

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Kezar Life Sciences, Inc.		2 Issuer's employer identification number (EIN) 47-3366145	
3 Name of contact for additional information Pattie Chiang	4 Telephone No. of contact 650-741-7201	5 Email address of contact pchiang@kezarbio.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 4000 Shoreline Court, Suite 300		7 City, town, or post office, state, and ZIP code of contact South San Francisco, CA 94080	
8 Date of action October 29, 2024		9 Classification and description 1-for-10 Reverse Stock Split - Common Stock	
10 CUSIP number 49372L209	11 Serial number(s) N/A	12 Ticker symbol KZR	13 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 ▶ **Effective October 29, 2024, Kezar Life Sciences, Inc. (the "Company") effected a 1-for-10 reverse stock split of its common stock. Pursuant to the reverse stock split, for every 10 shares of Common Stock issued, including shares held by the Company in treasury, if any, were reclassified and combined into one (1) share of Common Stock. No fractional shares were issued as a result of the reverse stock split. Stockholders who would otherwise have been entitled to receive a fractional share instead had their fractional interests rounded up to the next whole share, after aggregating the fractional interests of a holder resulting from the reverse stock split.**

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 reverse stock split is intended to be a non-taxable recapitalization for U.S. federal income tax purposes. As a result of the reverse stock split, shareholders will be required to allocate the aggregate tax basis in their common shares held immediately prior to the reverse stock split among the shares of common stock held immediately after the transaction (including fractional shares deemed received).**


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 answer to Line 15.**
While the basis "per share" is impacted (*10), the basis of each shareholder's total basis remains the same after the reverse stock split. As no fractional shares were issued, the aggregate tax basis of the Company common stock held by a shareholder immediately after the reverse stock split could be less than the pre-split aggregate tax basis by an amount equal to the aggregate tax basis allocated to the fractional share, if any.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
IRC Section 368(a)(1)(E)

18 Can any resulting loss be recognized? ▶
The reverse stock split is intended to be treated as a recapitalization for U.S. federal income tax purposes. Therefore, a shareholder would not be expected to recognize gain or loss for U.S. federal income tax purposes as a result of the reverse stock split.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
The reportable tax year is 2024.

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 ▶	<u>10/29/2024</u>	
	Print your name ▶	<u>Marc Belsky</u>	Title ▶	<u>CFO and Secretary</u>	
Paid Preparer Use Only	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.	