

**Report of Organizational Actions  
 Affecting Basis of Securities**

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name		<b>2</b> Issuer's employer identification number (EIN)	
AIC II-HANCOCK HORIZON DIVERSIFIED INCOME FUND		46-0633089	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact	<b>5</b> Email address of contact	
HANCOCK HORIZON FUNDS	1-800-990-2434		
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact		<b>7</b> City, town, or post office, state, and ZIP code of contact	
ONE FREEDOM VALLEY DRIVE		OAKS, PA 19456	
<b>8</b> Date of action		<b>9</b> Classification and description	
SEE BELOW		NON-TAXABLE RETURN OF CAPITAL DISTRIBUTION	
<b>10</b> CUSIP number	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol	<b>13</b> Account number(s)
SEE BELOW		HHIAX, HHIIX	

**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 ▶ The Hancock Horizon Diversified Income Fund paid a non-taxable return of capital distribution during the year. Please see attached statement for detail.

**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 ▶ SEE ATTACHED FOR PER SHARE INFORMATION.

**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 ATTACHED FOR PER SHARE INFORMATION.

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC 301 & 316

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18 Can any resulting loss be recognized? ▶ Not applicable to this transaction as no loss may be recognized on a return of capital distribution. The shareholders cost basis should be adjusted to reflect the return of capital distribution which may affect the gain or loss realized by the shareholder upon disposition of there shares.

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19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The information provided herein has been provided to each shareholder on their 2020 from 1099-DIV statement, Box 3 from their respective Broker/Dealer.

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<b>Sign Here</b>	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.				
	Signature ▶	SIGNED COPY ON FILE		Date ▶	2/26/2021
<b>Paid Preparer Use Only</b>	Print your name ▶	Preparer's signature		Title ▶	Treasurer, Controller CFO
	Print/Type preparer's name	Preparer's signature		Date	Check <input type="checkbox"/> if self-employed PTIN
	Firm's name ▶	Firm's address ▶		Firm's EIN ▶	Phone no.
	Firm's address ▶	Firm's address ▶		Firm's EIN ▶	Phone no.

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

Hancock Diversified Income Fund

EIN: 46-0633089

Supplemental Attachment to Form 8937

Part II, Question 14, 15, 16

Detail of the distributions paid during the fiscal year ending December 31, 2020 is described below:

