

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name TIER REIT, INC.		2 Issuer's employer identification number (EIN) 68-0509956	
3 Name of contact for additional information TIER REIT INVESTOR RELATIONS		4 Telephone No. of contact (972) 483-2400	5 Email address of contact ir@tierreit.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 5950 SHERRY LANE, SUITE 700		7 City, town, or post office, state, and Zip code of contact DALLAS, TX 75225	
8 Date of action VARIOUS - SEE LINE 15 BELOW		9 Classification and description COMMON STOCK - RETURN OF CAPITAL DISTRIBUTIONS	
10 CUSIP number 88650V208	11 Serial number(s) N/A	12 Ticker symbol TIER	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 ▶

TIER REIT, INC. (THE "TAXPAYER") DISTRIBUTED QUARTERLY CASH DISTRIBUTIONS TO ITS COMMON STOCKHOLDERS FOR THE 2016 TAX YEAR. ALL OF THE DISTRIBUTIONS PAID REPRESENT A NON-DIVIDEND DISTRIBUTION.

THESE DISTRIBUTIONS WERE PAID ON JANUARY 8, 2016, APRIL 8, 2016, JULY 8, 2016 AND OCTOBER 7, 2016, FOR STOCKHOLDERS OF RECORD AS OF DECEMBER 30, 2015, MARCH 31, 2016, JUNE 30, 2016 AND SEPTEMBER 30, 2016, RESPECTIVELY.

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 REDUCE THE BASIS OF THE SECURITY IN THE HANDS OF THE U.S. TAXPAYER BY 100% OF THE TOTAL DISTRIBUTIONS RECEIVED, AS FOLLOWS:

PAYABLE DATE	PER SHARE REDUCTION OF BASIS
JANUARY 8, 2016	\$0.18
APRIL 8, 2016	\$0.18
JULY 8, 2016	\$0.18
OCTOBER 7, 2016	\$0.18

ANY DISTRIBUTIONS IN EXCESS OF TAXPAYER'S BASIS IN THE SECURITY ARE RECOGNIZED AS CAPITAL GAIN.

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'S EARNINGS & PROFITS WERE CALCULATED UNDER IRC SECTION 312 AS MODIFIED BY IRC SECTION 857(d) FOR A REAL ESTATE INVESTMENT TRUST AND THE REGULATIONS PROMULGATED THEREUNDER.

DISTRIBUTIONS IN EXCESS OF EARNINGS & PROFITS ALLOCABLE TO COMMON SHARES REDUCE A STOCKHOLDER'S TAX BASIS IN ITS SHARES TO THE EXTENT OF BASIS.

