

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name		<b>2</b> Issuer's employer identification number (EIN)	
Standard Dental Labs, Inc. (formerly Costas, Inc.)		88-0411500	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact	<b>5</b> Email address of contact	
Investor Relations	(407) 789-1923	info@sdl.care	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact		<b>7</b> City, town, or post office, state, and ZIP code of contact	
424 E Central Blvd, Suite 308		Orlando, FL 32801	
<b>8</b> Date of action		<b>9</b> Classification and description	
March 13, 2025		Common Shares	
<b>10</b> CUSIP number	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol	<b>13</b> Account number(s)
22160A305; 22160A206	N/A	OTCMKTS: TUTH	N/A

**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 ▶ See 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 ▶ See Attachment.

**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 Attachment.

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ See Attachment.

Blank lined area for listing applicable Internal Revenue Code sections.

18 Can any resulting loss be recognized? ▶ See Attachment.

Blank lined area for providing information on resulting loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ See Attachment.

Blank lined area for providing other information necessary for the adjustment.

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 ▶ April 28th, 2025

Print your name ▶ James Brooks

Title ▶ CEO

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Kendall R. Fisher		4/28/2025		P01980923
	Firm's name ▶ Dorsey & Whitney LLP	Firm's EIN ▶		41-0223337	
	Firm's address ▶ Columbia Center, 701 Fifth Avenue, Suite 6100, Seattle, WA 98104	Phone no.		(206) 903-8793	

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

Standard Dental Labs, Inc.

(formerly Costas, Inc.)

Attachment to Form 8937 – Part II

Report of Organizational Actions Affecting Basis of Securities (the Reverse Stock Split)

**Consult your own tax advisor:** The information contained herein is being provided pursuant to the requirements of Section 6045B of the Internal Revenue Code of 1986, as amended (the “**Code**”), and includes a general summary regarding the application of certain U.S. federal income tax laws and regulations relating to the effects of the Reverse Stock Split (as defined below) on the tax basis of common shares of Standard Dental Labs, Inc. (“**Standard Dental**” or the “**Company**”), a Nevada corporation, in the hands of holders of common shares of Standard Dental (“**Standard Dental Shares**”) who are U.S. taxpayers (“**U.S. Shareholders**”). Concurrent with the Reverse Stock Split, the Company announced its name change from “Costas, Inc.”, to “Standard Dental Labs Inc.”, following approval from the Financial Industry Regulatory Authority Inc. This discussion does not constitute tax advice and does not purport to be complete or to describe the consequences that may apply to particular categories of shareholders. Standard Dental does not provide tax advice to its shareholders. You should consult your own tax advisors regarding the particular consequences of the Reverse Stock Split to you, including the applicability and effect of all U.S. federal, state and local tax laws as well as non-U.S. tax laws.

For additional information on the Reverse Stock Split or the Company’s name change, please read the press release of Standard Dental dated as of March 13, 2025 (the “**Release**”), which is available at [www.sdl.care/investors](http://www.sdl.care/investors).

**Part II Item 14. (Description of organizational action)**

On March 13, 2025, Standard Dental effected a reverse stock split whereby it consolidated every twenty (20) Standard Dental Shares into one (1) new Standard Dental Share (the “**Reverse Stock Split**”). No shareholder received a fractional Standard Dental Share pursuant to the Reverse Stock Split, as each fractional Standard Dental Share was rounded up to the nearest whole number. No cash was received by any shareholder in lieu of a fractional Standard Dental Share pursuant to the Reverse Stock Split.

U.S. Shareholders should review the Release and consult with their own tax advisors regarding the tax consequences of the Reverse Stock Split to them in light of their own particular circumstances.

