Form **8937** (December 2017) Department of the Treasury Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

► See separate instructions.

OMB No. 1545-0123

Part I Reporting Issuer

1 Issuer's name: Digirad Corporation			2 Issuer's employer identification number (EIN): 33-0145723
3 Name of contact for additional information: Digirad Investor Relations	4 Telephone No. of contact: 203-489-9501		5 Email address of contact: ir@digirad.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact: 1048 Industrial Court			7 City, town, or post office, state, and ZIP code of contact: Suwanee, GA, 30024
8 Date of action: 02/28/2018,05/30/2018,08/30/2018	9 Classification and description: Common Stock		
10 CUSIP number: 253827109	11 Serial number(s): N/A	12 Ticker symbol: DRAD	13 Account number(s): 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 ► On February 28, 2018, May 30, 2018, August 30th 2018 the issuer made cash distributions of $0.055 per share to common shareholders. The cash distributions are estimated to be in excess of the current and accumulated earnings and profits of the issuer. Digirad Corporation has an estimated profit in current and deficit in accumulated earnings and profits.

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 issuer is currently expected to have an estimated profit in current period and deficit in accumulated earnings and profits. Since the cash distributions are expected to be in excess of earnings and profits, 47.7% of the distribution treated as a return of capital. The return of capital will first reduce shareholder basis to the extent thereof and any portion of the distribution in excess of shareholder basis will be a capital gain to the shareholder.

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 #15 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 ▶ **Pursuant to IRC Sec. 301(c)(2), a distribution which is not a dividend shall be applied against and reduce the adjusted tax basis of the stock.**

18 Can any resulting loss be recognized? ▶ **N/A**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ **The reportable tax year is 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 ▶ Matt G Molchan   Date ▶ 01/15/2019

Print your name ▶ **Matt Molchan**   Title ▶ **President and CEO**

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no.	

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