

**KPMG LLP  
777 Dunsmuir Street  
Vancouver, B.C., Canada  
V7Y 1K3**

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**AMERICAN HOTEL INCOME PROPERTIES REIT INC.**

Instructions for Filing  
Form 8937  
Report of Organizational Actions Affecting Basis of  
Securities For the Calendar Year 2019

\* \* \* \* \*

**Signature . . .**

The original form should be signed (using full name and title) and dated on page two by an authorized officer of the corporation.

**Filing . . .**

The signed form should be posted in a readily accessible format as soon as possible in an area of your primary public website dedicated to this purpose and it should be kept accessible to the public on this website for 10 years.

Failure to make the form available on your primary public website may result in the imposition of a \$100 penalty per return (with a calendar year maximum penalty of \$1.5 million) unless the failure is due to reasonable cause.



**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 SEC. 301(C)(2)  
PROVIDES THAT THE PORTION OF A DISTRIBUTION WHICH IS NOT A DIVIDEND SHALL BE APPLIED AGAINST AND REDUCE THE  
ADJUSTED BASIS OF THE STOCK OF THE ISSUER.

**18** Can any resulting loss be recognized? ▶ FOR US FEDERAL INCOME TAX PURPOSES, THE DISTRIBUTION WILL NOT RESULT IN ANY  
TAX LOSS FOR THE SHAREHOLDERS OF THE ISSUER.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ N/A

<b>Sign Here</b>	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 ▶ <u>"Azim Lalani"</u>	Date ▶ <u>October 9, 2019</u>
	Print your name ▶ <u>Azim Lalani</u>	Title ▶ <u>Authorized Person</u>

AMERICAN HOTEL INCOME PROPERTIES REIT INC.  
FEIN: 98-1091240

FORM 8937  
TAX YEAR: 2019

THE CORPORATION PAID DISTRIBUTIONS AS FOLLOWS:

FOR THE MONTH	PAYABLE DATE	RETURN OF CAPITAL ALLOCATED TO ONE LIMITED PARTNERSHIP UNIT OF AMERICAN HOTEL INCOME PROPERTIES REIT LP (NOTE A)
Jan-19	2/11/2019	0.02458
Feb-19	3/12/2019	0.02355
Mar-19	4/9/2019	0.02337
Apr-19	5/13/2019	0.02304
May-19	6/12/2019	0.02355
Jun-19	7/2/2019	0.00614
Jun-19	7/10/2019	0.02330
Jul-19	8/13/2019	0.02202
Aug-19	9/11/2019	0.02304
Sep-19	10/9/2019	0.02264

NOTE A: DISTRIBUTIONS PAID EACH MONTH 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 WHICH CONSTITUTES A RETURN OF CAPITAL, WHICH REDUCES THE TAX BASIS OF AMERICAN HOTEL INCOME PROPERTIES REIT INC STOCK FOR U.S. FEDERAL INCOME TAX PURPOSES ON A PER UNIT BASIS.