

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  Variant Alternative Income Fund		<b>2</b> Issuer's employer identification number (EIN)  83-0863804	
<b>3</b> Name of contact for additional information  Investor Services	<b>4</b> Telephone No. of contact  (877) 770-7717	<b>5</b> Email address of contact  WWW.VARIANTINVESTMENTS.COM	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  235 W. Galena Street		<b>7</b> City, town, or post office, state, and ZIP code of contact  Milwaukee, WI, 53202	
<b>8</b> Date of action  See Attachment		<b>9</b> Classification and description  Distribution in excess of current and accumulated E & P	
<b>10</b> CUSIP number  See Attachment	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  See Attachment	<b>13</b> 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 ▶ The Fund paid quarterly distributions from January 2022 to December 2022. A portion of the March, June and September distributions constitutes a non-taxable return of capital.

**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 ▶ The portion of each distribution that constitutes a non-taxable return of capital will decrease a U.S. taxpayer's basis in the shares of the issuer. For non-taxable return of capital, see Attachment.

**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 Fund's current and accumulated earnings were compared to distributions paid during the period ended October 2022. The non-taxable return of capital represents the amount of distributions paid during the taxable period ended October 2022 in excess of the Fund's current and accumulated earnings and profits under IRC Section 316.

**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 Section 301, 316, 852

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

18 Can any resulting loss be recognized? ▶ No

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶  
This organizational action is reportable with respect to calendar year 2022.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

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 ▶ \_\_\_\_\_ Date ▶ \_\_\_\_\_

Print your name ▶ **A signed copy is maintained by the issuer** Title ▶ **Treasurer**

<b>Paid Preparer Use Only</b>	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.

Attachment to Form 8937, "Report of Organizational Action Affecting Basis of Securities"

Variant Alternative Income Fund

EIN: 83-0863804

	<u>CUSIP</u>	<u>Ticker Symbol</u>	<u>Payable Date</u>	<u>Distribution Per Share</u>	<u>Per Share</u>		<u>ROC</u>
					<u>Income Dividends</u>	<u>Capital Gain Dividends</u>	
Variant Alternative Income Fund	92220Q103	NICHX	3/30/2022	0.42240000	0.34660200	0.00000000	0.07579800
Variant Alternative Income Fund	92220Q103	NICHX	6/29/2022	0.42830000	0.35144300	0.00000000	0.07685700
Variant Alternative Income Fund	92220Q103	NICHX	9/29/2022	0.43150000	0.31677200	0.03729700	0.07743100
Variant Alternative Income Fund	92220Q103	NICHX	12/29/2022	0.43400000	0.43400000	0.00000000	0.00000000
<b>Total</b>				<b>1.71620000</b>	<b>1.44881700</b>	<b>0.03729700</b>	<b>0.23008600</b>