

PFIC Annual Information Statement

(1) This Information Statement applies to the taxable year beginning on January 1, 2018 and ending on December 31, 2018 relating to the entities specified in paragraph (2) below.

(2) This Information Statement applies to Acorn International, Inc., Acorn Information Technology(Shanghai) Co., Ltd., Beijing HJZX Software Technology Development Co., Ltd., Beijing HJX Technology Development Co., Ltd., MK AND T Communications Limited , Shanghai Acorn Advertising Broadcasting Co., Ltd., Beijing Acorn Youngleda Oxygen Generating Co., Ltd., Beijing Acorn Trade Co., Ltd., Zhuhai Acorn Electronic Technology Co., Ltd., ZhongshanMeijin Digital Technology Co., Ltd., YiyangYukang Communication Equipment Co., Ltd., Wuxi Acorn Enterprise Management Consulting Co., Ltd and Acorn International Electronic Technology (Shanghai) Co., Ltd.

(3) The ordinary earnings and net capital gain of each entity specified in paragraph (2) for the taxable year specified in paragraph (1) is set forth on the table below:

	Ordinary Earnings	Ordinary Earnings Per ADS	Ordinary Earnings Per ADS Per Day	Net Capital Gain
Acorn International, Inc.	\$45,524,076	\$17.3272159	\$0.0474718	NONE
Acorn Information Technology (Shanghai) Co., Ltd.	NONE	NONE	NONE	NONE
Beijing HJZX Software Technology Development Co., Ltd.	\$224,702	\$0.0855252	\$0.0002343	NONE
Beijing HJX Technology Development Co., Ltd.	NONE	NONE	NONE	NONE
MK AND T Communications Limited.	\$135,614	\$0.0516170	\$0.0001414	NONE
Shanghai Acorn Advertising Broadcasting Co., Ltd.	\$222,593	\$0.0847227	\$0.0002321	NONE
Beijing Acorn Youngleda Oxygen Generating Co., Ltd.	NONE	NONE	NONE	NONE
Beijing Acorn Trade Co., Ltd.	NONE	NONE	NONE	NONE
Zhuhai Acorn Electronic Technology Co., Ltd.	\$288,322	\$0.1097402	\$0.0003007	NONE
ZhongshanMeijin Digital Technology Co., Ltd.	NONE	NONE	NONE	NONE
YiyangYukang Communication Equipment Co., Ltd.	NONE	NONE	NONE	NONE
Wuxi Acorn Enterprise Management Consulting Co., Ltd.	NONE	NONE	NONE	NONE
Acorn International Electronic Technology (Shanghai) Co., Ltd.	NONE	NONE	NONE	NONE

(4) The amount of cash and fair market value of other property distributed or deemed distributed to shareholders of Acorn International Inc. during the taxable year specified in paragraph (1) is as follows:

Cash: US\$ 15 per ADS / Total Paid: US\$ 40,000.019*

Fair Market Value of Property: None

*Cash distribution refers to the Special Dividend declared by the Company on May 23 2018.

(5) Acorn International, Inc. will permit you to inspect and copy permanent books of account, records, and such other documents as may be maintained by us that are necessary to establish that PFIC ordinary earnings and net capital gain, as provided in section 1293(e) of the Internal Revenue Code of 1986, as amended, are computed in accordance with U.S. income tax principles, and to verify these amounts and your pro rata shares thereof.

Acorn International, Inc.

Date:

July 11, 2019

By: Jacob A. Fisch



Title: Chief Executive Officer

THIS INFORMATION IS PROVIDED IN ORDER TO ASSIST THOSE SHAREHOLDERS WHO HAVE MADE A QEF ELECTION WITH RESPECT TO ACORN INTERNATIONAL INC. OR ITS SUBSIDIARIES IN MAKING CERTAIN PFIC CALCULATIONS AND DOES NOT CONSTITUTE TAX ADVICE. THOSE SHAREHOLDERS ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS CONCERNING THE OVEALL TAX CONSEQUENCES OF THE OWNERSHIP OF SHARES ARISING IN THEIR OWN PARTICULAR SITUATIONS UNDER UNITED STATES FEDERAL, STATE, LOCAL AND FOREIGN LAW.