

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
KBS Real Estate Investment Trust, Inc.		20-2985918	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Stacie Yamane	949-417-6500	syamane@kbs.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and ZIP code of contact	
800 Newport Center Drive, Ste 700		Newport Beach, CA 92660	
8 Date of action		9 Classification and description	
various see 14. below		Common Stock	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
482422102			

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 plan of liquidation was approved by shareholders on January 27, 2017. The plan of liquidation calls for the REIT to make a series of liquidating distributions which will result in the complete liquidating of each shareholder's investment. On December 20, 2018, the REIT paid a final liquidating cash distribution in the amount of \$0.02386814 per share to shareholders of record as of December 18, 2018.

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 ▶

December 20, 2018: Final liquidating distribution for \$0.02386814 per share

The liquidating distribution was made pursuant to the plan of liquidation and will reduce the basis of the share. Shareholders should consult with their respective tax advisors for assisting in adjusting the basis of their respective shares as well as determining the amount and characterization of the income.

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 ▶

In accordance to IRC Code section 331, the basis of each share would be reduced, but not below zero, by the amount of any liquidating distribution.

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
Section 331 and 346(a)

18 Can any resulting loss be recognized? ▶
Loss cannot be determined/recognized until final liquidating distribution is received by the shareholder.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶
Information concerning cash liquidating distributions is reported on Form 1099-DIV, Box 9.

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.

Sign Here Signature ▶  Date ▶ 1/18/18

Paid Preparer Use Only	Print your name ▶ Stacie K Yamane	Preparer's signature	Title ▶ Chief Accounting Officer	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶	
	Firm's address ▶				Phone no.	