**Part II Item 15. (Description of the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer)**

Standard Dental intends that the deemed exchange by U.S. Shareholders of their existing Standard Dental Shares for new Standard Dental Shares pursuant to the Reverse Stock Split be treated for U.S. federal income tax purposes as a tax-deferred exchange under Code Section 1036 and/or a tax-deferred recapitalization under Code Section 368(a)(1)(E), but Standard Dental provides no assurances in this regard. Provided the Reverse Stock Split qualifies as a tax-deferred exchange under Code Section 1036 and/or Code Section 368(a)(1)(E), a U.S. Shareholder should have the same tax basis and holding period in such shareholder's post-Reverse Stock Split Standard Dental Shares as such shareholder had in its pre-Reverse Stock Split Standard Dental Shares exchanged therefor pursuant to the Reverse Stock Split, as adjusted for any whole Standard Dental Shares received in lieu of a fractional Standard Dental Share. However, U.S. Shareholders will be required to allocate the aggregate tax basis of each block of their Standard Dental Shares held immediately prior to the Reverse Stock Split among the Standard Dental Shares held immediately after the Reverse Stock Split, as adjusted for any whole Standard Dental Share received in lieu of a fractional Standard Dental Share, such that the per-share tax basis in each post-Reverse Stock Split Standard Dental Share is equal to 2000% of the tax basis in a pre-Reverse Stock Split Standard Dental Share, as adjusted for any whole Standard Dental Share received in lieu of a fractional Standard Dental Share.

Notwithstanding the foregoing, the U.S. federal income tax consequences of the receipt of an additional fraction of a Standard Dental Share are not clear. A U.S. Shareholder who receives one whole Standard Dental Share in lieu of a fractional Standard Dental Share may nevertheless recognize income or gain in an amount not to exceed the excess of the fair market value of such Standard Dental Share over the fair market value of the fractional Standard Dental Share to which such U.S. Shareholder was otherwise entitled.

If a U.S. Shareholder held different blocks of Standard Dental Shares (i.e., Standard Dental Shares acquired at different times or different prices) at the time of the Reverse Stock Split, such holder should consult its own tax advisor with respect to the determination of the tax bases of particular Standard Dental Shares held following the Reverse Stock Split.

The tax basis of a U.S. Shareholder in its Standard Dental Shares should not be impacted by the name change of the Company.

**Part II Item 16. (Description of the calculation of the change in basis)**

Provided the Reverse Stock Split qualifies as a tax-deferred exchange under Code Section 1036 and/or a tax-deferred recapitalization under Code Section 368(a)(1)(E), and subject to the discussion above regarding fractional Standard Dental Shares, while the per-share tax basis is impacted, the tax basis of each shareholder's total investment remains the same. The post-Reverse Stock Split per share tax basis should be equal to the pre-Reverse Stock Split aggregate tax basis in each twenty (20) Standard Dental Shares held, as adjusted for any whole Standard Dental Share received in lieu of a fractional Standard Dental Share. This results in an increased per-share tax basis for the fewer number of Standard Dental Shares held, as adjusted for any whole Standard Dental Share received in lieu of a fractional Standard Dental Share.

**Part II Item 17. (List of applicable Code sections)**

Provided the Reverse Stock Split qualifies as a tax-deferred exchange under Code Section 1036 and/or a tax-deferred recapitalization under Code Section 368(a)(1)(E), the U.S. federal income tax consequences for U.S. Shareholders should be determined under Code Sections 305(a), 307(a), 354, 358, 368(a)(1)(E), 1036 and 1223.

**Part II Item 18. (Recognition of loss)**

Provided the Reverse Stock Split qualifies as a tax-deferred exchange under Code Section 1036 and/or a tax-deferred recapitalization under Code Section 368(a)(1)(E), and subject to the discussion above regarding fractional Standard Dental Shares, U.S. Shareholders should generally not recognize any loss pursuant to the Reverse Stock Split.

**Part II Item 19. (Other information)**

The Reverse Stock Split was effective on March 13, 2025. For a U.S. Shareholder which participated in the Reverse Stock Split whose taxable year is a calendar year, the reportable tax year is 2025.