

# red rock resorts

October 12, 2022

Subject: Corrected 2021 Form 1099-DIV

Dear Shareholder:

We have determined that a portion of the 2021 distributions previously reported to you as taxable dividends from Red Rock Resorts, Inc. (“the Company”) were instead a return of capital (nondividend distributions). Please find enclosed a corrected 2021 Form 1099-DIV that reflects this change. As a result of this corrected form, you may be eligible to seek refunds on taxes previously paid on 2021 dividends by filing amended returns. This change in tax treatment will affect the tax basis of your shares.

Nondividend Distributions require the Company to post on its website Form 8937 reflecting the impact on shareholders’ tax basis for each distribution made. By posting this information, the Company intends to satisfy the requirements of public disclosure pursuant to Treasury Regulation § 1.6045B-1(a)(3) and (b)(4). The information contained in Form 8937 is based on reasonable assumptions and estimates at the time the Form is posted. The Company is filing corrected Forms 8937 and 1099-DIV for 2021 pursuant to the applicable Treasury Regulations. Please see the Red Rock Resorts, Inc. Investor Relations page, <http://redrockresorts.investorroom.com/tax-information> for corrected Form 8937.

This change in tax treatment does not affect Red Rock Resorts, Inc. net income, cash flows or other financial results previously reported under Generally Accepted Accounting Principles (GAAP).

This information is provided for tax informational purposes only and is not intended to be tax advice. You should consult your tax advisor to determine how this change may affect your 2021 and future taxes.

Sincerely,

Red Rock Resorts, Inc.



**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 Attachment 1](#)

Multiple horizontal lines for listing applicable Internal Revenue Code sections and subsections.

**18** Can any resulting loss be recognized? ▶ [See Attachment 1](#)

Multiple horizontal lines for providing information regarding loss recognition.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ [See Attachment 1](#)

Multiple horizontal 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 ▶

10/12/2022

Print your name ▶ Stephen L. Cootey

Title ▶ EVP, CFO and Treasurer

**Paid Preparer Use Only**

Print/Type preparer's name

Preparer's signature

Date

Check  if self-employed

PTIN

Firm's name ▶

Firm's EIN ▶

Firm's address ▶

Phone no.

**RED ROCK RESORTS, INC.**  
**FORM 8937**  
**ATTACHMENT 1**  
**WITH RESPECT TO RETURN OF CAPITAL**  
**DISTRIBUTIONS MADE DURING THE CALENDAR YEAR**  
**2021**

**Part II, Box 14**

Red Rock Resorts, Inc. declared and paid cash dividends to shareholders of record on the date shown below. Each of these dividends were comprised of both Ordinary and Qualified Dividends, as well as a return of capital for U.S. Federal Income Tax purposes.

In January 2022, Forms 1099-DIV were issued for distributions classified as follows:

<b>Record Date</b>	<b>Payable Date</b>	<b>Distribution Rate per Share</b>	<b>Return of Capital % of Distribution</b>
11/23/21	12/22/21	\$3.00	10.72%

In October 2022, corrected Forms 1099-DIV were issued when the Red Rock Resorts, Inc. finalized its earnings and profits computation for the tax year ended December 31, 2021. Distributions made to holders of Red Rock Resorts, Inc. Common Stock (Ticker Symbol: RRR, CUSIP: 75700L108) were as follows:

<b>Record Date</b>	<b>Payable Date</b>	<b>Distribution Rate per Share</b>	<b>Return of Capital % of Distribution</b>
11/23/21	12/22/21	\$3.00	19.76%

**Part II, Box 15**

Each shareholder that received a dividend with respect to a share held on the Record Date must reduce its tax basis in that share by the percentage reflected of the amount of the dividend recorded that was a return of capital. To the extent that the dividends received exceed a shareholder's tax basis in the share, the excess will constitute taxable gain. Shareholders should consult their tax advisors with respect to the U.S. Federal tax treatment of any such gain as the tax treatment of the gain will depend on the shareholder's individual tax circumstances.

**Part II, Box 16**

Please see Part II, Box 15 above for a general description of a shareholder's change in basis calculation. The amount of the basis reduction described will be measured by the amount of cash distributions received.

**Part II, Box 17**

Tax consequences are determined under Sections 301(c) and 1001 of the Code.

**Part II, Box 18**

No tax loss will arise from the receipt of these cash distributions.

**Part II, Box 19**

Adjustments to the tax basis of stock (and of any taxable gain) resulting from these cash distributions are reportable in the tax period in which each distribution was received. For calendar year taxpayers, the reportable tax year for the aggregate distributions received is 2021.

*Individual tax consequences may vary. Shareholders are urged to consult their own tax advisors. The information contained herein does not constitute tax advice. It is not intended or written to be used, and cannot be used, for the purpose of avoiding tax penalties.*