

**IVY DISTRIBUTORS, INC.**

Statement of Changes in Stockholder's Equity

Year ended December 31, 2019

(In thousands, except number of shares)

	<b>Common stock</b>		<b>Additional</b>	<b>Accumulated</b>	<b>Total</b>
	<b>Shares</b>	<b>Amount</b>	<b>paid-in</b>	<b>deficit</b>	<b>stockholder's</b>
			<b>capital</b>		<b>equity</b>
Balance at December 31, 2018	100	\$ —	418,109	(381,097)	37,012
Cumulative Effect Adjustment (1)	—	—	—	(5,903)	(5,903)
Forgiveness by Related Party (1)	—	—	5,903	—	5,903
Net loss	—	—	—	(27,603)	(27,603)
Capital contribution from parent – cash	—	—	26,000	—	26,000
Balance at December 31, 2019	100	\$ —	450,012	(414,603)	35,409

(1) See Note 11 (Related Party Transactions) for additional information on the Letter of Understanding executed with Waddell & Reed, Inc.

See accompanying notes to financial statements.