

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name VeriSign, Inc.		2 Issuer's employer identification number (EIN) 94-3221585	
3 Name of contact for additional information David Atchley	4 Telephone No. of contact 703-948-4643	5 Email address of contact datchley@verisign.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 12061 Bluemont Way		7 City, town, or post office, state, and Zip code of contact Reston, Va 20190	
8 Date of action May 18, 2011		9 Classification and description Common Stock	
10 CUSIP number 92343E102	11 Serial number(s)	12 Ticker symbol VRSN	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 ▶ **VeriSign, Inc. ("VeriSign") declared a special dividend of \$2.75 per share of its common stock. The dividend was paid on May 18, 2011 to shareholders of record as of the close of business on May 9, 2011.**

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 ▶ **Based on currently available information, VeriSign has concluded that the company does not have current or accumulated Earnings and Profits ("E&P"). As result, the May distribution will be entirely treated as return of capital. The per share impact to shareholders will be a return of a capital/adjustment of basis of \$2.75 per share.**

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 amount of the special dividend was \$463,446,484. The outstanding common stock at the date of the distribution was 168,525,994 shares. Consequently, the distribution was \$2.75 per share.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
In calculating VeriSign's E&P, IRC Sec. 312 was applied. In determining the impact of the distribution on the shareholder's basis, IRC 301(c)(2) is applicable.

18 Can any resulting loss be recognized? ▶
Whether a loss can be recognized will depend on the individual shareholder's facts and circumstances. Shareholders should consult with their tax advisor.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
The reportable tax year is 2011

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 ▶ *John Calys* Date ▶ 1/17/12
Print your name ▶ JOHN CALYS Title ▶ INTERIM CHIEF FINANCIAL OFFICER AND CONTROLLER

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.	