

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)	
Nationwide HighMark Short Term Bond Fund		20-1018283	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Nationwide Funds	800-848-0920	web_help@nationwide.com	
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	
P.O. Box 701		Milwaukee, WI 53201-0701	
8 Date of action		9 Classification and description	
October 10, 2014		Merger - Regulated Investment Company	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
See Attachment		See Attachment	

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 October 10, 2014 pursuant to a plan of reorganization within the meaning of Section 368(a)(1)(d) all of the assets of the Nationwide Enhanced Income Fund (Target Fund #1) and the Nationwide Short Duration Bond Fund (target Fund #2) were acquired by the Natiowide HighMark Short Term Bond Fund (Acquiring Fund) in exchange solely for shares of beneficial interest, no par value, of the Acquiring Fund.

Please refer to Attachment.

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 tax basis of each share of the Nationwide HighMark Short Term Bond Fund (Acquiring Fund) received in the reorganization was the same as the tax basis of the share of the Nationwide Enhanced Income Fund (Target Fund #1) and the Nationwide Short Duration Bond Fund (Target Fund #2) received therefor.

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 ▶ N/A

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► Reorganization was intended to be a tax-free reorganization pursuant to Section 368(a) of the Code. The principal federal income tax consequences that are expected to result from Reorganization of Target Funds into Acquiring Fund are as follows:

- no gain or loss was recognized by the Target Funds or the shareholders of the Target Funds as a direct result of the Reorganization pursuant to Sections 361(c)(1) and 354(a) of the Code;
- no gain or loss was recognized by the Acquiring Fund as a direct result of the Reorganization pursuant to Section 1032(a) of the Code;
- the basis of the assets of the Target Funds received by the Acquiring Fund was the same as the basis of these assets in the hands of the Target Funds immediately prior to the exchange pursuant to Section 362(b) of the Code;
- the holding period of the assets of the Target Funds received by the Acquiring Fund included the period during which such assets were held by the Target Funds pursuant to Section 1223(2) of the Code;
- the aggregate tax basis of the shares of the Acquiring Fund received by a shareholder of the Target Funds as part of the Reorganization was the same as the shareholder's aggregate tax basis of the shares of the Target Funds pursuant to Section 358(a)(1) of the Code; and
- the holding period of the shares of the Acquiring Fund received by a shareholder of the Target Funds as part of the Reorganization included the period that a shareholder held the shares of the Target Funds (provided that such shares of the Target Funds are capital assets in the hands of such shareholder as of the Closing) pursuant to Section 1223(1) of the Code.

18 Can any resulting loss be recognized? ► No

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► The tax year end of the Nationwide HighMark Short Term Bond Fund is October 31, 2014. Please note that this year end was recently (as of the end of September, 2014) changed from July 31 to October 31. Pursuant to Rev. Proc. 2006-45, a Form 1128 will be filed.

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 ► A signed copy is maintained by issuer. Date ► November 3, 2014

Paid Preparer Use Only	Print your name ► <u>Jacqueline Payton</u>	Preparer's signature	Title ► <u>Assistant Treasurer</u>	Check <input type="checkbox"/> if self-employed	PTIN
	Print/Type preparer's name		Date	Firm's EIN ►	
	Firm's name ►			Phone no.	
	Firm's address ►				

**Nationwide HighMark Short Term Bond Fund
Form 8937 Attachment - Fund Classes**

Target Fund #1 Nationwide Enhanced Income Fund	Target Fund #2 Nationwide Short Duration Bond Fund	Acquiring Fund Nationwide HighMark Short Term Bond Fund	Acquiring Fund CUSIP	Acquiring Fund Ticker
A	A Service	A	63868C847	NWJSX
R2	C	C	63868C839	NWJTX
Institutional	Institutional	Institutional	63868C821	NWJUX
Institutional Service	Institutional Service	Institutional Service	63868C813	NWJVX