



November 14, 2018

Dear KBS Strategic Opportunity REIT Stockholder:

You are receiving this letter and the enclosed Questions and Answers ("Q&A") and Election Form in connection with the special dividend declared by the Board of Directors of KBS Strategic Opportunity REIT, Inc. (the "Company") on November 12, 2018, of \$2.95 per share of common stock, par value \$0.01 per share, of the Company. The special dividend is payable to the Company's stockholders as of the close of business on November 12, 2018 (the "Record Date"). The special dividend is payable in the form of either (1) cash or (2) shares of the Company's common stock, at the election of Company stockholders; provided that the aggregate amount of cash to be distributed by the Company will be limited to a maximum of 20% of the total special dividend (the "Maximum Cash Distribution"), with the remainder to be paid in shares of the Company's common stock.

Specifically, if the total number of shares for which cash elections are made by Company stockholders (including Default Elections (defined below)) are in excess of the Maximum Cash Distribution, the payment of cash will be made on a pro rata basis to those stockholders, such that the aggregate amount paid in cash by the Company equals the Maximum Cash Distribution, and the remaining portion of the special dividend will be paid to these stockholders in the form of Company common stock. Because the aggregate amount of cash to be distributed by the Company is 20% of the total special dividend, the likely result of a cash election is the receipt of 20% cash and 80% shares of common stock, unless a significant number of stockholders elect to receive the special dividend as 100% stock. In no event will any stockholder electing cash receive less than 20% of the stockholder's special dividend in cash.

If you elect to receive 100% of your special dividend in the form of the Company's common stock, you will only receive shares of Company common stock.

If you do not make a timely and proper election, your special dividend election will be set to the default election of cash (the "Default Election") as set by the Company, subject to the Maximum Cash Distribution not having been exceeded. Because the aggregate amount of cash to be distributed by the Company is 20% of the total special dividend, the likely result of the default election is the receipt of 20% cash and 80% shares of common stock, unless a significant number of stockholders elect to receive the special dividend as 100% stock.

The payment of the special dividend will be made in December 2018. The special dividend payment, including both cash and stock portions, is expected to generally be taxed as a

capital gain distribution to stockholders. The tax due on such dividend may exceed the amount of cash, if any, distributed to you as part of the special dividend. Stockholders are advised to consult their tax advisors regarding the tax consequences of the special dividend in light of his or her particular investment or tax circumstances.

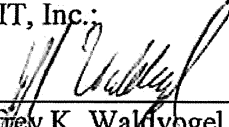
The aggregate amount of cash paid by the Company pursuant to the special dividend and the actual number of shares of common stock issued pursuant to the special dividend will depend upon the number of stockholders electing cash or stock and whether the Maximum Cash Distribution is met. The number of shares issued will be calculated based upon the estimated value per share of the Company's common stock determined within two weeks of payment (which the Company expects will be unchanged from that determined by the Board of Directors on November 12, 2018).

You are receiving these materials because you owned shares of common stock of the Company as of the Record Date. This letter, together with the enclosed Q&A, discusses the material elements of the special dividend, including your right to elect to receive your special dividend in the form of cash or stock (subject to the limitations discussed herein, in the Q&A and in the Election Form). Before making your election, you should carefully consider the information herein, as well as the enclosed Q&A. Additionally, you are encouraged to review the Company's Annual Report on Form 10-K for the fiscal year ended December 31, 2017, filed with the SEC on March 9, 2018, the Company's Quarterly Report on Form 10-Q for the period ended September 30, 2018, filed with the SEC on November 9, 2018 and the Form 8-K disclosing the November 12, 2018 estimated value per share and the declaration of the special dividend, filed with the SEC on November 14, 2018.

In order to make your election, please complete the enclosed Election Form or elect by telephone in accordance with the enclosed instructions. The Election Deadline is midnight, Central Time on December 7, 2018. If you do not make an election or if you make an ineffective election for any shares of Company stock held by you, your special dividend election will be set to the Default Election.

You are encouraged to read carefully the enclosed documents, including the Q&A and the Election Form. If after reading these documents, you are uncertain about what to do, you are encouraged to consult with a financial professional to help you make your final decision. In addition, if you have questions about the Election Form or if you need additional copies, please call (800) 605-1324 (from 8am to 6pm ET, Mon-Fri).

On behalf of KBS Strategic Opportunity
REIT, Inc.:



Jeffrey K. Waldvogel
Chief Financial Officer