

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  InfoSonics Corporation		<b>2</b> Issuer's employer identification number (EIN)  33-0599368	
<b>3</b> Name of contact for additional information  Vernon A. LoForti, CFO	<b>4</b> Telephone No. of contact  (858) 373-1675	<b>5</b> Email address of contact  vern.loforti@infosonics.com	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  4435 Eastgate Mall, Suite 320		<b>7</b> City, town, or post office, state, and Zip code of contact  San Diego, CA 92121	
<b>8</b> Date of action  October 10, 2017		<b>9</b> Classification and description  1-for-5 Reverse Stock Split	
<b>10</b> CUSIP number  456784206	<b>11</b> Serial number(s)  N/A	<b>12</b> Ticker symbol  IFON	<b>13</b> 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 ▶ At all times since January 1, 2014 and as of the date hereof, the common stock of InfoSonics Corporation (the "Company") has and is traded on the NASDAQ Capital Market under the trading symbol "IFON." The Company's Board of Directors approved an amendment of the Company's Articles of Incorporation to effect a reverse stock split of the Company's outstanding shares of common stock, par value \$.001 per share ("Common Stock"), by a ratio of one-for-five (the "Reverse Split"), effective at 4:01 p.m. Eastern time on October 10, 2017 (the "Reverse Split Effective Time"). The Company's Charter was amended to effectuate the Reverse Split as provided in the attached Statement 1.

**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 ▶ No fractional shares will be issued in the Reverse Split, and no cash in lieu of fractional shares will be issued. Stockholders of record who otherwise would be entitled to receive fractional shares will be entitled to rounding up of their fractional share to the nearest whole share.

As a result of the Reverse Split, the Company's shareholders will be required to allocate the aggregate tax basis in their shares of Company stock held immediately prior to the reverse stock split among the shares of Company stock held immediately after the Reverse Split pursuant to Internal Revenue Code Section 358 and the Treasury Regulations promulgated thereunder.

Stockholders who acquired their shares of Company stock on different dates and at different prices should consult their own tax advisors regarding the allocation of the tax basis in such shares.

**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 ▶ In general, a shareholder's tax basis in her, her, or its Company stock held before the reverse split must be allocated to the stock the shareholder receives pursuant to the reverse split in a manner that reflects, to the greatest extent possible, the basis of the shares held before the Reverse Split on the same date and at the same price.

Each stockholder should allocate his, her or its aggregate tax basis in the shares held before the Reverse Split to the shares received pursuant to the Reverse Split in a manner that minimizes the disparity in the holding periods of the previously held Company stock whose basis is allocated to any particular Company stock received pursuant to the Reverse Split.

**Part II Organizational Action** (continued)

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► The tax treatment of the Company's Reverse Split is determined pursuant to Internal Revenue Code 368(a)(1)(E) and 354(a)(1). The adjustment to a stockholder's basis in his, hers, or its shares of Company Common Stock is determined pursuant to Internal Revenue Code Section 358. Each stockholder should consult such stockholder's own tax advisor with respect to the income tax consequences to the stockholder of the Reverse Split.

**18** Can any resulting loss be recognized? ► No gain or loss should be recognized by a stockholder as a result of the Reverse Split. The aggregate tax basis of the shares received in the Reverse Split will be the same as the stockholder's aggregate tax basis in his, hers, or its shares before the exchange. The stockholder's holding period for the shares received pursuant to the Reverse Split will include the period during which the stockholder held his, hers, or its shares before the Reverse Split.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ► The information provided herein (in this Form 8937) does not constitute the providing of income tax advice. The information provided herein does not take into account any stockholder's specific facts and circumstances and does not purport to be a complete discussion of the tax consequences of the Reverse Split to any stockholder. Further, it does not address any state, local or foreign income or other tax consequences. Also, the discussion does not address the tax consequences to holders that are subject to special tax rules, such as banks, insurance companies, regulated investment companies, personal holding companies, foreign entities, non-resident alien individuals, broker-dealers and tax-exempt entities. The tax treatment of a stockholder may vary depending upon the particular facts and circumstances of such stockholder. Each stockholder should consult such stockholder's own advisor with respect to the tax consequences of the Reverse Split to such stockholder.

**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 ► \_\_\_\_\_

Print your name ► **Vernon A. LoForti** Title ► **Vice President & CFO**

<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.