

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Rush Enterprises, Inc		2 Issuer's employer identification number (EIN) 74-1733016	
3 Name of contact for additional information Steven L Keller	4 Telephone No. of contact 830-302-5200	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact PO Box 34630		7 City, town, or post office, state, and ZIP code of contact San Antonio, TX 78265-4630	
8 Date of action 10/12/2020		9 Classification and description Three-for-two stock split in the form of a stock dividend payable	
10 CUSIP number 781846 209 781846 308	11 Serial number(s)	12 Ticker symbol RUSHA RUSHB	13 Account number(s)

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 ▶ On September 15, 2020, Rush Enterprises, Inc declared a three-for-two stock split with respect to both the Company's Class A and Class B common stock. The stock split will be effected in the form of a stock dividend payable on October 12, 2020, to stockholders of record as of September 28, 2020. Holders of the Company's common stock will receive an additional one-half share for each share of common stock held as of the record date. The stock split will increase the number of outstanding shares of Class A common stock from approximately 28,135,067 to approximately 42,202,601 and will increase the number of outstanding shares of Class B common stock from approximately 8,374,476 to approximately 12,561,714.

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 ▶ Under current law, for United States federal income tax purposes, (1) the receipt of additional shares of Common Stock as a result of this stock split will not result in any current recognition of taxable income, gain or loss to stockholders, (2) immediately after the stock split, the tax basis of the shares of Common Stock held by a stockholder prior to the stock split will be divided equally between such original shares and the new shares issued with respect to the original shares, and (3) the new shares will be deemed to have been acquired at the same time as the original shares with respect to which the new shares were issued. There will be no U.S. taxable income to U.S. resident stockholders as a result of this stock split. The tax basis of shares prior to the stock split will be divided equally between those shares and the additional shares received as a result of the stock split. For example, a stockholder who owned 100 shares of Rush Enterprises, Inc stock before the split with a tax basis of \$30.00 per share will own 150 shares of Rush Enterprises, Inc stock with a tax basis of \$20.00 per share after the split, with cash paid in-lieu for any fractional shares.

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 ▶ Please see explanation and example in question 15.

