## Form **8937**(December 2017) Department of the Treasury

Internal Revenue Service

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-0123

Reporting Issuer Part I 2 Issuer's employer identification number (EIN) 1 Issuer's name Angel Oak Financial Strategies Income Term Trust 83-1328557 3 Name of contact for additional information Telephone No. of contact 5 Email address of contact Dan Fazioli (404) 528-2681 Dan.Fazioli@angeloakcapital.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 3344 Peachtree Rd. NE, Suite 1725 Atlanta, GA 30326 8 Date of action 9 Classification and description 1/31/2021 Non-taxable Return of Capital Distribution 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) See Statement 1 See Statement 1 N/A Organizational Action Attach additional statements if needed. See back of form for additional guestions. Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► Angel Oak Financial Strategies Income Term Trust paid a non-taxable return of capital distribution on the dates listed on Statement 1 to the shareholders of record on the dates listed on Statement 1. A portion of each distribution constitutes a non-taxable return of capital. 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 the distribution that constitutes a non-taxable return of capital will decrease a U.S. taxpayer's basis in the shares of the Issuer. See Statement 1 for per share of the non-taxable return of capital. 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 basis of the shareholders of record for each dividend is lowered by the per share return of capital amount listed on Statement 1. The rate was determined in accordance to IRC §301 and §316.

Part	П	Organizational Action (continued)	)						
17 L	ist the	applicable Internal Revenue Code section	n(s) and subsection(s) upon which the tax tr	eatment is based ▶	IRC §301 and §316				
			ss can be recognized by the shareholders	s of record for the r	non-taxable return of capital				
distrib	ution r	received.							
		by other information necessary to implement to the shareholder's 1099-DIV statemen	ent the adjustment, such as the reportable to	ax year ► The in	formation provided above will				
	Unde	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	Signa	ature A signed copy is maintained by the issuer							
Paid	•	your name ► Print/Type preparer's name	Preparer's signature		Check if PTIN				
Prep		Firmula		-	self-employed				
Use	Only				Firm's EIN ▶				
Send F	orm 89	Firm's address ► Phone no.  rm 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054							

## Angel Oak Financial Strategies Income Term Trust 83-1328557 FYE 01/31/2021

**FINS** 

					Return of
Record Date	Ex Date	Payable Date	<b>Total Dividend</b>	<b>Return of Capital</b>	Capital %
2/14/2020	2/13/2020	2/28/2020	0.11120000	0.03923350	35.2819%
3/17/2020	3/16/2020	3/31/2020	0.11160000	0.03937463	35.2819%
4/16/2020	4/15/2020	4/30/2020	0.10130000	0.03574059	35.2819%
5/15/2020	5/14/2020	5/29/2020	0.10100000	0.03563474	35.2819%
6/16/2020	6/15/2020	6/30/2020	0.10100000	0.03563474	35.2819%
7/17/2020	7/16/2020	7/31/2020	0.10100000	0.03563474	35.2819%
8/17/2020	8/14/2020	8/31/2020	0.10100000	0.03563474	35.2819%
9/16/2020	9/15/2020	9/30/2020	0.10100000	0.03563474	35.2819%
10/16/2020	10/15/2020	10/30/2020	0.10100000	0.03563474	35.2819%
11/16/2020	11/13/2020	11/30/2020	0.10100000	0.03563474	35.2819%
12/16/2020	12/15/2020	12/31/2020	0.10850000	0.03828089	35.2819%
1/15/2021	1/14/2021	1/29/2021	0.10850000	0.03828089	35.2819%
			1.24810000	0.44035368	