Form **8937**

(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

➤ See separate instructions.

OMB No. 1545-2224

Part I Reporting Issuer		
1 Issuer's name	2 Issuer's employer identification number (EIN)	
Westport Fuel Systems Inc.		N/A
3 Name of contact for additional information	ion 4 Telephone No. of contact	5 Email address of contact
Investor relations	s not delivered to street address) of contact	invest@westport.com
6 Number and street (or P.O. box ii maii i	s not delivered to street address) of contact	7 City, town, or post office, state, and Zlp code of contact
101 - 1750 West 75th Avenue		Vancouver, Canada V6P 6G2
8 Date of action	Vancouver, Carlada VVF 002	
	9 Classification and description	
June 1, 2016		
10 CUSIP number 11 Serial nur	nber(s) 12 Ticker symbol	13 Account number(s)
960908309	TSX: WPT/Nasdaq:WPRT	a hada af farma farra daliklara da mara da
	Attach additional statements if needed. Se	e against which shareholders' ownership is measured for
the action ► Please see attached s		e against which shareholders ownership is theasured for
riease see attached s		
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15 Describe the quantitative effect of the share or as a percentage of old basis		ty in the hands of a U.S. taxpayer as an adjustment per
-		
16 Describe the calculation of the chang valuation dates ► Please see attached		ation, such as the market values of securities and the

Form 8937 (Rev. 12-2011)					
Part II	Organizatio				

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Pag	ıe	4

Part		Organizational Action (continu	red)		rage
17 i	List the	e applicable Internal Revenue Code sec	tion(s) and subsection(s) upon which the ta	ax treatment is based	► <u>354, 356, 358, 367, 368(a),</u>
7221.					
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		Mark Control of the C			
18 C	an an	y resulting loss be recognized? ► No.		·	
		-			
19 Pi ncome	rovide on a	any other information necessary to imp calendar year basis, the reportable ta	olement the adjustment, such as the report ox year is 2016.	able tax year ▶ For s	nareholders reporting taxable
Sign	Under belief	r penalties of perjury, Ldeclare that I have ex It is true, correct, and complete Declaration	ramined this return, including accompanying school of preparer (other than officer) is based on all inf	edules and statements, formation of which prepa	and to the best of my knowledge and rer has any knowledge.
lere	Signa	ture ►		Date► <u>Jii</u>	ly 12,2016
	Print	/our name ➤ Ashoka Achuthan		Title ► CFO	
Paid		Print/Type preparer's name	Preparer's signature	Date	Check If PTIN
repa		Hillel Jacobson Firm's name ► Willkie Farr & Gallag	111-0-00	07/12/2016	self-employed P01485519
Jse C	nıy	Firm's address ► 787 Seventh Avenue			Firm's EIN ► 13-5536844 Phone no. (212) 728-8655
Send Fo	rm 89		s) to: Department of the Treasury, Internal F	Revenue Service, Ogd	en, UT 84201-0054

ATTACHMENT TO FORM 8937

Part II, Item 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 June 1, 2016, pursuant to the terms and conditions in the Agreement and Plan of Merger, dated as of September 1, 2015, by and among Westport Innovations, Inc. ("Westport"), Whitehorse Merger Sub, Inc., a wholly owned subsidiary of Westport ("Merger Sub") and Fuel Systems Solutions, Inc. ("Fuel Systems"), Merger Sub merged with and into Fuel Systems, with Fuel Systems continuing as the surviving corporation (the "Merger Surviving Corporation") and as a wholly owned subsidiary of Westport (the "Merger").

As a result of the Merger, each share of Fuel Systems common stock was exchanged for 2.4755 Westport common shares. Westport did not issue fractional Westport common shares in the Merger. As a result, Fuel Systems stockholders received cash for any fractional Westport common share that they would otherwise be entitled to receive in the Merger, equal to such fractional part of a share multiplied by 3.7536.

Part II, Item 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

The Merger is intended to qualify as a tax-free reorganization within the meaning of Section 368(a) of the Internal Revenue Code of 1986 (the "Code"). Any gain realized by shareholders from the Merger will likely be ineligible for nonrecognition treatment under Section 367 of the Code.

As a result, Fuel Systems common stockholders who exchanged their shares of Fuel Systems common stock for Westport common shares recognized gain (but not loss) on the exchange in an amount equal to the amount of gain realized (*i.e.*, the excess of the sum of the fair market value of the Westport common shares (including any fractional shares) received pursuant to the Merger over the shareholder's adjusted tax basis in its shares of Fuel Systems common stock surrendered pursuant to the Merger.

The amount of gain realized is calculated separately for each share of Fuel Systems common stock surrendered. If a holder of Fuel Systems common stock acquired different blocks of Fuel Systems common stock at different times or at different prices, any gain is determined separately with respect to each block of Fuel Systems common stock.

A Fuel Systems stockholder who realizes gain with respect to shares of Fuel Systems common stock surrendered has a tax basis in the Westport common shares received in the Merger equal to the fair market value of such shares at the time of the Merger.

A Fuel Systems stockholder's tax basis in the Westport common shares received in the Merger, who realizes a loss with respect to such shares, is equal to the aggregate tax basis in the Fuel Systems common stock exchanged, decreased by any tax basis attributable to a fractional share interest in Westport common shares for which cash is received.

If a holder of Fuel Systems common stock acquired different blocks of Westport common shares at different times or at different prices, the holder's tax basis in the Westport common shares received may be determined with reference to each block of Fuel Systems common stock exchanged.

Each holder of Fuel Systems common stock should consult its tax advisor to determine the proper fair market value of Westport common shares for purposes of determining the amount of gain, if any, recognized in the Mergers, the tax basis of the Westport common shares received in the Merger and the manner in which Fuel Systems common stock surrendered in the Merger should be allocated among different blocks of Westport common shares received in the Merger.

Part II, Item 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 calculation of the change in basis is described above in Part II, Box 15. The fair market value of Westport common shares on NASDAQ (based on the average of the highest and lowest trading price) at the time of the Merger was \$2.195.