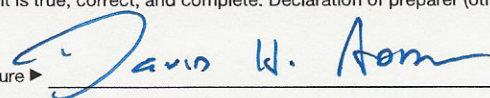
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► [See Attached Statement](#)

18 Can any resulting loss be recognized? ► [See Attached Statement](#)

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► [See Attached Statement](#)

**Sign
Here**

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.

Signature ► 

Date ► April 13, 2020

Print your name ► **David H. Adams**

Title ► **Vice President - Tax**

**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.	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Howmet Aerospace Inc. (f/k/a Arconic Inc.)

EIN: 25-0317820

Attachment to Form 8937

Form 8937, Part II, Line 17:

The tax basis calculations are generally governed by sections 302(a), 358(b), and 358(c) of the Internal Revenue Code (the "Code"), and the Treasury regulations promulgated thereunder. The tax treatment is

Form 8937, Part II, Line 14:

On April 1, 2020, Howmet Aerospace Inc. ("Howmet"), formerly known as Arconic Inc., distributed to its shareholders (the "Distribution") 100% of the issued and outstanding shares of common stock of Arconic Corporation ("New Arconic"). In the Distribution, Howmet distributed one share of New Arconic for every four common shares of Howmet. Fractional shares of New Arconic common stock will not be distributed; instead, fractional shares that Howmet shareholders would otherwise have been entitled to receive will be aggregated and sold in the public market by a distribution agent, and the net cash proceeds of these shares will be distributed pro rata (based on the fractional share such shareholder would otherwise be entitled to receive) to those shareholders who would otherwise have been entitled to receive the fractional shares.

The Howmet trading symbol is "HWM" while the "ARNC" trading symbol will be used by Arconic Corporation.

Form 8937, Part II, Line 15:

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Spin-off: Howmet shareholders should allocate their aggregate tax basis in the Howmet common stock that they held immediately prior to the Distribution between the shares of New Arconic common stock received in the Distribution (including any fractional share of New Arconic common stock for which cash was received), and the Arconic common stock in respect of which such New Arconic common stock was received, in proportion to their fair market values immediately after the Distribution.

Form 8937, Part II, Line 16:

The U.S. federal income tax laws provide that the allocation of the aggregate tax basis discussed under Line 15 above shall be allocated between the New Arconic and Howmet shares based upon relative fair market values immediately after the Distribution. One method to determine the fair market value is to use the average of the high and low trading prices of the New Arconic and Howmet common stock on April 1, 2020. Please consult your independent tax advisor to determine the appropriate valuation method and for further information relevant to your particular circumstances.

Form 8937, Part II, Line 17:

The tax basis calculations are generally governed by sections 358(a), 358(b), and 358(c) of the Internal Revenue Code (the "Code") and the Treasury regulations promulgated thereunder. The tax treatment to each shareholder who received cash in lieu of a fractional share is determined pursuant to sections 1001, 1221, and 1222 of the Code.

Form 8937, Part II, Line 18:

Howmet intends for the Distribution to qualify as a "reorganization" under sections 355 and 368(a)(1)(D) of the Code. Assuming that this characterization is respected, Howmet shareholders generally will not recognize any loss on the Distribution for U.S. federal income tax purposes (except to the extent that a loss may be recognized with respect to any cash received in lieu of fractional shares of New Arconic common stock).

Form 8937, Part II, Line 19:

The Distribution occurred on April 1, 2020. As a result, the basis adjustments in the shares of New Arconic and Howmet common stock should be reported in the taxable year that includes this date. In the case of shareholders who are calendar year taxpayers, the Distribution is reportable in the tax year ending December 31, 2020. If you acquired your Howmet common stock at different times and at different prices, you will need to calculate a separate tax basis for each block of Howmet common stock you own and then allocate the basis in each block of stock separately to the New Arconic and Howmet common stock. Please consult your independent tax advisor for further information.

None of the foregoing statements on this Form 8937 is intended to be tax advice, which should be obtained from your independent tax advisor.