Form **8937** (December 2011)
Department of the Treasury Internal Revenue Service

Report of Organizational Actions Affecting Basis of Securities

➤ See separate instructions.

OMB No. 1545-2224

Part I Reporting Issuer					
1 Issuer's name	2 Issuer's employer identification number (EIN)				
AMERICAN HOTEL INCOME PROPE	98-1091240				
3 Name of contact for additional information	5 Email address of contact				
	4 Telephone No. of contact				
ANNE YU	AYU@AHIPREIT.COM				
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and Zip code of c					
SUITE 1660 - 401 WEST GEORG:	IN CUDEFU	VANCOUNED DO CANADA VAR EA1			
8 Date of action	VANCOUVER, BC, CANADA V6B 5A1				
SEE PAYMENT DATES IN BOX 14 BELOW	COMMON STOCK AND SERIES A	A PREFERRED SHARE			
10 CUSIP number 11 Serial num	nber(s) 12 Ticker symbol	13 Account number(s)			
Overenizational Action Attack	additional statements if accorded. Con book				
	additional statements if needed. See back				
14 Describe the organizational action and, if a the action ► SEE APPENDIX A	applicable, the date of the action or the date aga	inst which shareholders' ownership is measured for			
the action = ==================================					
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 DIVIDENDS PAID IN EXCESS OF THE CURRENT AND ACCUMULATED					
		THE STOCK OF THE CORPORATION			
	CODE (IRC) SECTION 301(C)(2)				
CORPORATION CURRENTLY ESTIMAT	TES THAT 19.64% OF THE TOTAL	DISTRIBUTIONS PAID IN EACH			
MONTH OF 2016 SHOULD CONSTITUTE A RETURN OF CAPITAL, WHICH WOULD REDUCE THE TAX BASIS					
OF THE STOCK OF THE ISSUER FOR U.S. FEDERAL INCOME TAX PURPOSES ON A PER SHARE BASIS.					
		n, such as the market values of securities and the			
	ISSUER'S CURRENT AND ACCUMULA				
PORTION OF THE TOTAL DISTRIBUTION PAID IN EACH MONTH OF 2016 SHOULD REDUCE THE BASIS					
OF THE STOCK OF THE ISSUER. SEE APPENDIX A.					

January 3, 2017

Authorized Person

Date >

Title >

"Azim Lalani"

Azim Lalani

Here

Signature >

Print your name

FEIN: 98-1091240

FORM 8937 TAX YEAR: 2016

THE CORPORATION PAID DISTRIBUTIONS AS FOLLOWS:

RETURN OF CAPITAL ALLOCATED TO ONE LIMITED PARTNERSHIP UNIT OF AMERICAN HOTEL

FOR THE MONTH	PAYABLE DATE	INCOME PROPERTIES REIT LP (NOTE A)	
Jan-16	2/15/2016		0.01011
Feb-16	3/15/2016		0.01062
Mar-16	4/15/2016		0.01134
Apr-16	5/13/2016		0.01061
May-16	6/15/2016		0.01061
Jun-16	7/15/2016		0.01061
Jul-16	8/10/2016		0.01061
Aug-16	9/13/2016		0.01061
Sep-16	10/13/2016		0.01061
Oct-16	11/13/2016		0.01061
Nov-16	12/15/2016		0.01061
Dec-16	1/13/2017		0.01061

NOTE A: DISTRIBUTIONS PAID EACH QUARTER FROM AMERICAN HOTEL INCOME PROPERTIES REIT INC. TO AMERICAN HOTEL INCOME PROPERTIES REIT LP ALLOCATED TO EACH LIMITED PARTNERSHIP UNIT OF AMERICAN HOTEL INCOME PROPERTIES REIT LP SHOULD CONSTITUTE A RETURN OF CAPITAL, WHICH WOULD REDUCE THE TAX BASIS FOR U.S. FEDERAL INCOME TAX PURPOSES ON A PER UNIT BASIS.