



## TJX Stock Split Frequently Asked Questions

***On September 17, 2018, the Board of Directors of The TJX Companies, Inc. (TJX) approved a 2-for-1 stock split, expected to occur on November 6, 2018 (the effective date) by issuing an additional share of stock for each share of stock outstanding on October 30, 2018 (the record date). The stock split is contingent on TJX obtaining additional related approvals from TJX shareholders and the Board of Directors.***

### **What is a 2-for-1 stock split?**

A 2-for-1 stock split means that each TJX shareholder would receive one additional share for each share of TJX stock owned on the record date, doubling the number of shares owned before the split. The market price of TJX stock would adjust proportionately, as there would be twice as many TJX shares outstanding after the split. Immediately after the split, the market price per share is expected to be half of the price it was immediately prior to the split, so the aggregate market value of a shareholder's TJX shares is expected to remain the same until the market price fluctuates. A shareholder's percentage ownership in TJX will not change as a result of the split. For example:

	<b>PRE-SPLIT (hypothetical)</b>	<b>POST-SPLIT (hypothetical)</b>
Number of shares of TJX stock:	100	200
Market price per share:	\$100	\$50
<b>Aggregate value:</b>	<b>\$10,000 (100 shares x \$100)</b>	<b>\$10,000 (200 shares x \$50)</b>

### **What is a 2-for-1 stock split in the form of a 100% stock dividend?**

A 100% stock dividend is a common way to implement a two-for-one stock split. If the split is effected, on the payment date of November 6, 2018, each shareholder will receive one additional share of stock for each share owned as of the close of business on the record date of October 30, 2018.

### **What additional approvals are required before the stock split becomes effective?**

The stock split is contingent on TJX shareholders approving an amendment to the TJX company charter providing for an increase in the number of TJX shares available for issuance, as well as final approval of the stock split by the TJX Board of Directors. The charter amendment will be considered at a shareholder meeting scheduled to be held in October 2018. If the necessary approvals are obtained, the stock split would become effective on November 6, 2018 for shareholders of record as of October 30, 2018.

### **What are the key dates related to TJX's stock split?**

#### September 17, 2018 – Announcement Date

This is the date on which the Board of Directors took action to approve the stock split, subject to subsequent approvals, and the Company announced its intention to split the stock.

#### October 22, 2018 – Declaration Date

This is the date on which the Board of Directors intends to declare the stock split in the form of a stock dividend, if requisite approvals have been obtained.

#### October 30, 2018 – Record Date

This is the expected date to determine which shareholders will be entitled to receive additional shares as a result of the stock split.

#### November 6, 2018 – Payment / Mailing Date

This is the date when the additional shares are expected to be issued if the split is effected.

#### November 7, 2018 – Ex-Payment Date

This is the date when TJX common stock is expected to trade at its new split-adjusted price on the NYSE if the split is effected.

### **Has TJX ever split its common stock before?**

Yes. TJX's most recent stock split was a two-for-one split effected in February 2012.

### **Will I need to pay anything for these new shares if the split is effected?**

No.

### **What are the tax consequences of this split?**

For U.S. federal income tax purposes, the receipt of new shares in this stock split distribution will not be taxable as income.

A shareholder will need to adjust his or her tax basis for U.S. federal income tax purposes to reflect this split. The tax basis for each original pre-split share will be allocated evenly between the original share and the new share. Thus, after the split, the tax basis for the original share and for the new share distributed on that original share are each equal to half of the pre-split basis of the original share. This new tax basis will be the relevant tax basis for calculating gain or loss on a subsequent sale of shares. The holding period for the new share is the same as the holding period for the corresponding original share.

#### Consult a Personal Tax Advisor

The above summary is provided for general information. It does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to a particular shareholder. You should consult your own tax advisor about the tax consequences of the distribution, the calculation of the tax basis and any transaction you undertake with the shares.

**Would the stock split change my percentage ownership in TJX?**

No, the stock split would not change your percentage ownership in TJX. Although the number of shares held by each shareholder will increase if the split is effected, the number of shares outstanding would also double, so the overall percentage ownership will remain the same immediately after the split is completed.

**When will I receive the stock split shares?**

If the split is effected, on November 6, 2018, TJX's transfer agent will credit accounts of registered shareholders entitled to receive shares from the stock split with book-entry shares. The transfer agent will send individual registered holders a DRS Stock Distribution Statement reflecting their new book-entry shares. Shareholders who hold shares through a broker may receive information about their shareholdings through that broker.

**Will I receive a stock certificate for the new shares?**

No. All registered holders of TJX common shares will receive the stock split shares in book-entry form if the split is effected. This means that your shares will be electronically credited to an account registered in your name on the books of TJX, which are maintained by the transfer agent.

**Are stock certificates for TJX shares still valid?**

Yes. Stock certificates are still valid and should not be destroyed. Those certificates continue to represent the same number of shares shown on their face and should be kept in a secure place, regardless of whether the split is effected.

**If a shareholder's shares are held in street name, how will he or she be notified?**

Shareholders who hold shares through a broker may receive information about their shareholdings through that broker.