

2020 TAX STATEMENT INFORMATION

This brochure contains an overview of the information we provide to assist you in the preparation of your tax return. Please read it carefully and discuss any specific questions with your tax advisor.

Import BB&T Securities Tax Data into TurboTax®

BB&T Securities supports the downloading of tax information for those clients using the TurboTax software. BB&T Securities will provide information from IRS Forms 1099-B, 1099-DIV, 1099-INT, 1099-MISC, 1099-OID, 1099-OID REMIC, 1099-INT, WHMT and 1099-R. We have also included a TurboTax FAQ insert in this tax package and provide additional information on our website (www.bbtsecurities.com) that may be useful in completing your tax return.

To use this service, simply choose “BB&T Securities LLC” from the financial institution drop-down menu in TurboTax, and enter your BB&T Securities eight-digit account number as shown on the tax statement. You will also be required to enter your Document ID found at the beginning of your Consolidated Tax Statement.

Taxpayer Identification Number (TIN)

The IRS allows filers of Forms 1099 (C, DIV, INT, MISC and OID) to truncate a recipient’s identification number (Social Security Number [SSN], Individual Taxpayer Identification Number [ITIN], Adoption Taxpayer Identification Number [ATIN]) or Employer Identification Numbers (EIN) on the payee statement. These identification numbers are displayed on your 2020 Consolidated Tax Statement as XXX-XX-6789 or XX-XXX6789.

Please check your name and recipient identification number (or truncated number) as shown on your Consolidated Tax Statement. If either is missing or incorrect, promptly provide an executed IRS Form W-9 (Request for Taxpayer Identification Number and Certification) to your Financial Advisor or Financial Consultant.

Nominee Recipients

If your Social Security Number or Employer Identification Number is shown on your tax statement, and the statement includes amounts belonging to another person other than your spouse, you are considered a nominee recipient. You must file IRS Form 1099 for each of the other owners, showing the income allocable to each. File the applicable IRS Form 1099 along with IRS Form 1096 (Annual Summary and Transmittal of U.S. Information Returns) with the IRS Center in your area. You should be listed as the “payer” on IRS Form 1099 and as the “filer” on IRS Form 1096. The

General Information

Your 1099 Consolidated Tax Statement begins with a summary of the information we report to the IRS. Certain categories of transactions in this summary may not pertain to your account. The details of each transaction reported on your 1099 Consolidated Tax Statement are displayed after the summaries and are explained in further detail in the Illustrated Tax Statement Guide found on our website (www.bbtsecurities.com).

Only Form 1099 information is provided to the IRS

When preparing your tax return, use the information provided on your Forms 1099—NOT your monthly or quarterly statements. Because of IRS requirements, amounts shown on your Forms 1099 may not always correspond to what appears on your monthly/quarterly account statements or trade confirmations. You should consult with your tax advisor about any income reporting adjustments that may be possible based on your unique reporting situation.

Federal Income Tax Withheld

We are required by law to withhold 24% of federal income tax from all reportable dividends, interest and gross proceeds paid to certain U.S. persons (including trusts and partnerships) who fail to furnish a valid Taxpayer Identification Number (TIN) or appropriate certification (IRS Form W-9). This is called “backup withholding.” Federal tax laws prohibit refunds or reversals of prior year backup withholding amounts. You must take this withholding as a credit when you file your tax return for the applicable year.

other owner(s) should be listed as the “recipient(s)” on IRS Form 1099. You must furnish an IRS Form 1099 to the other owner(s). Spouses are not required to file a nominee report to show amounts owned by the other.

Subsequent and/or Amended Tax Statements

Although we provide our most up-to-date information on your 1099 Consolidated Tax Statement, income distributions may be reclassified after the 1099 Consolidated Tax Statement has been mailed to you. A common example is when a payment originally classified as a dividend is later reclassified by the issuer as a return of capital payment. If there is a reclassification or change, we will send you a corrected 1099 Consolidated Tax Statement after we receive the new information. Regulated Investment Companies (RICs), which include mutual funds and closed-end investment funds, Real Estate Investment Trusts (REITs), Unit Investment Trusts (UITs), and foreign companies are among the issuers that sometimes change the nature of their distributions.

Consistent with the IRS safe harbor for de minimis dollar amount amendments to information returns, BB&T Securities, LLC will not furnish amended Forms 1099 for corrections of less than \$100 or in the case of tax withheld, for corrections of less than \$25. This safe harbor provision shall not apply if a recipient to whom a statement is required to be furnished elects to receive a corrected statement.

Neither BB&T Securities nor your brokerage firm will be responsible for any cost related to your filing an amended tax return as a result of BB&T Securities receiving reclassification information from the issuer after we have printed your original Consolidated 1099 Tax Statement or any subsequent revisions by the issuer of previously provided information.

