

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Old Line Bancshares, Inc.		20-0154352	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Elise Hubbard	301-430-2560	ehubbard@oldlinebank.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	
1525 Pointer Ridge Place		Bowie, MD 20716	
8 Date of action		9 Classification and description	
07/28/2017		Common Stock	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
67984M100		OLBK	

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 July 28, 2017, DCB Bancshares, Inc. ("DCB") merged with and into Old Line Bancshares, Inc. Under the terms of the merger agreement, 1,495,257 shares of common stock were issued in connection with the merger. (Also, see #19 below.)

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 merger was treated for federal income tax purposes as a "reorganization" within the meaning of Section 368(a)(1)(A) of the Code and, except to the extent of any cash consideration received in the merger, and except with respect to cash received in lieu of fractional shares, no gain or loss will be recognized by any holders of DCB's common stock in the merger. The tax basis of the shares of Old Line Bancshares, Inc. common stock received by a DCB shareholder in such exchange will be equal to the basis of the DCB Bancshares, Inc. common stock surrendered in exchange for the Old Line Bancshares, Inc. common stock. The holding period of the Old Line Bancshares, Inc. common stock received will include the holding period of DCB Bancshres, Inc. common stock surrendered in exchange for Old Line Bancshares, Inc. common stock, provided that such shares were held as capital assets of the DCB shareholder at the effective time of the merger. (Also, see #19 below.)

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 #19 below.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ The merger was treated for federal income tax purposes as a "reorganization" within the meaning of Section 368(a) of the Code and, except to the extent any cash consideration received in the merger, and except with respect to cash received in lieu of fractional shares of common stock, no gain or loss will be recognized by any holders of DCB's common stock in the merger. (Also, see #19 below.)

18 Can any resulting loss be recognized? ▶ Not applicable.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ Old Line Bancshares issued 1,495,257 shares of common stock in connection with the merger totaling \$40,850,409. Total cash in lieu of fractional shares paid to shareholders was \$4,533.62. The average share price of Old Line Bancshares, Inc. on the close of business on July 28, 2017 was \$27.32.

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 ▶ Elise Hubbard Date ▶ Sept 6, 2017
Print your name ▶ Elise Hubbard Title ▶ SVP, CFO

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.