

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name		<b>2</b> Issuer's employer identification number (EIN)	
SALIENT MIDSTREAM & MLP FUND		45-4968620	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact	<b>5</b> Email address of contact	
SALIENT PARTNERS, LP	1-800-809-0525	MLPINFO@SALIENTPARTNERS.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	
1290 BROADWAY, SUITE 1100		DENVER, CO 80203	
<b>8</b> Date of action		<b>9</b> Classification and description	
2/28/2017		REGULATED INVESTMENT COMPANY (RIC) SHARES	
<b>10</b> CUSIP number	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol	<b>13</b> Account number(s)
79471V105	NA	SMM	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.**

