

**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)	
Nexpoint Real Estate Strategies Fund		81-1061590	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
SHAREHOLDER SERVICES	1-800-357-9167		
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	
200 Crescent Court, Suite 700		Dallas, TX 75201	
8 Date of action		9 Classification and description	
SEE BELOW		NON-TAXABLE RETURN OF CAPITAL DISTRIBUTION	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
65342M309		NRSAX, NRSCX, NRSZX	
65342M101, 65342M200			

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 HIGHLAND INCOME FUND PAID A NON-TAXABLE RETURN OF CAPITAL DISTRIBUTION DURING THE YEAR. PLEASE SEE ATTACHED STATEMENT FOR DETAIL.

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 ▶ SEE ATTACHED STATEMENT FOR DETAIL

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 ▶ SEE ATTACHED STATEMENT FOR DETAIL

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 & 316

18 Can any resulting loss be recognized? ▶ NOT APPLICABLE TO THIS TRANSACTION AS NO LOSS MAY BE RECOGNIZED ON A RETURN OF CAPITAL DISTRIBUTIONS. THE SHAREHOLDERS COST BASIS SHOULD BE ADJUSTED TO REFLECT THE RETURN OF CAPITAL DISTRIBUTION WHICH MAY AFFECT THE GAIN OR LOSS REALIZED BY THE SHAREHOLDER UPON DISPOSITION OF THERE SHARES.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ THE INFORMATION PROVIDED HERIN HAS BEEN PROVIDED TO EACH SHAREHOLDER ON THEIR 2020 FORM 1099-DIV STATEMENT, BOX 3 FROM THEIR RESPECTIVE BROKER/DEALER.

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 ▶ SIGNATURE ON FILE Date ▶ 3/18/2021
Print your name ▶ Frank Waterhouse Title ▶ PFO/CFO

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.

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054

Nexpoint Real Estate Strategies Fund
 Supplemental Attachment to Form 8937
 Part II, Question 14, 15, 16

EIN: 81-1061590

Detail of the distributions paid during the fiscal year ending December 31, 2020 is described below:

