DETECT, INC.

Organizational Actions Affecting Stock Basis
(IRC §6045B / Treas. Reg. §1.6045B-1)

Detect, Inc. ("Detect") is providing this notice to inform shareholders of organizational actions that may affect the U.S. federal income tax basis of Detect securities. This notice is provided in lieu of filing IRS Form 8937.

Organizational Action

On **September 2, 2025**, Detect completed a recapitalization that included:

- Conversion of all outstanding Preferred Stock into Common Stock on a **1-for-1 basis**;
- A **1-for-100,000 reverse stock split** of all outstanding Common Stock (no fractional shares issued); and
- A subsequent **100-to-1 forward stock split** of all outstanding Common Stock.

Following the recapitalization, Detect has one class of Common Stock and one class of Preferred Stock outstanding.

U.S. Federal Income Tax Treatment

The recapitalization is intended to qualify as a **tax-free recapitalization under Section 368(a)(1)(E)** of the Internal Revenue Code.

Accordingly:

- Shareholders generally **do not recognize gain or loss** as a result of the recapitalization;
- A shareholder's **aggregate tax basis** in Detect stock carries over after the transaction;
- The **per-share basis** is adjusted proportionately to reflect the post-recapitalization number of shares;
- Any elimination or forfeiture of fractional or de minimis shares in the reverse split **did not involve cash or other property** and **does not result in taxable income**.

Holding Period

The holding period of shares held after the recapitalization includes the holding period of the shares exchanged.

Issuer Information

Detect, Inc.
EIN: **83-1979848**
Address: **530 Old Whitfield Street, Guilford, CT 06437**
Date of Organizational Action: **September 2, 2025**

This notice is provided for information purposes only. Shareholders should consult their own tax advisors regarding the application of these rules to their particular circumstances.