See separate instructions.

Part I Reporting Issuer

1 Issuer's name			2 Issuer's employer identification number (EIN)
ABERDEEN AUSTRALIA E	EQUITY FUND, INC.	13-3304681	
3 Name of contact for ad	ditional information 4	Telephone No. of contact	5 Email address of contact
ABERDEEN ASSET MANA	AGEMENT, INC.	215-405-5700	
6 Number and street (or F		7 City, town, or post office, state, and ZIP code of contact	
C/O ABERDEEN ASSET M	IANAGEMENT. INC., 17	PHILADELPHIA, PA 19103	
8 Date of action		9 Classification and description	
3/16/2018, 6/20/2018, 9/21/	2018	COMMON STOCK - REGULATED I	NVESTMENT COMPANY
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
003011103		IAF	
	onal Action Attach		See back of form for additional guestions.
			ate against which shareholders' ownership is measured for
the action ► A PER	CENTAGE OF THE DIS	TRIBUTIONS PAID IN MARCH, JUNE	E, AND SEPTEMBER 2018 WERE RETURN OF CAPITAL
			DER INTERNAL REVENUE CODE SECTIONS 301(c)(2)
AND 316. SEE ATTACHME	ENT.		
	-		urity in the hands of a U.S. taxpayer as an adjustment per
share or as a percent	age of old basis \blacktriangleright <u>SEE</u>		APITAL DISTRIBUTIONS WILL REDUCE THE TAX BASIS

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 ATTACHMENT.

Part II	Organizational	Action (continued)
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17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► INTERNAL REVENUE CODE SECTIONS 316, 301(c)(1), AND 301(c)(2).

18 Can any resulting loss be recognized? ► NO LOSS WILL BE RECOGNIZED AS A RESULT OF THE RETURN OF CAPITAL DISTRIBUTIONS. THE RETURN OF CAPITAL DISTRIBUTIONS WILL REDUCE THE TAX BASIS OF THE SHAREHOLDERS' SHARES IN THE ABERDEEN AUSTRALIA EQUITY FUND, INC.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► _ THE RETURN OF CAPITAL DISTRIBUTIONS DESCRIBED ABOVE ARE REPORTABLE IN TAX YEAR 2018.

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 01/15/2019 Signature ► /s/Sharon Ferrari Date 🕨 Print your name ► SHARON FERRARI Title 🕨 ASSISTANT TREASURER Preparer's signature Print/Type preparer's name Date PTIN Paid Check if self-employed <u>/s/ Joshua Lehrman</u> 1/15/2019 * JOSHUA LEHRMAN Preparer * Firm's name KPMG LLP Firm's EIN ► Use Only Firm's address ► 1601 MARKET STREET, PHILADELPHIA, PA 19103-2499 Phone no. 267-256-7000

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

*MAINTAINED IN TAXPAYER'S RECORDS

ABERDEEN AUSTRALIA EQUITY FUND, INC. EIN: 13-3304681 FORM 8937 ATTACHMENT

CUSIP (BOX 10)	TICKER SYMBOL (BOX 12)	EX-DATE	RECORD DATE	PAYABLE DATE	DISTRIBUTION AMOUNT PER SHARE	TAXABLE DIVIDEND PERCENTAGE	RETURN OF CAPITAL PERCENTAGE
003011103	IAF	3/16/2018	3/19/2018	3/26/2018	0.1600	85.098%	14.902%
CUSIP (BOX 10)	TICKER SYMBOL (BOX 12)	EX-DATE	RECORD DATE	PAYABLE DATE	DISTRIBUTION AMOUNT PER SHARE	TAXABLE DIVIDEND PERCENTAGE	RETURN OF CAPITAL PERCENTAGE
003011103	IAF	6/20/2018	6/21/2018	6/29/2018	0.1600	85.098%	14.902%
CUSIP (BOX 10)	TICKER SYMBOL (BOX 12)	EX-DATE	RECORD DATE	PAYABLE DATE	DISTRIBUTION AMOUNT PER SHARE	TAXABLE DIVIDEND PERCENTAGE	RETURN OF CAPITAL PERCENTAGE
003011103	IAF	9/21/2018	9/24/2018	10/2/2018	0.1600	85.098%	14.902%