

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)	
COVANTA HOLDING CORPORATION		95-6021257	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
PAOLA TADDEO	862-345-5000	PTADDEO@COVANTA.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	
445 SOUTH STREET		MORRISTOWN, NJ 07960	
8 Date of action		9 Classification and description	
1/4/19; 4/5/19; 7/12/19; 10/4/19		COMMON STOCK	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
22282E102	N/A	CVA	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 ▶ During 2019 Covanta Holding Corporation ("CVA") made four cash distributions (payable on January 4, April 5, July 1, and October 4) in the per share amounts of \$0.25, \$0.25, \$0.25, and \$0.25 totalling \$1.00 per share.

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 above cash distributions are treated as taxable dividends to the extent of the Company's current and accumulated earnings and profits as of the period ending on December 31, 2019. The portion of the 2019 cash distributions that are not taxable dividends shall be applied against the basis of the stock. The portion of the distribution that is a return of capital and not a dividend is \$1.00. Accordingly, the basis of each share of stock held by each shareholder shall be reduced by \$1.00.

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 ▶ The portion of the distribution that is not classified as a dividend represents distributions that are in excess of the current and accumulated earnings and profits that have been calculated based on 2019 and prior years.

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 §301, §312, and §316 and supporting regulations.

18 Can any resulting loss be recognized? ▶ No loss should be recognized with respect to the portion of the distribution that represents a return of capital.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ No additional information is necessary at this time. However, the return of capital calculated in item 15 above is an estimate based on the most accurate available information at the time of the public reporting of this form. Covanta Holding Corporation will report an updated Form 8937 if it determines that the amount of the distribution treated as a return of capital with respect to each share of stock changes. The information may be updated upon the filing of the 2019 Federal Income Tax return, at which time an updated Form 8937 may be filed. The above information does not constitute tax advice. It is recommended that shareholders consult with their own legal, financial, or tax advisors to consider the consequences of reporting amounts that may be revised at a later date.

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 ▶ *Paola Taddeo* Date ▶ 2/3/2020

Print your name ▶ Paola Taddeo Title ▶ Vice President - Tax

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.

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