



January 2021

Salient Midstream & MLP Fund Tax Year 2020 (Unaudited):

Qualified Dividend Income and Corporate Dividend Exclusion

The tables below show the percentage of income generated in the Salient Midstream & MLP Fund (the "Fund") that is designated as qualifying dividends. This breakdown may have tax benefits to certain individual and corporate shareholders of the Fund. Please consult your tax advisor for more information.

Fund	% of Qualifying Dividends	Corporate Dividend Exclusion % of Qualifying Dividends
Salient Midstream & MLP Fund	0.00%	0.00%

Percentage of Ordinary Income Dividends Derived From U.S. Government Securities

During the calendar year, the Fund invested in securities issued by the U.S. government or other federal agencies (collectively, "U.S. Government Securities"). Under federal law, the interest on U.S. Government Securities is exempt from state taxation. Certain states also exempt from state taxation the ordinary income dividends a mutual fund shareholder receives that is derived from the Fund's investment in these U.S. Government Securities.

The table below provides the percentages of ordinary income dividends derived from investments in U.S. Government Securities during calendar year 2020. To determine the amount that may be exempt from state income tax, multiply the amount reported in box 1a of Form 1099-DIV by the applicable percentage below. As the requirements for exemption vary by state, we suggest that you consult a tax advisor or your state's income tax return instructions to determine your eligibility.

California, Connecticut and New York require that a mutual fund maintain certain minimum investments in U.S. Government Securities in order for the ordinary income dividends derived from these obligations to be exempt from state income tax. The Fund met this requirement for calendar year 2020.

Fund	% of Income Derived from Direct U.S. Government Securities	% of Income Derived from Indirect U.S. Government Securities
Salient Midstream & MLP Fund	0.00%	0.00%

Non-Dividend Distributions

The Fund listed below paid non-dividend distributions. A non-dividend distribution is a distribution that is not paid out of the earnings and profits of a mutual fund and is reported on your 1099-DIV in box 3.

If you had a redemption in 2020 and your basis is not reported to you on your 1099-B, you will need to adjust your basis. For instructions on how to adjust your basis, please consult a tax advisor, review the instructions for IRS Form 1099-B and review IRS publication 550.

<u>Fund</u>	<u>Return of Capital as a % of All Ordinary Dividends Received</u>
<u>Salient Midstream & MLP Fund</u>	<u>100%</u>

Salient is not a tax advisor. We suggest that you consult a tax advisor or your account representative and/or review the information on filing your taxes provided by the IRS at www.irs.gov. If you have any questions regarding this letter or your options, please contact us at 877-373-6374.