

# Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

## Part I Reporting Issuer

1 Issuer's name  CAVANAL HILL - INTERMEDIATE TAX-FREE BOND FUND		2 Issuer's employer identification number (EIN)  31-1303156	
3 Name of contact for additional information  CAVANAL HILL FUNDS	4 Telephone No. of contact  (800) 762-7085	5 Email address of contact  WWW.CAVANALHILLFUNDS.COM	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact  4400 EASTON COMMONS, SUITE 200		7 City, town, or post office, state, and ZIP code of contact  COLUMBUS, OH 43219	
8 Date of action  05/30/2018	9 Classification and description  COMMON STOCK - REGULATED INVESTMENT COMPANY		
10 CUSIP number  SEE ATTACHED	11 Serial number(s)  N/A	12 Ticker symbol  AATFX	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 ▶ CAVANAL HILL - INTERMEDIATE TAX-FREE BOND FUND PAID DISTRIBUTIONS TO COMMON SHAREHOLDERS IN 2018. PART OF THE DISTRIBUTIONS CONSTITUTE A NON-TAXABLE RETURN OF CAPITAL. SEE ATTACHED FOR DETAILS.

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 ▶ A DISTRIBUTION THAT CONSTITUTES A NON-TAXABLE RETURN OF CAPITAL WILL DECREASE A U.S. TAXPAYER'S BASIS IN SHARES OF CAVANAL HILL - INTERMEDIATE TAX-FREE BOND FUND. SEE ATTACHED FOR DETAILS.

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 ▶ AT THE CLOSE OF THE FUND'S FINAL FISCAL YEAR ENDED 5/30/18, THE FUND'S CURRENT AND ACCUMULATED E&P WAS CALCULATED UNDER IRC SECTION 312 AS MODIFIED BY SECTION 852(c) FOR A REGULATED INVESTMENT COMPANY (RIC) AND THE REGULATIONS THEREUNDER. THE AMOUNT OF E&P WAS COMPARED TO THE AMOUNT OF THE FUND'S FISCAL YEAR DISTRIBUTIONS TO SHAREHOLDERS. DISTRIBUTIONS IN EXCESS OF E&P WERE CHARACTERIZED AS A RETURN OF CAPITAL AND SHOULD BE APPLIED AS A REDUCTION IN EACH SHAREHOLDER'S TAX BASIS IN THE APPLICABLE SHARES.

**Part II** Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based **INTERNAL REVENUE CODE SECTIONS 301, 316 AND 852.**

18 Can any resulting loss be recognized? **NO**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year **THIS ORGANIZATIONAL ACTION IS REPORTABLE WITH RESPECT TO CALENDAR YEAR 2018. SHAREHOLDERS SHOULD CONSULT THEIR TAX ADVISORS REGARDING THE EFFECT OF THE NON-TAXABLE RETURN OF CAPITAL IN LIGHT OF THEIR INDIVIDUAL CIRCUMSTANCES.**

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**

**A SIGNED COPY IS MAINTAINED BY THE ISSUER**

Signature \_\_\_\_\_ Date \_\_\_\_\_

Print your name \_\_\_\_\_ Title \_\_\_\_\_

**Paid Preparer Use Only**

Print/Type preparer's name <b>CINDI R. FULLER</b>	Preparer's signature <i>Cindi Fuller</i>	Date <b>12/10/2018</b>	Check <input type="checkbox"/> if self-employed	PTIN <b>P01076310</b>
Firm's name <b>KPMG LLP, 4200 WELLS FARGO CENTER</b>			Firm's EIN <b>13-5565207</b>	
Firm's address <b>90 SOUTH 7TH STREET, MINNEAPOLIS, MN 55402</b>			Phone no. <b>612-305-5000</b>	

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Caval Hill - Intermediate Tax-Free Bond Fund  
Return of Capital Analysis  
31-1303156

Shareholders of record on distribution date listed below will decrease their tax basis as follows:

<u>Share Class</u>	<u>CUSIP Number</u>	<u>Distribution Dates</u>	<u>Shares Outstanding</u>	<u>NII Distributions</u>	<u>LTCG Distributions</u>	<u>Total ROC</u>	<u>ROC Per Share</u>
Class 1	14956P646	2/1/2018	388,752.832	8,068.49		650.48	0.001673
		3/1/2018	387,811.232	7,342.57		591.96	0.001526
		4/2/2018	380,209.226	8,025.32		647.00	0.001702
		4/12/2018	378,321.560		43,293.98	19,763.00	0.052239
		5/1/2018	376,608.936	6,739.54		543.34	0.001443
		5/30/2018	71,247.729	1,683.00		135.68	0.001904
Class 2	14956P737	2/1/2018	2,227,010.402	52,851.17		4,260.86	0.001913
		3/1/2018	2,222,363.370	47,085.67		3,796.04	0.001708
		4/2/2018	2,167,488.595	51,837.82		4,179.16	0.001928
		4/12/2018	2,053,156.519		234,957.08	107,253.69	0.052238
		5/1/2018	348,840.917	29,811.91		2,403.43	0.006890
		5/30/2018	49,808.082	2,966.34		239.15	0.004801
Class 3	14956P729	2/1/2018	181,676.593	3,716.50		299.62	0.001649
		3/1/2018	170,984.394	3,250.41		262.05	0.001533
		4/2/2018	80,790.683	3,166.80		255.31	0.003160
		4/12/2018	80,790.657		9,245.45	4,220.38	0.052238
		5/1/2018	55,721.718	1,257.07		101.34	0.001819
		5/30/2018	9,106.030	922.59		74.38	0.008168
Total				<u>228,725.20</u>	<u>287,496.51</u>	<u>149,676.87</u>	