

# Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

## Part I Reporting Issuer

1 Issuer's name <b>SALIENT MIDSTREAM &amp; MLP FUND</b>		2 Issuer's employer identification number (EIN) <b>45-4968620</b>	
3 Name of contact for additional information <b>SALIENT PARTNERS, LP</b>	4 Telephone No. of contact <b>1-800-809-0525</b>	5 Email address of contact <b>MLPINFO@SALIENTPARTNERS.COM</b>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <b>1290 BROADWAY, SUITE 1100</b>		7 City, town, or post office, state, and Zip code of contact <b>DENVER, CO 80203</b>	
8 Date of action <b>11/30/2016</b>		9 Classification and description <b>REGULATED INVESTMENT COMPANY (RIC) SHARES</b>	
10 CUSIP number <b>79471V105</b>	11 Serial number(s) <b>NA</b>	12 Ticker symbol <b>SMM</b>	13 Account number(s) <b>NA</b>

## 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 11/30/2016 TO STOCKHOLDERS OF RECORD ON 11/18/2016.**

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 100% 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 11/18/2016 WILL BE REDUCED BY 100% OF THE \$0.244 PER SHARE DISTRIBUTED ON 11/30/2016. THIS AMOUNT WAS DETERMINED IN ACCORDANCE WITH IRC SECTIONS 301 AND 316.**

**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 SECTIONS 301 AND 316**

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**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 100% OF THE AMOUNT OF THE DISTRIBUTION WHICH WOULD AFFECT REALIZED GAIN OR LOSS RECOGNIZED ON THE DISPOSITION OF FUND SHARES.**

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**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 2016 IRS FORM 1099-DIV.**

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**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 ▶ \_\_\_\_\_

Print your name ▶ **CHRIS ARNOLD** Title ▶ **PRINCIPAL FINANCIAL OFFICER**

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶	Firm's EIN ▶			
	Firm's address ▶	Phone no.			