Multiple Tax Forms

If you transferred your account from another brokerage firm during 2020 to BB&T Securities and had reportable activity prior to your account clearing through BB&T Securities, you will receive separate tax forms from BB&T Securities and from your previous clearing firm. Please make sure that you have all of your tax forms from all firms before completing your return.

SECURITIES AND INSURANCE PRODUCTS OR ANNUITIES SOLD. OFFERED OR RECOMMENDED ARE NOT A DEPOSIT, NOT FDIC INSURED, NOT GUARANTEED BY A BANK, NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY AND MAY LOSE VALUE.

Comments regarding tax implications are informational only. We do not provide tax advice.

You should consult your tax advisor before taking any action that may have tax consequences.

Accounts are carried by BB&T Securities, LLC, Member NYSE/FINRA/SIPC

Form 1099-DIV: Box 5 – Section 199A Dividends

Form 1099-DIV has been modified beginning with tax year 2018 to accommodate section 199A of the Tax Cuts and Jobs Act. That section created a new twenty percent “Deduction for Qualified Business Income of Pass-thru entities.” This deduction is being applied to qualified REIT dividends which are referred to as Section 199A dividends in Box 5 on the revised form. A ‘qualified REIT dividend’ is any dividend from a real estate investment trust received during the taxable year which is not a capital gain dividend, and is not qualified dividend income, as defined in section 1(h)(11) of the Internal Revenue Code. To distinguish this new category of income the IRS repurposed Box 5 of Form 1099-DIV and renumbered subsequent boxes. The amount that will display in Box 5 will also be included in “Total ordinary dividends” in Box 1a.

Form 1099-OID: Tax-exempt OID reporting now required

Information reporting for tax-exempt interest was established in 2006. At that time filers of Forms 1099 were directed to report tax-exempt OID along with tax-exempt interest on Form 1099-INT. Later that year IRS Notice 2006-93 rescinded the reporting requirement for tax-exempt OID. Accordingly, the 2007 instructions for Form 1099-INT were changed to conform to the notion that no tax-exempt OID reporting was required until future guidance was published.

Beginning with tax year 2017, tax-exempt OID reporting became required on Form 1099-OID and Box 11 was added to accommodate this new reporting requirement. It is important to note the reporting requirement is applicable to covered tax lots purchased 1/1/17 or later. The payer may, but is not required to, report the OID for a tax-exempt obligation that is a covered security acquired before 1/1/17. BB&T Securities has elected to report tax-exempt OID for all covered securities.

Cost Basis Reporting Requirements

The objective of the cost basis reporting requirements is to help ensure investors accurately report realized gains and losses on their tax return. As such, the IRS requires brokerage firms, including BB&T Securities, to report the cost basis and gross proceeds of holdings the IRS classifies as covered securities. We are also required to identify whether the holding period for the security was short term or long term in nature. This reporting occurs on the Form 1099-B, which is included in the annual BB&T Securities 1099 Consolidated Tax Statement.

Generally, the IRS defines **covered securities** as follows:

EQUITIES	MUTUAL FUNDS, ETFs and DRIPs	LESS COMPLEX FIXED INCOME SECURITIES AND OPTIONS	MORE COMPLEX FIXED INCOME SECURITIES AND OPTIONS ISSUED AS PART OF A FIXED INCOME INSTRUMENT
ACQUIRED ON OR AFTER			
JANUARY 1, 2011	JANUARY 1, 2012	JANUARY 1, 2014	JANUARY 1, 2016

Additional Reporting

Royalty Trusts

If you own a royalty trust in your brokerage account during 2020, we are required to report additional information to you. Additional information and website addresses to the appropriate tax reports for these positions can be found at the end of the 1099 Consolidated Tax Statement under the section titled End Notes for Account.

Limited Partnership Distributions (K-1)

Information reporting for Limited Partnerships is distributed directly from the partnership on Schedule K-1 (Form 1065). General partners have until March 15th to issue K-1s but are allowed to request a 30 day extension. Please contact the partnership directly if you do not receive this form or have further questions about the form. You may refer to www.taxpackagesupport.com and www.partnerdatalink.com for listings and contact information of most publicly traded partnerships. For additional information please refer to IRS Publication 541: Partnerships.

IRS Taxpayer Assistance

This tax information brochure is provided for your general guidance. It is not intended to be, nor should it be construed as the basis for tax advice. Refer to the following forms and publications for specialized information. All IRS forms and publications are available through the IRS Forms and Distribution Center at (800) 829-3676 or on the web at www.irs.gov. For taxpayer assistance, you may call the IRS at (800) 829-1040.

Publication 514 Foreign Tax Credit for Individuals

Publication 550 Investment Income and Expenses

Publication 551 Basis of Assets

Publication 564 Mutual Fund Distributions

Publication 590 Individual Retirement Arrangements (IRAs)

Publication 1212 Guide to Original Issue Discount (OID) Instruments