FUND NAME	CUSIP	TICKER SYMBOL	RECORD DATE	EX DIVIDEND DATE	PAYABLE DATE	INCOME DIVIDENDS	% OF TAXABLE DISTRIBUTION	TAXABLE DIVIDENDS AMOUNT	% RETURN OF CAPITAL DISTRIBUTION	RETURN OF CAPITAL AMOUNT
Hancock Diversified Income Fund	41012R662	HHIAX	01/29/2020	01/30/2020	01/31/2020	\$ 0.037200000	100.00%	\$ 0.037200000		\$ 0.000000000
Hancock Diversified Income Fund	41012R662	HHIAX	02/26/2020	02/27/2020	02/28/2020	\$ 0.037800000	100.00%	\$ 0.037800000		\$ 0.000000000
Hancock Diversified Income Fund	41012R662	HHIAX	03/27/2020	03/30/2020	03/31/2020	\$ 0.047100000	100.00%	\$ 0.047100000		\$ 0.000000000
Hancock Diversified Income Fund	41012R662	HHIAX	04/28/2020	04/29/2020	04/30/2020	\$ 0.030500000	100.00%	\$ 0.030500000		\$ 0.000000000
Hancock Diversified Income Fund	41012R662	HHIAX	05/27/2020	05/28/2020	05/29/2020	\$ 0.019800000	94.70%	\$ 0.018800000	5.30%	\$ 0.001000000
Hancock Diversified Income Fund	41012R662	HHIAX	06/26/2020	06/29/2020	06/30/2020	\$ 0.039500000	94.70%	\$ 0.037400000	5.30%	\$ 0.002100000
Hancock Diversified Income Fund	41012R662	HHIAX	07/29/2020	07/30/2020	07/31/2020	\$ 0.028100000	94.70%	\$ 0.026600000	5.30%	\$ 0.001500000
Hancock Diversified Income Fund	41012R662	HHIAX	08/27/2020	08/28/2020	08/31/2020	\$ 0.036700000	94.70%	\$ 0.034800000	5.30%	\$ 0.001900000
Hancock Diversified Income Fund	41012R662	HHIAX	09/28/2020	09/29/2020	09/30/2020	\$ 0.047400000	94.70%	\$ 0.044900000	5.30%	\$ 0.002500000
Hancock Diversified Income Fund	41012R662	HHIAX	10/28/2020	10/29/2020	10/30/2020	\$ 0.023800000	94.70%	\$ 0.022500000	5.30%	\$ 0.001300000
Hancock Diversified Income Fund	41012R662	HHIAX	11/25/2020	11/27/2020	11/30/2020	\$ 0.039000000	94.70%	\$ 0.036900000	5.30%	\$ 0.002100000
Hancock Diversified Income Fund	41012R662	HHIAX	12/29/2020	12/30/2020	12/31/2020	\$ 0.208000000	94.70%	\$ 0.197000000	5.30%	\$ 0.011000000
<b>Totals</b>						<b>\$ 0.594900000</b>		<b>\$ 0.571500000</b>		<b>\$ 0.023400000</b>
Hancock Diversified Income Fund	41012R670	HHIIX	01/29/2020	01/30/2020	01/31/2020	\$ 0.040000000	100.00%	\$ 0.040000000		\$ 0.000000000
Hancock Diversified Income Fund	41012R670	HHIIX	02/26/2020	02/27/2020	02/28/2020	\$ 0.040300000	100.00%	\$ 0.040300000		\$ 0.000000000
Hancock Diversified Income Fund	41012R670	HHIIX	03/27/2020	03/30/2020	03/31/2020	\$ 0.049600000	100.00%	\$ 0.049600000		\$ 0.000000000
Hancock Diversified Income Fund	41012R670	HHIIX	04/28/2020	04/29/2020	04/30/2020	\$ 0.032700000	100.00%	\$ 0.032700000		\$ 0.000000000
Hancock Diversified Income Fund	41012R670	HHIIX	05/27/2020	05/28/2020	05/29/2020	\$ 0.022000000	94.70%	\$ 0.020800000	5.30%	\$ 0.001200000
Hancock Diversified Income Fund	41012R670	HHIIX	06/26/2020	06/29/2020	06/30/2020	\$ 0.042000000	94.70%	\$ 0.039800000	5.30%	\$ 0.002200000
Hancock Diversified Income Fund	41012R670	HHIIX	07/29/2020	07/30/2020	07/31/2020	\$ 0.030500000	94.70%	\$ 0.028900000	5.30%	\$ 0.001600000
Hancock Diversified Income Fund	41012R670	HHIIX	08/27/2020	08/28/2020	08/31/2020	\$ 0.039100000	94.70%	\$ 0.037000000	5.30%	\$ 0.002100000
Hancock Diversified Income Fund	41012R670	HHIIX	09/28/2020	09/29/2020	09/30/2020	\$ 0.050000000	94.70%	\$ 0.047400000	5.30%	\$ 0.002600000
Hancock Diversified Income Fund	41012R670	HHIIX	10/28/2020	10/29/2020	10/30/2020	\$ 0.026300000	94.70%	\$ 0.024900000	5.30%	\$ 0.001400000
Hancock Diversified Income Fund	41012R670	HHIIX	11/25/2020	11/27/2020	11/30/2020	\$ 0.041500000	94.70%	\$ 0.039300000	5.30%	\$ 0.002200000
Hancock Diversified Income Fund	41012R670	HHIIX	12/29/2020	12/30/2020	12/31/2020	\$ 0.210900000	94.70%	\$ 0.199700000	5.30%	\$ 0.011200000
<b>Totals</b>						<b>\$ 0.624900000</b>		<b>\$ 0.600400000</b>		<b>\$ 0.024500000</b>