

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
ABERDEEN ISRAEL FUND, INC.		06-1302759	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
ABERDEEN ASSET MANAGEMENT INC.	215-405-5700		
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
C/O ABERDEEN ASSET MANAGEMENT INC., 1735 MARKET STREET, 32ND FLOOR		PHILADELPHIA, PA 19103	
8 Date of action		9 Classification and description	
04/27/2018		COMMON STOCK- REGULATED INVESTMENT COMPANY	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
the action SEE ATTACHED		SEE ATTACHED	

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 APRIL 27, 2018, THE ABERDEEN ISRAEL FUND, INC. REORGANIZED INTO THE ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. IN ACCORDANCE WITH THE TERMS OF THE REORGANIZATION, ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. ACQUIRED ALL OF THE ASSETS AND ASSUMED CERTAIN LIABILITIES OF THE ABERDEEN ISRAEL FUND, INC. IN EXCHANGE FOR COMMON SHARES OF BENEFICIAL INTEREST IN ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. THE ABERDEEN ISRAEL FUND, INC. THEN DISTRIBUTED ALL OF THE ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. SHARES PRO RATA TO ITS SHAREHOLDERS IN COMPLETE LIQUIDATION OF ABERDEEN ISRAEL FUND, INC. THE REORGANIZATION OF ABERDEEN ISRAEL FUND, INC. INTO THE ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. QUALIFIED AS A TAX-FREE EXCHANGE WITHIN THE MEANING OF INTERNAL REVENUE CODE SECTION 368(a). THE EXCHANGE WAS BASED ON THE NUMBER AND VALUE OF SHARES OUTSTANDING AT THE CLOSE OF BUSINESS ON APRIL 27, 2018.

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 AGGREGATE BASIS IN THE SHARES OF ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. THAT WERE RECEIVED IN EXCHANGE FOR ITS SHARES IN ABERDEEN ISRAEL FUND, INC. WILL BE THE SAME AS THE SHAREHOLDER'S AGGREGATE BASIS IN THE SHARES OF ABERDEEN ISRAEL FUND, INC. THAT WERE HELD IMMEDIATELY PRIOR TO THE REORGANIZATION. THE NUMBER OF ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. SHARES THAT WERE RECEIVED IN EXCHANGE FOR ONE SHARE OF ABERDEEN ISRAEL FUND, INC. WAS 2.0631 SHARES OF ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. COMMON 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 ▶ THERE WAS NO CHANGE IN AGGREGATE BASIS AS A RESULT OF THE REORGANIZATION DESCRIBED 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 ▶ _____
INTERNAL REVENUE CODE SECTIONS 368(a), 368(b), 358(a), AND 354(a).

18 Can any resulting loss be recognized? ▶ NO GAIN OR LOSS WAS RECOGNIZED ON THE TRANSACTION. THEREFORE, EACH SHAREHOLDER'S AGGREGATE BASIS IN THE SHARES OF ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC. WILL BE THE SAME AS THE AGGREGATE BASIS IN THE SHARES OF THE ABERDEEN ISRAEL FUND, INC. THAT WERE HELD IMMEDIATELY PRIOR TO THE REORGANIZATION.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____
THE REORGANIZATION DESCRIBED ABOVE IS REPORTABLE IN TAX YEAR 2018.

Sign Here 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.

Signature ▶ /s/Sharon Ferrari Date ▶ 05/21/2018

Print your name ▶ SHARON FERRARI Title ▶ ASSISTANT TREASURER

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	<u>JOSHUA S. LEHRMAN</u>	<u>/s/ Joshua S. Lehrman</u>	<u>5/16/2018</u>		<u>*</u>
	Firm's name ▶ <u>KPMG LLP</u>	Firm's EIN ▶			<u>*</u>
	Firm's address ▶ <u>1601 MARKET STREET, PHILADELPHIA, PA 19103-2499</u>	Phone no. <u>267-256-7000</u>			

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

ABERDEEN ISRAEL FUND. INC
EIN: 06-1302759
FORM 8937 ATTACHMENT
TAX YEAR ENDED APRIL 27, 2018

**COMMON
STOCK**

ABERDEEN ISRAEL FUND, INC. (BEFORE REORGANIZATION)

CUSIP (BOX 10)
TICKER SYMBOL (BOX 12)

00301L109
ISL

**ABERDEEN EMERGING MARKETS EQUITY INCOME FUND, INC.
FKA ABERDEEN CHILE FUND, INC. (AFTER REORGANIZATION)**

CUSIP (BOX 10)
TICKER SYMBOL (BOX 12)

00301W105
AEF