Form 8937
(December 2011)
Department of the Treasury
Internal Revenue Service

Report of Organizational Actions
Affecting Basis of Securities

Part I  Reporting Issuer

1  Issuer’s name
SALIENT MIDSTREAM & MLP FUND

2  Issuer's employer identification number (EIN)
45-4968620

3  Name of contact for additional information
SALIENT PARTNERS, LP

4  Telephone No. of contact
1-800-809-0525

5  Email address of contact
MLPINFO@SALIENTPARTNERS.COM

6  Number and street (or P.O. box if mail is not delivered to street address) of contact
1290 BROADWAY, SUITE 1100

7  City, town, or post office, state, and Zip code of contact
DENVER, CO 80203

8  Date of action
2/28/2017

9  Classification and description
REGULATED INVESTMENT COMPANY (RIC) SHARES

10 CUSIP number
79471V105

11 Serial number(s)
NA

12 Ticker symbol
SMM

13 Account number(s)
NA

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 SALIENT MIDSTREAM & MLP FUND (THE “FUND”) PAID ITS QUARTERLY DISTRIBUTION OF $0.244 PER SHARE ON 2/28/2017 TO STOCKHOLDERS OF RECORD ON 2/17/2017.

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 FUND ESTIMATES 78.95% OF THE $0.244 PER SHARE DISTRIBUTION TO BE RETURN OF CAPITAL.

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 BASIS OF EACH STOCKHOLDER OF RECORD ON 2/17/2017 WILL BE REDUCED BY 78.95% OF THE $0.244 PER SHARE DISTRIBUTED ON 2/28/2017. THIS AMOUNT WAS DETERMINED IN ACCORDANCE WITH IRC SECTIONS 301 AND 316.
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
IRC SECTIONS 301 AND 316

18 Can any resulting loss be recognized? ▶ A LOSS WOULD NOT BE RECOGNIZED AS PART OF THIS DISTRIBUTION. THE BASIS OF EACH STOCKHOLDER OF RECORD WOULD NEED TO BE ADJUSTED BY 78.95% OF THE AMOUNT OF THE DISTRIBUTION WHICH WOULD AFFECT REALIZED GAIN OR LOSS RECOGNIZED ON THE DISPOSITION OF FUND SHARES.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ THE FINAL AMOUNT SHALL BE REPORTED TO EACH STOCKHOLDER OF RECORD ON THEIR 2017 IRS FORM 1099-DIV.