FUND NAME	CUSIP	TICKER SYMBOL	RECORD DATE	EX DIVIDEND DATE	PAYABLE DATE	INCOME DIVIDENDS	% OF TAXABLE DISTRIBUTION	TAXABLE DIVIDENDS AMOUNT	% RETURN OF CAPITAL DISTRIBUTION	RETURN OF CAPITAL AMOUNT
NexPoint Real Estate Strategies	65342M101	NRSAX	01/29/2020	01/30/2020	01/31/2020	\$ 0.116821000	29.33%	\$ 0.034261000	70.67%	\$ 0.082560000
NexPoint Real Estate Strategies	65342M101	NRSAX	02/26/2020	02/27/2020	02/28/2020	\$ 0.117348000	29.33%	\$ 0.034413000	70.67%	\$ 0.082935000
NexPoint Real Estate Strategies	65342M101	NRSAX	03/27/2020	03/30/2020	03/31/2020	\$ 0.117802000	29.33%	\$ 0.034557000	70.67%	\$ 0.083245000
NexPoint Real Estate Strategies	65342M101	NRSAX	04/28/2020	04/29/2020	04/30/2020	\$ 0.118161000	29.33%	\$ 0.034662000	70.67%	\$ 0.083499000
NexPoint Real Estate Strategies	65342M101	NRSAX	05/26/2020	05/27/2020	05/28/2020	\$ 0.118313000	29.33%	\$ 0.034704000	70.67%	\$ 0.083609000
NexPoint Real Estate Strategies	65342M101	NRSAX	06/26/2020	06/29/2020	06/30/2020	\$ 0.117790000	29.33%	\$ 0.034553000	70.67%	\$ 0.083237000
NexPoint Real Estate Strategies	65342M101	NRSAX	07/29/2020	07/30/2020	07/31/2020	\$ 0.118046000	29.33%	\$ 0.034628000	70.67%	\$ 0.083418000
NexPoint Real Estate Strategies	65342M101	NRSAX	08/27/2020	08/28/2020	08/31/2020	\$ 0.118104000	29.33%	\$ 0.034637000	70.67%	\$ 0.083467000
NexPoint Real Estate Strategies	65342M101	NRSAX	09/28/2020	09/29/2020	09/30/2020	\$ 0.118235000	29.33%	\$ 0.034676000	70.67%	\$ 0.083559000
NexPoint Real Estate Strategies	65342M101	NRSAX	10/28/2020	10/29/2020	10/30/2020	\$ 0.118447000	29.33%	\$ 0.034741000	70.67%	\$ 0.083706000
NexPoint Real Estate Strategies	65342M101	NRSAX	11/25/2020	11/27/2020	11/30/2020	\$ 0.118534000	29.33%	\$ 0.034770000	70.67%	\$ 0.083764000
NexPoint Real Estate Strategies	65342M101	NRSAX	12/29/2020	12/30/2020	12/31/2020	\$ 0.118641000	29.33%	\$ 0.034801000	70.67%	\$ 0.083840000
Totals						\$ 1.416242000		\$ 0.415403000		\$ 1.000839000
NexPoint Real Estate Strategies	65342M200	NRSCX	01/29/2020	01/30/2020	01/31/2020	\$ 0.106047000	29.32%	\$ 0.031095000	70.68%	\$ 0.074952000
NexPoint Real Estate Strategies	65342M200	NRSCX	02/26/2020	02/27/2020	02/28/2020	\$ 0.106013000	29.32%	\$ 0.031087000	70.68%	\$ 0.074926000
NexPoint Real Estate Strategies	65342M200	NRSCX	03/27/2020	03/30/2020	03/31/2020	\$ 0.107482000	29.33%	\$ 0.031529000	70.67%	\$ 0.075953000
NexPoint Real Estate Strategies	65342M200	NRSCX	04/28/2020	04/29/2020	04/30/2020	\$ 0.109818000	29.33%	\$ 0.032212000	70.67%	\$ 0.077606000
NexPoint Real Estate Strategies	65342M200	NRSCX	05/26/2020	05/27/2020	05/28/2020	\$ 0.110013000	29.32%	\$ 0.032261000	70.68%	\$ 0.077752000
NexPoint Real Estate Strategies	65342M200	NRSCX	06/26/2020	06/29/2020	06/30/2020	\$ 0.107191000	29.34%	\$ 0.031446000	70.66%	\$ 0.075745000
NexPoint Real Estate Strategies	65342M200	NRSCX	07/29/2020	07/30/2020	07/31/2020	\$ 0.108285000	29.33%	\$ 0.031761000	70.67%	\$ 0.076524000
NexPoint Real Estate Strategies	65342M200	NRSCX	08/27/2020	08/28/2020	08/31/2020	\$ 0.109382000	29.34%	\$ 0.032089000	70.66%	\$ 0.077293000
NexPoint Real Estate Strategies	65342M200	NRSCX	09/28/2020	09/29/2020	09/30/2020	\$ 0.110148000	29.33%	\$ 0.032310000	70.67%	\$ 0.077838000
NexPoint Real Estate Strategies	65342M200	NRSCX	10/28/2020	10/29/2020	10/30/2020	\$ 0.109418000	29.33%	\$ 0.032092000	70.67%	\$ 0.077326000
NexPoint Real Estate Strategies	65342M200	NRSCX	11/25/2020	11/27/2020	11/30/2020	\$ 0.109793000	29.33%	\$ 0.032204000	70.67%	\$ 0.077589000
NexPoint Real Estate Strategies	65342M200	NRSCX	12/29/2020	12/30/2020	12/31/2020	\$ 0.107292000	29.33%	\$ 0.031465000	70.67%	\$ 0.075827000
Totals						\$ 1.300882000		\$ 0.381551000		\$ 0.919331000
NexPoint Real Estate Strategies	65342M309	NRSZX	01/29/2020	01/30/2020	01/31/2020	\$ 0.121103000	29.33%	\$ 0.035520000	70.67%	\$ 0.085583000
NexPoint Real Estate Strategies	65342M309	NRSZX	02/26/2020	02/27/2020	02/28/2020	\$ 0.121134000	29.33%	\$ 0.035529000	70.67%	\$ 0.085605000
NexPoint Real Estate Strategies	65342M309	NRSZX	03/27/2020	03/30/2020	03/31/2020	\$ 0.121147000	29.33%	\$ 0.035533000	70.67%	\$ 0.085614000
NexPoint Real Estate Strategies	65342M309	NRSZX	04/28/2020	04/29/2020	04/30/2020	\$ 0.120947000	29.33%	\$ 0.035474000	70.67%	\$ 0.085473000
NexPoint Real Estate Strategies	65342M309	NRSZX	05/26/2020	05/27/2020	05/28/2020	\$ 0.120924000	29.33%	\$ 0.035467000	70.67%	\$ 0.085457000
NexPoint Real Estate Strategies	65342M309	NRSZX	06/26/2020	06/29/2020	06/30/2020	\$ 0.121251000	29.33%	\$ 0.035564000	70.67%	\$ 0.085687000
NexPoint Real Estate Strategies	65342M309	NRSZX	07/29/2020	07/30/2020	07/31/2020	\$ 0.121147000	29.33%	\$ 0.035533000	70.67%	\$ 0.085614000
NexPoint Real Estate Strategies	65342M309	NRSZX	08/27/2020	08/28/2020	08/31/2020	\$ 0.121101000	29.33%	\$ 0.035519000	70.67%	\$ 0.085582000
NexPoint Real Estate Strategies	65342M309	NRSZX	09/28/2020	09/29/2020	09/30/2020	\$ 0.121373000	29.33%	\$ 0.035600000	70.67%	\$ 0.085773000
NexPoint Real Estate Strategies	65342M309	NRSZX	10/28/2020	10/29/2020	10/30/2020	\$ 0.121497000	29.33%	\$ 0.035635000	70.67%	\$ 0.085862000
NexPoint Real Estate Strategies	65342M309	NRSZX	11/25/2020	11/27/2020	11/30/2020	\$ 0.121547000	29.33%	\$ 0.035650000	70.67%	\$ 0.085897000
NexPoint Real Estate Strategies	65342M309	NRSZX	12/29/2020	12/30/2020	12/31/2020	\$ 0.122037000	29.33%	\$ 0.035794000	70.67%	\$ 0.086243000
Totals						\$ 1.455208000		\$ 0.426818000		\$ 1.028390000