

Report of Organizational Actions Affecting Basis of Securities

► See separate instructions.

Part I Reporting Issuer

1 Issuer's name Diana Containerships Inc.		2 Issuer's employer identification number (EIN) N/A	
3 Name of contact for additional information Andreas Michalopoulos	4 Telephone No. of contact 011-30-216-600-2400	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact Pendelis 18, 175 64 Palaio Faliro		7 City, town, or post office, state, and Zip code of contact Athens, Greece	
8 Date of action November 2, 2017	9 Classification and description Common Stock		
10 CUSIP number Y2069P507	11 Serial number(s)	12 Ticker symbol NASDAQ: DCIX	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 November 2, 2017, Diana Containerships Inc. (the "Company") effected a 1-for-7 reverse stock split of its common shares, par value \$0.01 per share. Effective on that date, every seven (7) shares of the Company's issued and outstanding common stock were automatically combined into one (1) issued and outstanding share of common stock. No fractional shares were issued in connection with the reverse stock split. Shareholders who would otherwise have held a fractional share of the Company's common stock received cash in lieu of such fractional share.

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 ► A shareholder's tax basis in one (1) share of the Company's common stock after the reverse stock split will generally equal seven hundred percent (700%) of the tax basis such shareholder had in one (1) share of the Company's common stock before the reverse stock split.

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 item 15 above

Part II Organizational Action (continued)

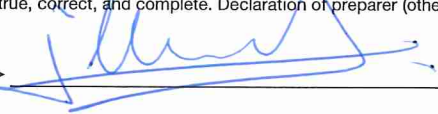
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► IRC Sections 354 and 358

18 Can any resulting loss be recognized? ► In general, no gain or loss is recognized on the exchange of the Company's common shares in the reverse stock split. However, gain or loss could be recognized to the extent of cash received in lieu of fractional shares. Shareholders should consult with their U.S. tax advisors to determine the tax consequences with respect to cash received in lieu of fractional shares.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► The reportable taxable year is 2017 for calendar year taxpayers. For shareholders reporting taxable income on a basis other than the calendar year, the reportable taxable year is the shareholder's tax year that ends on or includes November 2, 2017.

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 ► 

Date ► NOVEMBER 3, 2017

Print your name ► Andreas Nikolaos Michalopoulos

Title ► Chief Financial Officer & Treasurer

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.	