

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
The merger is treated as a "reorganization" for U.S. federal income tax purposes within the meaning of IRC Section 368(a).
The tax effects upon shareholders are governed by IRC Section 354, 356, 358, 1001, 1221

18 Can any resulting loss be recognized? ▶ Refer to the attached description of the basis calculation in Part II, box 15 above.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ This transaction was consummated on April 7, 2017. The reportable tax year of the Allegheny Valley Bancorp, Inc. shareholders for reporting the tax effect of the share exchange is the tax year that includes the April 7, 2017 date. For shareholders who report taxable income on the calendar year basis, 2017 is the taxable year.

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 ▶ *T. Zimmerman* Date ▶ 5-15-17
Print your name ▶ Timothy K. Zimmerman Title ▶ CEO

Paid Preparer Use Only
Print/Type preparer's name: Danelle R. Stewart, CPA
Preparer's signature: *Danelle R Stewart, CPA*
Date: 5-15-17
Check if self-employed
PTIN: P00535522
Firm's name ▶ S.R. Snodgrass, PC
Firm's address ▶ 2009 Mackenzie Way, Suite 340, Cranberry Township, PA 16066
Firm's EIN ▶ 25-1616561
Phone no. 724-934-0344

Standard AVB Financial Corp.
27-3100949
Attachment to Form 8937

REPORT OF ORGANIZATIONAL ACTIONS AFFECTING BASIS OF SECURITIES

Form 8937 Part I, Box 9:

The securities subject to reporting include all shares of Standard Financial Corp (“Standard”) common stock issued in exchange for the outstanding common stock of Allegheny Valley Bancorp, Inc. (“Allegheny”) as a result of the merger which closed April 7, 2017.

Form 8937 Part II, Box 14:

On April 7, 2017 Standard completed its acquisition of Allegheny with Standard as the surviving corporation (“the Merger”). The resulting company is named “Standard AVB Financial Corp.”

As a result of the Merger, Allegheny shareholders exchanged their common stock into a right to receive 2.083 shares of Standard common stock. To the extent that the exchange would have resulted in the issuance of a fractional share of Standard common stock to an Allegheny shareholder, a cash payment was paid in lieu of issuing a fractional share of Standard common stock.

Form 8937 Part II, Box 15:

The Merger of Allegheny with and into Standard qualifies as a tax-free exchange within the meaning of Section 368(a) of the Internal Revenue Code of 1986, as amended. As a result, each Allegheny shareholder’s tax consequences are as follows:

- No gain or loss will be recognized by those holders receiving solely shares of Standard common stock in exchange for shares of Allegheny common stock pursuant to the Merger (except with respect to any cash received in lieu of fractional shares). The aggregate basis of the Standard common stock received in the Merger will be the same as the aggregate basis of the Allegheny common stock for which it was exchanged (decreased by any cash received instead of fractional share interests in Standard common stock);
- A holder of Allegheny common stock who receives cash instead of a fractional share of Standard common stock will generally be treated as having received the fractional share pursuant to the Merger and then as having exchanged the fractional share for cash in a redemption by Standard. As a result, a holder of Allegheny common stock will generally recognize a gain or loss equal to the difference between the amount of cash received and the basis in his or her fractional share interest as set forth above. The gain or loss will generally be a capital gain or loss, and will be a long-term capital gain or loss if, as of the effective date of the Merger, the holding period for such shares is greater than one year; and
- The holding period of Standard common stock received in exchange for shares of Allegheny common stock will include the holding period of the Allegheny common stock for which it is exchanged.