

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name KNOT OFFSHORE PARTNERS LP		2 Issuer's employer identification number (EIN) 98-1098373	
3 Name of contact for additional information JOHN COSTAIN	4 Telephone No. of contact +44 (0) 1224 618 420	5 Email address of contact JCO@KNOTOFFSHOREPARTNERS.COM	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 2 QUEEN'S CROSS		7 City, town, or post office, state, and ZIP code of contact ABERDEEN, ABERDEENSHIRE AB15 4YB,UK	
8 Date of action SEE BELOW		9 Classification and description SEE ATTACHED STATEMENT	
10 CUSIP number SEE ATTACHED STMT	11 Serial number(s) N/A	12 Ticker symbol SEE ATTACHED STMT	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 ▶
 SEE ATTACHED STATEMENT.

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 ATTACHED STATEMENT.

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 ▶
 BASED ON KNOT OFFSHORE PARTNERS LP'S CURRENT AND ACCUMULATED EARNINGS AND PROFITS, A PORTION OF THE AMOUNT OF THE DISTRIBUTIONS PAID PER COMMON UNIT SHOULD REDUCE THE BASIS OF EACH COMMON UNIT HELD BY EACH UNITHOLDER ON THE DATES OF RECORD.

Part II Organizational Action (continued)


17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
IRC 316 AND 301(c).

18 Can any resulting loss be recognized? ▶
FOR U.S. FEDERAL INCOME TAX PURPOSES, THE DISTRIBUTIONS WILL NOT RESULT IN ANY TAX LOSS FOR ANY COMMON UNITHOLDERS.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
SEE ATTACHED STATEMENT.

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 ▶ _____

Paid Preparer Use Only	Print your name ▶	Preparer's signature	Date ▶	Check <input type="checkbox"/> if self-employed	PTIN
	SUSAN MCKILLIGAN		03/05/2018		P01491547
	Firm's name ▶ PRICEWATERHOUSECOOPERS LLP	Firm's address ▶ #1400-250 HOWE STREET, VANCOUVER, BC CANADA V6C3S7		Firm's EIN ▶ 98-0189320	Phone no. 604-806-7000

**Attachment to Form 990-B
Report of Organizational Actions Affecting Basis of Securities**

Issuer: KNOT Offshore Partners LP
EIN: 98-1098373

Part I, Items 9,
10 and 12 Common Units
CUSIP # - Y48125101
Ticker Symbol - KNOP

Part II, Item 14 During the year ended December 31, 2017, KNOT Offshore Partners LP ("KNOP") declared the following cash distributions to the common unitholders on the dates of record:

	Date of Record	Amount per Unit	Date Paid
Common Units	February 2, 2017	\$0.5200	February 15, 2017
	May 2, 2017	\$0.5200	May 15, 2017
	August 2, 2017	\$0.5200	August 15, 2017
	November 2, 2017	\$0.5200	November 15, 2017

Part II, Item 15 Distributions paid in excess of the current and accumulated earnings and profits of a corporation reduce the basis of the shares of the corporation pursuant to Internal Revenue Code §301(c)(2) and §316(a).

Based on the current and accumulated earnings and profits of KNOP, a portion of the distributions paid per unit as of the dates of record should reduce the basis of each common unitholder as follows:

Common Units	\$0.27006 per common unit for holders on February 2, 2017
	\$0.27006 per common unit for holders on May 2, 2017
	\$0.27006 per common unit for holders on August 2, 2017
	\$0.27006 per common unit for holders on November 2, 2017

Part II, Item 19 The reportable tax year is 2017. Unitholders as of the following dates of record should reduce the basis of each unit held on those dates by the following amounts per unit:

Common Units	\$0.27006 per common unit for holders on February 2, 2017
	\$0.27006 per common unit for holders on May 2, 2017
	\$0.27006 per common unit for holders on August 2, 2017
	\$0.27006 per common unit for holders on November 2, 2017

The reduction in basis is cumulative such that a unitholder who was the unitholder of record for all four distributions would be required to reduce its basis by a total of \$1.08024 per unit.
