

# Report of Organizational Actions Affecting Basis of Securities

OMB No. 1545-0123

► See separate instructions.

## Part I Reporting Issuer

<b>1</b> Issuer's name		<b>2</b> Issuer's employer identification number (EIN)	
Hines Global REIT, Inc.		26-3999995	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact	<b>5</b> Email address of contact	
Shea Morgenroth	888-220-6121	HinesInvestorRelations@hines.com	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact		<b>7</b> City, town, or post office, state, and ZIP code of contact	
2800 Post Oak Blvd., Suite 5000		Houston, TX 77056-6118	
<b>8</b> Date of action		<b>9</b> Classification and description	
See Below		Common Stock	
<b>10</b> CUSIP number	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol	<b>13</b> Account number(s)
433240108			

## 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 ► The taxpayer made distributions in excess of its current and accumulated earnings and profits. See Part II, Line 15 for the amount of these distributions per share.

**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 ► A portion of the dividend paid by the Company is cash liquidating distribution. Statement 1 shows the estimated reduction of tax basis on a per share per day basis. A cash liquidation distribution is a non-taxable distribution until such time that the total cash liquidation distributions received exceed the cost basis of the investment.

**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 Taxpayer's earnings and profits were calculated under IRC §312, as modified by Internal Revenue Code §857(d) for a real estate investment trust, and the regulations thereunder. Amounts received by a shareholder in liquidation are non-taxable until such time that the total cash liquidation distributions received exceed the cost basis of the investment. If the cash liquidation distributions exceed the cost basis, the portion of the cash liquidation distributions that exceeds basis is considered a capital gain and taxed accordingly. Whether you report the gain as a long-term or short-term capital gain depends on how long you have held the stock. If the cash liquidation distributions do not exceed the cost basis, then the full amount of the cash liquidation distributions will be non-taxable. Even if the cash liquidation distributions do not exceed the cost basis, a loss cannot be recognized until the final liquidating distribution has been made and the account has been fully liquidated. Shareholders should contact their tax advisors regarding the specific circumstances surrounding their shares subject to this organizational action.

**Part II Organizational Action** (continued)

**17** List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ►  
 Internal Revenue Code §331(a) provides that the amount received by a shareholder in a distribution in complete liquidation shall be treated as full payment in exchange for stock.

**18** Can any resulting loss be recognized? ► No tax loss is recognized by shareholders as a result of receiving the cash liquidation distribution payment.

**19** Provide any other information necessary to implement the adjustment, such as the reportable tax year ► 2018  
 These actions are effective on the dates of distribution identified above.

**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 ►

1/15/19

Print your name ► J. Shea Morgenroth

Title ► Chief Accounting Officer and Treasurer

**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.

Hines Global REIT, Inc.  
EIN: 26-3999995  
FORM 8937

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PART II, Question 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 distributions reduced the basis of the security as follows:

Record Date (Each Day in the Month)	Distribution Payable Date	Per Share Per Day Reduction of Basis
July 2018	8/1/2018	\$0.00174731
August 2018	9/4/2018	\$0.00174731
September 2018	10/1/2018	\$0.00180556
October 2018	11/1/2018	\$0.00174731
November 2018	12/3/2018	\$0.00180556