Form **8937** (December 2017)

(December 2017)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

► See separate instructions.

OMB No. 1545-0123

Part I Reporting Issuer						
1 Issuer's name		2 Issuer's employer identification number (EIN)				
Viskase Companies, Inc.	95-2677354					
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact				
Michael Blecic	630-874-0700	Mike.Blecic@viskase.com				
6 Number and street (or P.O. box if mail is not	7 City, town, or post office, state, and ZIP code of contact					
333 E. Butterfield Rd, Ste. 400	Lombard, IL 60148					
8 Date of action	Lombard, IL 00140					
	9 Classification and description					
Rights Offering Nov. 21, 2017 10 CUSIP number	Rigths Offering (s) 12 Ticker symbol	13 Account number(s)				
		Account number(s)				
36523999 and 92831R201	VKSC					
		ee back of form for additional questions.				
14 Describe the organizational action and, if a the action ► See attached statement.	applicable, the date of the action or the da	te against which shareholders' ownership is measured for				
1						
:						
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.						
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.						

Form 89					Page 2
Part		Organizational Action (contin	nued)		
17 L	_ist the	applicable Internal Revenue Code se	ection(s) and subsection(s) upon whi	ch the tax treatment is based ▶	305 and 307.
-					
18 (Dan an	y resulting loss be recognized? ► n	/a		
19 F	Provide	any other information necessary to i	mplement the adjustment, such as the	ne reportable tax year ▶ n/a	
	_				
	Unde	r penalties of perjury, I declare that I have f, it is true, correct, and complete. Declara	e examined this return, including accomp	anying schedules and statements, d on all information of which prepa	and to the best of my knowledge and rer has any knowledge.
Sign					200
Here	Signa	ature > 77 - 1 / 1	leic	Date ► /- 9	7-17
		Signature ▶			ounting Officer and Treasurer
Paid	1.11111	Print/Type preparer's name	Preparer's signature	Date	Check if PTIN
Prep	arer				self-employed
Use		Firm's name ▶			Firm's EIN ▶
0- 1-		Firm's address ►	and the Demonstrate of the T	Internal Develope Co. 1 Co. 1	Phone no.
sena F	orm 89	37 (including accompanying stateme	erits) to: Department of the Treasury,	internal Revenue Service, Ogd	en, UT 84201-0054

IRS Form 8937

(REPORT OF ORGANIZATIONAL ACTIONS AFFECTING BASIS OF SECURITIES)

Attachments for Viskase Companies, Inc. January 10, 2018

Part II, 14.

On November 21, 2017, Viskase Companies, Inc. ("VKSC") commenced a rights offering up to 16,666,666 shares of common stock pursuant to which stockholders of record as of November 21, 2017 received, at no cost to them, one subscription right for each share of VKSC common stock owned (the "Rights Offering"). Each subscription right entitled the stockholder to purchase 0.45632095 shares of Common Stock at the \$3.00 per whole share (the "Basic Subscription Right"). The Rights Offering expired on January 3, 2018. Under the Rights Offering, stockholders exercised rights ("Rights") to purchase 16,666,666 shares VKSC common stock.

15.

The U.S. federal income tax treatment of the receipt of a Right by a stockholder is not free from doubt. While not free from doubt, VKSC is taking the position that the receipt of Rights is not treated as a taxable distribution for U.S. federal income tax purposes. VKSC is taking the position that the fair market value of each Right on the date of receipt is less than 15% of the aggregate fair market value of the stockholder's existing shares of VKSC common stock, accordingly, absent an U.S. federal income tax election by a stockholder under I.R.C. § 307(b) and Treas. Reg. §1.307-1 to allocate existing stock basis to the Rights, the Rights are expected to be allocated a zero basis for U.S. federal income tax purposes. VKSC stockholders should read the U.S. federal income tax discussion in the Offering Circular for the Rights under "Certain Material United States Federal Income Tax Considerations" 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 assume that a stockholder has not made the election under I.R.C. § 307(b) and Treas. Reg. §1.307-1, which is discussed further in the Offering Circular.

16.

Based on a theoretical value calculation and limited trading data for our common stock, VKSC is taking the position that the fair market value of each Right is less than 15% of the aggregate fair market value of the existing shares of VKSC common stock and, accordingly, a change in basis calculation is not necessary.