

Dakota Real Estate Investment Trust

Tax Reporting Statement Pursuant to IRC Section 6045B

Part I, Form 8937: Reporting Issuer Information

1. Reporting Issuer: Dakota Real Estate Investment Trust
3003 32nd Ave. S. Suite 250
Fargo, ND 58103
2. Tax Identification Number: 91-6441971
3. Contact at Reporting Issuer: Jim Haley
3003 32nd Ave. S. Suite 250
Fargo, ND 58103
Email: jhaley@valleyrealtyinc.com
Phone: 701-239-6879
8. Date of Action: Quarterly Distributions Record Date of:
December 31, 2015
March 31, 2016
June 30, 2016
September 30, 2016
9. Classification and Description: Dakota Real Estate Investment Trust common shares of beneficial interest

Part II, Form 8937: Organization Action

Final tax treatment (Form 1099) for calendar year 2016 distributions on its common shares is as follows:

<u>Record Date</u>	<u>Payable Date</u>	<u>Cash Distribution</u>	<u>Ordinary Taxable</u>	<u>Return of</u>
		<u>Per Share</u>	<u>Distribution*</u>	<u>Capital</u>
12/31/15	01/31/16	\$ 0.180000	\$ 0.117000	\$ 0.063000
03/31/16	04/30/16	\$ 0.180000	\$ 0.117000	\$ 0.063000
06/30/16	07/31/16	\$ 0.180000	\$ 0.117000	\$ 0.063000
09/30/16	10/31/16	\$ 0.190000	\$ 0.123500	\$ 0.066500

*None of the 2016 distribution amount is considered qualified dividend income.

Please consult your tax advisor as to the treatment of Dakota Real Estate Investment Trust distributions.