

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name BF Net Lease I REIT		2 Issuer's employer identification number (EIN) 61-1846993	
3 Name of contact for additional information Adam M. Cohen, SVP Tax	4 Telephone No. of contact 212-930-9404	5 Email address of contact acohen@istar.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 1114 Avenue of the Americas, 39th Floor		7 City, town, or post office, state, and ZIP code of contact New York, NY 10036	
8 Date of action 1/30/18, 4/19/18, 7/26/18, 10/29/18		9 Classification and description Nontaxable Distribution to Shareholders	
10 CUSIP number N/A	11 Serial number(s) N/A	12 Ticker symbol N/A	13 Account number(s) N/A

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 taxpayer made cash distributions in excess of it's current and accumulated earnings and profits. See Part II Line 15 for the date and amount of these distributions per share.

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 distributions reduced the basis of the securities in the hands of the U.S. taxpayer mentioned on the attachment.

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 taxpayer calculated earnings and profits in accordance with IRC 312, as modified by IRC 857(d) for a Real Estate Investment Trust (REIT), and the regulations thereunder. Amounts distributed by the REIT in excess of its earnings and profits reduce, but not below zero, the shareholder's tax basis in their shares.


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 301 (c) (2)

18 Can any resulting loss be recognized? ▶ No.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The shareholders should reduce their adjusted tax basis in their shares on the date indicated and for the amount of the distributions described above.

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 ▶ 1/18/2019

Print your name ▶ Adam M. Cohen Title ▶ SVP, Tax

Paid Preparer Use Only	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.

FORM 8937
BF Net Lease I REIT
Attachment

PART II, LINE 15:

PER SHARE REDUCTION OF BASIS

Class A Common Shares:

DISTRIBUTION DATE	AMOUNTS
1/30/2018	0.0509894
4/19/2018	0.0238154
7/26/2018	0.0381657
10/29/2018	0.0327309