

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-2224

► See separate instructions.

## Part I Reporting Issuer

1 Issuer's name  NEXPOINT RESIDENTIAL TRUST, INC		2 Issuer's employer identification number (EIN)  47-1881359	
3 Name of contact for additional information  NEXPOINT ADVISORS LP	4 Telephone No. of contact  (972)628-4100	5 Email address of contact	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact  300 CRESCENT COURT, SUITE 700		7 City, town, or post office, state, and Zip code of contact  DALLAS, TX 75201	
8 Date of action  CALENDAR YEAR 2016		9 Classification and description  NON-DIVIDEND DISTRIBUTIONS PAID IN CALENDAR YEAR 2016	
10 CUSIP number  65341D102	11 Serial number(s)	12 Ticker symbol  NXRT	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 ► NEXPOINT RESIDENTIAL TRUST, INC PAID DISTRIBUTIONS TO ITS SHAREHOLDERS PER THE ATTACHED SCHEDULE.  
THE PERCENTAGE OF THESE DISTRIBUTIONS WHICH REPRESENTS A NON-TAXABLE RETURN OF CAPITAL IS SHOWN ON THE ATTACHED SCHEDULE.

SEE STATEMENT 1

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 ► THE TOTAL AMOUNT OF NON-TAXABLE RETURN OF CAPITAL, ON THE ATTACHED SCHEDULE, MAY REPRESENT A REDUCTION IN THE SHAREHOLDERS' TAX BASIS IN THEIR SHARES HELD.

SEE STATEMENT 1

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 ► THE TAX BASIS OF THE SHAREHOLDERS' SHARES IS DECREASED BY THE PER SHARE AMOUNT OF NON-TAXABLE RETURN OF CAPITAL, ON THE ATTACHED SCHEDULE, MULTIPLIED BY THE NUMBER OF SHARES THE SHAREHOLDER OWNS.

SEE STATEMENT 1

**Part II** Organizational Action (continued)

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► PURSUANT TO IRC SEC. 301(C)(1), THE PORTION OF A DISTRIBUTION WHICH IS A DIVIDEND (AS DEFINED IN IRC SEC. 316) IS INCLUDABLE IN GROSS INCOME. PURSUANT TO IRC SEC. 301(C)(2), THE PORTION OF A DISTRIBUTION WHICH IS NOT A DIVIDEND SHALL BE APPLIED AGAINST AND REDUCE THE ADJUSTED TAX BASIS OF THE STOCK.

**18** Can any resulting loss be recognized? ► NO LOSS WILL BE RECOGNIZED AS A RESULT OF ANY NON-TAXABLE RETURN OF CAPITAL. A LOSS MAY BE REALIZED UPON THE DISPOSITION OF THE SHARES.

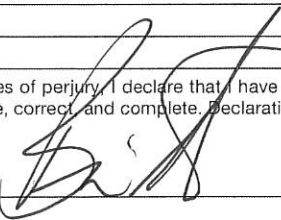
**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ► PURSUANT TO IRC SEC. 6045, BROKERS ARE REQUIRED TO REFLECT THESE ADJUSTMENTS IN THE COST BASIS REPORTING FOR COVERED SECURITIES. IF A BROKER IS NOT REQUIRED TO PROVIDE COST BASIS TO A PARTICULAR SHAREHOLDER, THE COST BASIS OF THE SHAREHOLDERS' SHARES SHOULD BE ADJUSTED AS OF THE DISTRIBUTION DATE TO REFLECT THE RETURN OF CAPITAL DESCRIBED ABOVE. THE FINAL AMOUNT OF TAXABLE DIVIDENDS AND NON-TAXABLE RETURN OF CAPITAL (I.E., NON-DIVIDEND DISTRIBUTIONS) WILL BE REPORTED TO SHAREHOLDERS ON THEIR 2015 FORM 1099-DIV.

SEE STATEMENT 1

Sign  
Here

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 ►



Date ► 1/27/2017

Print your name ► BRIAN MITTS

Title ► CFO

Paid  
Preparer  
Use Only

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if  
self-employed

PTIN

Firm's name ►

Firm's EIN ►

Firm's address ►

Phone no.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

**NEXPOINT RESIDENTIAL TRUST, INC.**

Supplemental attachment to Form 8937

**Part I, Box 10 &**

**Part 2, Box 14, 15, 16 & 19**

<b>CUSIP</b>	<b>Record Date</b>	<b>Ex Date</b>	<b>Payable Date</b>	<b>Per Share Distribution</b>	<b>Per Share Ordinary Dividend</b>	<b>Per Share Capital Gain Dividend</b>	<b>Per Share Unrecaptured 1250 Gain*</b>	<b>Per Share Nontaxable Return of Capital</b>
65341D102	3/18/2016	3/16/2016	03/31/2016	0.2060000	0.112151	0.022506	0.010353	0.071343
65341D102	06/15/2016	06/13/2016	06/30/2016	0.2060000	0.112151	0.022506	0.010353	0.071343
65341D102	09/15/2016	09/13/2016	09/30/2016	0.2060000	0.112151	0.022506	0.010353	0.071343
65341D102	12/15/2016	12/13/2016	12/30/2016	0.2200000	0.119773	0.024036	0.011057	0.076191

\*Reflected as a percentage of capital gain per share