

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.

Refer to Box 171 of T5013 for the amount of U.S. tax paid for purposes of claiming a FTC.

- Brokers should report in Box 171 of T5013 (and box 16 of R15) "foreign tax paid on non-business income" the Canadian dollar equivalent of the amount of U.S. tax liability, which is determined by multiplying "gross income" in Box 2 and "tax rate" in Box 3b pursuant to Form 1042-S Foreign Person's U.S. Source Income Subject to Withholding (the copy with income code 06 in Box 1 for ordinary dividends for U.S. tax purposes).

Alternatively, unitholders may also quantify U.S. tax paid for purposes of claiming FTC in the following manner:

- Multiply the amount of U.S. tax withheld from monthly AHIP distributions by the % in column D below; and
- Translate the sum of all monthly amounts so determined into Canadian dollars.

The table below summarizes details with respect to monthly distributions and US withholding tax.

	Column A	Column B	Column C	Column D = (B/A)/C
	Cash Distribution to Unitholders (USD)	Portion of Distribution that Represents Ordinary Dividend for US Tax Purpose (USD)	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
January 2019	0.054	-	60%	0.00%
February 2019	0.054	-	60%	0.00%
March 2019	0.054	-	60%	0.00%
April 2019	0.054	-	60%	0.00%
May 2019	0.054	-	60%	0.00%
June 2019	0.054	-	60%	0.00%
July 2019	0.054	-	60%	0.00%
August 2019	0.054	-	60%	0.00%
September 2019	0.054	-	60%	0.00%
October 2019	0.054	-	60%	0.00%
November 2019	0.054	-	60%	0.00%
December 2019	0.054	-	60%	0.00%

NOTES:

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

U.S. tax withheld from cash distributions in excess of amounts determined 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.