

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 Exhibit A, attached hereto.

Blank lines for listing applicable Internal Revenue Code sections.

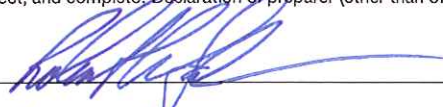
18 Can any resulting loss be recognized? ▶ See Exhibit A, attached hereto.

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 Exhibit A, attached hereto.

Blank lines for providing other necessary information for 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 ▶  Date ▶ 11/26/12
Print your name ▶ Robert Salomon Title ▶ EVP, 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.

BEAZER HOMES USA, INC.
1000 ABERNATHY ROAD, SUITE 260
ATLANTA, GA 30328
FEIN: 58-2086934

**FORM 8937: REPORT OF ORGANIZATIONAL ACTIONS AFFECTING
BASIS OF SECURITIES – EXHIBIT A**

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 October 11, 2012, Beazer Homes USA, Inc. ("Beazer" or the "Company") executed a one-for-five Reverse Stock Split (the "Reverse Stock Split") of the outstanding shares of Beazer common stock. The Reverse Stock Split automatically converted every five (5) shares of the Company's issued and outstanding common stock into one (1) share of the Company's issued and outstanding common stock.

No fractional shares of common stock were issued as a result of the Reverse Stock Split. Instead, stockholders who otherwise would be entitled to receive a fractional share of our common stock as a result of the Reverse Stock Split, were entitled to receive cash from the Company's transfer agent.

15. Describe the quantitative effect of the organization 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 aggregate tax basis of the post-Reverse Stock Split shares received will be equal to the aggregate tax basis of the pre-Reverse Stock Split shares exchanged therefor (excluding any portion of the holder's basis allocated to fractional shares), and the holding period of the post-Reverse Stock Split shares received will include the holding period of the pre-Reverse Stock Split shares exchanged.

A stockholder generally will not recognize gain or loss on the Reverse Stock Split, except to the extent of cash, if any, received in lieu of a fractional share interest.

Each stockholder is advised to consult his or her tax advisor as to his or her own situation.

16. Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of the securities and the valuation dates.

The aggregate tax basis of the post-Reverse Stock Split shares received will be equal to the aggregate tax basis of the pre-Reverse Stock Split shares exchanged therefor (excluding any portion of the holder's basis allocated to fractional shares).

A holder of the pre-Reverse Stock Split shares who receives cash will generally be treated as having exchanged a fractional share interest for cash in a redemption by us. The amount of any gain or loss will be equal to the difference between the portion of the

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tax basis of the pre-Reverse Stock Split shares allocated to the fractional share interest and the cash received.

Each stockholder is advised to consult his or her tax advisor as to his or her own situation.

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

Section 354, Section 358, Section 368

18. Can any resulting loss be recognized?

A stockholder generally will not recognize loss on the Reverse Stock Split, except to the extent of cash, if any, received in lieu of a fractional share interest. The amount of any loss will be equal to the difference between the portion of the tax basis of the pre-Reverse Stock Split shares allocated to the fractional share interest and the cash received.

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

The Company completed the Reverse Stock Split on October 11, 2012, such that the organizational action occurred during the taxable period ending September 30, 2013.