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 Stratus Properties Inc.			2 Issuer's employer identification number (EIN) 72-1211572
3 Name of contact for additional information Erin D. Pickens	4 Telephone No. of contact 512-478-5788		5 Email address of contact epickens@stratusproperties.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 212 Lavaca Street, Suite 300			7 City, town, or post office, state, and ZIP code of contact Austin, TX 78701
8 Date of action July 20, 2026	9 Classification and description Common Stock Distribution		
10 CUSIP number 863167201	11 Serial number(s)	12 Ticker symbol STRS	13 Account number(s)

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 July 20, 2026, Stratus Properties Inc. ("STRS") paid an initial liquidating distribution, in the form of a special cash dividend, of $5.00 per common share to its shareholders of record as of July 13, 2026. The initial liquidating distribution was made in accordance with the Plan of Liquidation, which was approved by the Board of Directors and STRS' stockholders on June 1, 2026. The distribution is intended to be a part of a series of distributions in complete liquidation of STRS.

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 Statement 1

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 Statement 1

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
Sections 331 and 346 of the Internal Revenue Code

18 Can any resulting loss be recognized? ▶ See Statement 1

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ Shareholders should consult their own tax advisors to determine the income tax consequences of their specific situation. STRS is providing this Form for informational purposes only and not as legal or tax advice.

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 ▶ Erin D Pickens Date ▶ 08/31/2026

Print your name ▶ Erin D. Pickens Title ▶ Chief Financial Officer

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Joseph S. McLauchlan		8/28/2026		P01219334
Firm's name ▶ KPMG LLP			Firm's EIN ▶	13-5565207
Firm's address ▶ 17802 IH-10, Suite 305 San Antonio, TX 78257			Phone no.	210-227-9272

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

STRATUS PROPERTIES INC.
FORM 8937 - STATEMENT 1

PART II, LINES 15, 16, AND 18

In general, the distribution is intended to be treated for U.S. federal income tax purposes as part of a series of distributions in complete liquidation of STRS in which amounts received by stockholders are treated as full payment in exchange for their shares of STRS common stock. The distribution first will reduce the stockholder's adjusted tax basis in such shares, but not below zero. Any excess will be treated as capital gain, while any adjusted tax basis remaining in the stockholder's STRS shares following the final distribution made pursuant to the Plan of Liquidation may be treated as a capital loss recognized in the taxable year in which the final distribution is made. If a stockholder holds different blocks of STRS common stock, any such gain or loss will be calculated separately with respect to each block.

Form 8937 and the information provided herein are intended to provide only a general summary of certain U.S. federal income tax consequences of the organizational action and are not intended to provide a comprehensive analysis of all potential U.S. federal income tax consequences related to the organizational action. STRS shareholders should consult their tax advisors to determine the tax consequences to them of the organizational action.