



IMPORTANT ILLINOIS INCOME TAX INFORMATION

PLEASE RETAIN FOR YOUR ILLINOIS INCOME TAX RETURN PREPARATION (IF APPLICABLE)

8 February 2017

Dear Shareholder,

You may be permitted to subtract dividends that were paid to you on shares of Walgreens Boots Alliance, Inc. common stock between January 1, 2016 and December 31, 2016, and that were reported to you on Form 1099-DIV, from your base income for Illinois income tax purposes. The following is a brief description of how Illinois taxpayers who file a Form IL-1040 should report their Walgreens Boots Alliance, Inc. dividends. Other Illinois taxpayers may wish to seek their tax advisor's advice as to how to report their dividends.

Under Illinois law, dividends you receive from a corporation that conducts business in a federally designated Foreign-Trade Zone and is designated a High Impact Business may be eligible for the subtraction modification from Illinois base income. The Illinois Department of Commerce and Economic Opportunity has designated Walgreens Boots Alliance, Inc. an Illinois High Impact Business ("HIB"). Additionally, Walgreens Boots Alliance, Inc. is located in a Foreign Trade Zone (Chicago/Sub Zone 22).

The dividends that are reported as the subtraction must have been included in your federal taxable income. Schedule 1299-C must be attached to your IL-1040 to support this subtraction. Schedule 1299-C is normally not included in the Form IL-1040 packet sent to you by the Illinois Department of Revenue. The schedule is available on the Illinois Department of Revenue website at www.revenue.state.il.us.

The foregoing overview is provided for informational purposes only and does not constitute tax or investment advice to any individual or entity. As each individual's situation can vary, you should consult your tax advisor if you have any questions regarding the appropriate treatment of your Walgreens Boots Alliance, Inc. dividend income. Except to the extent required by law, Walgreens Boots Alliance, Inc. does not undertake, and expressly disclaims, any duty or obligation to update any statement herein, whether as a result of change in law or otherwise.