

## American Hotel Income Properties REIT LP

### Quantifying U.S. Tax Paid for Purposes of Claiming a Foreign Tax Credit ("FTC") in Canada

*The following applies only to Canadian unitholders who are subject to U.S. withholding tax on their monthly distributions and are seeking to claim a FTC in Canada. This is not applicable to those unitholders who are exempt from U.S. withholding tax.*

Canadian unitholders should obtain from their brokers either Form 1042-S or a summary of all U.S. withholding taxes paid on their behalf to the Internal Revenue Service ("IRS") in respect of cash distributions from AHIP REIT LP.

To quantify the amount of U.S. tax paid for purposes of claiming a foreign tax credit, a Canadian unitholder may multiply the amount of tax withheld and remitted to the IRS each month (as provided by their brokerages) by:

- a) 32.14% in respect of January to May 2018 distributions
- b) 53.57% in respect of June to December 2018 distributions

**The sum of all monthly amounts determined above, translated into Canadian dollars, represents the total U.S. tax paid for purposes of claiming a foreign tax credit.**

The table below provides further information on these percentages.

	A	B	C	= (B/A)/C
	Cash Distribution to Unitholders	Portion of Distribution that Represents Taxable Dividend for US Tax Purpose	Percentage of cash distribution on which U.S. withholding tax was applied	Portion of Withholding Tax that Represents U.S. Tax Paid for Purposes of Claiming FTC
	(USD)	(USD)		
January 2018	0.054	0.017	100%	32.14%
February 2018	0.054	0.017	100%	32.14%
March 2018	0.054	0.017	100%	32.14%
April 2018	0.054	0.017	100%	32.14%
May 2018	0.054	0.017	100%	32.14%
June 2018	0.054	0.017	60%	53.57%
July 2018	0.054	0.017	60%	53.57%
August 2018	0.054	0.017	60%	53.57%
September 2018	0.054	0.017	60%	53.57%
October 2018	0.054	0.017	60%	53.57%
November 2018	0.054	0.017	60%	53.57%
December 2018	0.054	0.017	60%	53.57%

#### Notes:

Canadian unitholders that have not yet received their Form 1042-S or a summary of all U.S. withholding taxes paid should contact their brokerage firms.

Tax withheld from cash distributions in excess of amounts computed above represents overwithholding of U.S. tax. Canadian unitholders should contact their brokerage firms on the possibility of claiming of a refund of such overwithholding from the IRS through the collective refund mechanism.

**All unitholders should consult with their own tax advisors for advice with respect to tax reporting, including the claiming of foreign tax credit, based on their particular circumstances.**