

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Independent Bank Corporation as successor in interest to TCSB Bancorp, Inc.		38-2032782	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Robert N. Shuster	616-522-1765	rshuster@ibcp.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
4200 E. Beltline NE		Grand Rapids, MI 49525	
8 Date of action		9 Classification and description	
April 1, 2018		TCSB Bancorp, Inc. Common Stock	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	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 ▶ On April 1, 2018 Independent Bank Corporation (IBCP) acquired TCSB Bancorp, Inc. (TCSB), EIN 35-2166631, in a statutory merger that is being treated as a reorganization within the meaning of Section 368(a)(1)(A) of the Internal Revenue Code. Pursuant to the terms of the merger, the TCSB shareholders exchanged each share of their TCSB common stock for 1.1166 shares of IBCP common stock. The TCSB shareholders received cash in lieu of fractional shares based upon a per share price, as determined by formula in the merger agreement, of \$23.7046 for the IBCP common stock.

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 quantitative effect is one to 1.1166.
The aggregate tax basis of the IBCP shares received will equal the aggregate basis of the TCSB shares exchanged (not counting the basis of any shares allocated to the receipt of fractional IBCP shares). Generally, the tax basis is allocated to individual IBCP shares received on a block-by-block basis.

TCSB shareholders who received cash instead of fractional shares of IBCP common stock will be treated as having received the fractional shares in the merger and then as having exchanged the fractional shares for cash. These holders will generally recognize gain or loss equal to the difference between the tax basis allocable to the fractional shares and the amount of cash received.

The holding period of IBCP common stock received will include the holding period of the TCSB common stock for which it was exchanged.

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 item 15 above for a description of the calculation.

The per share price of \$23.7046 to be paid in cash in lieu of issuing fractional shares of IBCP common stock was determined by the following formula in the merger agreement: The 15-day volume weighted average price of IBCP common stock ending on the sixth business day prior to the closing date for the merger in transactions reported on The Nasdaq Global Select Market.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Sections 354(a), 356(a), 358(a), 368(a), and 1001.

18 Can any resulting loss be recognized? ▶ TCSB shareholders generally cannot recognize loss upon the exchange of TCSB common stock for IBCP common stock, except with respect to cash received in lieu of fractional shares.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year is 2018. Each TCSB shareholder should consult his, her, or its tax advisor as to the determination of gain or loss and allocation of basis to IBCP common stock received.

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 ▶ *Robert N. Shuster* Date ▶ 04/20/2018
Print your name ▶ Robert N. Shuster Title ▶ CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Sheryl Vander Baan	<i>Sheryl Vander Baan</i>	04/20/2018		P00242444
	Firm's name ▶ Crowe Horwath LLP			Firm's EIN ▶ 35-0921680	
	Firm's address ▶ 55 Campau Ave NW, Suite 500, Grand Rapids, MI 49503-2642			Phone no. 616-774-0774	