

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ See Attached

Blank lines for listing Internal Revenue Code sections and subsections.

18 Can any resulting loss be recognized? ▶ See Attached

Blank lines for providing information regarding resulting loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ See Attached

Blank lines for providing other information necessary to implement the adjustment.

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 ▶ *Ross R. Connor*

Date ▶ 2-8-2021

Print your name ▶ Ross Connor

Title ▶ Director of Tax - Asst. Secretary

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Tom O'Leary	<i>Tom O'Leary</i>	02/05/21		P00295438
	Firm's name ▶ RSM US LLP			Firm's EIN ▶	42-0714325
	Firm's address ▶ 5444 Wade Park Blvd., Ste. 350 Raleigh, NC 27607			Phone no.	919-781-1458

Builders FirstSource, Inc.
EIN: 52-2084569
Attachment to Form 8937
Report of Organizational Actions Affecting Basis of Securities

The information contained in Form 8937 and this attachment does not constitute tax advice and is not intended to be a complete analysis or description of all potential U.S. federal income tax consequences of the exchange transactions described herein. In addition, this information does not address tax consequences that may vary depending on the particular circumstances of holders of our stock that participated in an exchange transaction, or any non-income tax or any foreign, state or local tax consequences of an exchange transaction. Accordingly, holders of our stock that participated in a transaction described herein are strongly urged to consult with their own tax advisors to determine the particular U.S. federal, state, local or foreign income or other tax consequences to them of the transaction.

Part I

Lines 9 and 10. The requested information is as follows:

Builders FirstSource, Inc. Common Stock, CUSIP: 12008R107 (the "BFS Common Stock")

Part II

Line 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 January 1, 2021, BMC Stock Holdings, Inc. ("BMC") and Builders FirstSource, Inc. ("BFS") effected a merger (the "Merger"), pursuant to an Agreement and Plan of Merger dated August 26, 2020 (the "Agreement"). In the Merger, a subsidiary of BFS merged with and into BMC, with BMC surviving the Merger as a wholly owned subsidiary of BFS.

Pursuant to the Agreement, each share of BMC common stock ("BMC Common Stock") (other than canceled shares) was converted into the right to receive 1.3125 shares of BFS Common Stock in the Merger. No fractional shares of BFS Common Stock were issued, but instead each BMC stock holder who was otherwise entitled to a fractional share received a cash amount based on the then-prevailing price of BFS Common Stock.

Line 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 BMC-BFS Merger is intended to qualify as a "reorganization" within the meaning of Section 368(a) of the Code. Accordingly, no gain or loss will be recognized by, or be includible in the income of, a prior holder of BMC Common Stock as a result of the receipt of BFS Common Stock pursuant to the merger, except for any gain or loss recognized with respect to cash received in lieu of a fractional share of BFS Common Stock, as described below.

The aggregate tax basis in the shares of BFS Common Stock received by a BMC stock holder pursuant to the Merger (including fractional shares deemed received as described below) will be

equal to such holder's aggregate tax basis in its BMC Common Stock surrendered in exchange for the BFS Common Stock.

Each BMC stock holder that receives cash in lieu of a fractional share of BFS Common Stock will be treated as having received such fractional share pursuant to the Merger and then as having sold such fractional share for cash. As a result, these BMC stock holders generally will recognize gain or loss equal to the difference between the amount of cash received and the basis in the fractional share of BFS Common Stock. Each shareholder should consult with his or her tax advisor with respect to the computation of gain or loss and basis in this transaction based on his or her specific facts.

If a BMC stock holder acquired different blocks of BMC Common Stock at different times or at different prices, such holder's holding period of and basis in BFS Common Stock received in the Merger will be determined separately with respect to each block of BMC Common Stock.

Line 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:

Please see the Line 15 response above for a description of the tax basis calculations that apply to the BMC-BFS Merger. The market values of the stock exchanged would not alter the basis results, which are as described in the Line 15 response above.

Line 17. List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based:

354, 356, 358, 368(a), 1001

Line 18. Can any resulting loss be recognized?

Except for the receipt of cash in exchange for fractional shares that may give rise to taxable gain or loss depending on the BMC stock holder's basis in the fractional shares exchanged, no other taxable gain or loss is recognized from this transaction.

Line 19. Provide any other information necessary to implement the adjustment, such as the reportable tax year:

The tax consequences of the BMC-BFS Merger should be reported by each BMC stock holder in such holder's tax year that includes the date of January 1, 2021.

The holding period for the shares of BFS Common Stock received in the BMC-BFS Merger generally would include the holding period for the BMC Common Stock held prior to the merger.