
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS
OF REGISTERED MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number: 811-23129

NEXPOINT REAL ESTATE STRATEGIES FUND

(Exact name of registrant as specified in charter)

**200 Crescent Court
Suite 700
Dallas, Texas 75201**
(Address of principal executive offices)(Zip code)

**NexPoint Advisors, L.P.
200 Crescent Court
Suite 700
Dallas, Texas 75201**
(Name and Address of Agent for Service)

Registrant's telephone number, including area code: (844) 485-9167

Date of fiscal year end: December 31
Date of reporting period: September 30, 2018

Item 1: Schedule of Investments

The Schedule of Investments are attached herewith.

INVESTMENT PORTFOLIO (unaudited)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

Principal Amount (\$)		Amortized Cost \$(a)	Value (\$)
U.S. Corporates Bonds & Notes—3.1%			
REAL ESTATE (b)—3.1%			
500,000	Uniti Group L.P. / Uniti Fiber Holdings, Inc. / CSL Capital LLC 7.13%, 12/15/2024	458,502	460,000
	Total U.S. Corporates Bonds & Notes (Cost \$458,502)		460,000
U.S. Senior Loans—28.4%			
REAL ESTATE (c)(m)—28.4%			
1,000,000	BHRI Flats Manager Term Loan, PRIME + 7.000% 12/31/2018 (d)	998,134	1,000,000
1,000,000	Bridgeview Louetta LLC Mezzanine Term Loan 12.00%, 08/04/2021 (e)	1,058,312	1,064,998
2,200,000	RCP Keystone Hotel LLC 2nd Lien Term Loan 14.50%, 11/15/2019 (e)	2,190,336	2,200,000
	Total U.S. Senior Loans (Cost \$4,246,782)		4,264,998
Agency Collateralized Mortgage Obligations (b)—12.0%			
FREM F 2018-K80 Mortgage Trust			
26,713,000	Series 2018-K80, Class X2A 0.10%, 08/25/2050 (f)	172,379	172,379
6,266,021	Series 2018-K80, Class X2B 0.10%, 08/25/2050 (f)	41,531	41,531
2,473,426	Series 2018-K80, Class D, 0.00%, 08/25/2050 (g)(h)	1,088,795	1,088,795
FREM F Trust			
1,491,164	Series 2018-KW04, Class C 0.00%, 12/25/2032 (g)(h)	405,288	395,158
17,861,578	Series 2018-KW04, Class X2A 0.10%, 09/25/2028 (f)	97,335	91,094
1,988,235	Series 2018-KW04, Class X2B 0.10%, 12/25/2032 (f)	13,186	12,526
	Total Agency Collateralized Mortgage Obligations (Cost \$1,818,514)		1,801,483
Asset-Backed Securities (b)(d)—1.3%			
250,000	CIFC Funding, Ltd. Series 2015-1A, Class SUB, VRN 0.00%, 01/22/2031	205,834	198,750
	Total Asset-Backed Securities (Cost \$205,834)		198,750
Shares			
Common Stocks—37.5%			
REAL ESTATE—36.7%			
76,900	Brookdale Senior Living, Inc.(h)	786,567	755,927
12,581	Colony Credit Real Estate, Inc., REIT	239,398	276,656
19,000	Jernigan Capital, Inc., REIT	351,500	366,510
21,231	NexPoint Residential Trust, Inc., REIT(i)	432,735	704,869
1,012,750	NRESF REIT SUB LLC(c)(i)(m)	—	39,193
30,000	Pure Multi-Family REIT L.P., REIT	196,095	199,598
16,600	Starwood Property Trust, Inc., REIT	360,903	357,232
46,500	Summit Hotel Properties, Inc., REIT	629,088	629,145
18,917	Tremont Mortgage Trust(h)	226,132	222,275
55,029	United Development Funding IV, REIT(h)	128,441	253,684
41,218	Uniti Group, Inc., REIT(j)	848,657	830,543
25,310	Zayo Group Holdings, Inc.(h)	917,234	878,763
			5,514,395

INVESTMENT PORTFOLIO (unaudited) (continued)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

<u>Shares</u>		<u>Amortized Cost (\$)(a)</u>	<u>Value (\$)</u>
SOFTWARE & SERVICES (h)—0.8%			
9,000	Internap Corp.	109,475	113,670
	Total Common Stocks (Cost \$5,226,225)		<u>5,628,065</u>
Preferred Stocks—33.9%			
FINANCIAL—13.3%			
1,508	Creek Pine Holdings, LLC, 10.25%(c)(m)	1,508,333	1,544,246
18,900	Bluerock Residential Growth REIT, Inc., Series D, 7.13%(k)	419,298	455,681
			<u>1,999,927</u>
REAL ESTATE INVESTMENT TRUST—20.6%			
12,000	Farmland Partners, Inc., Series B(k)	247,430	279,120
2,500	Jernigan Capital, Inc., cash 7.00%, PIK 7.5%(c)(m)	2,500,000	2,815,070
			<u>3,094,190</u>
	Total Preferred Stocks (Cost \$4,675,061)		<u>5,094,117</u>
Contracts			
Purchased Put Options—0.1%			
	Total Purchased Put Options (Proceeds \$10,855)		<u>9,086</u>
Shares			
Cash Equivalents—5.2%			
788,580	State Street Institutional U.S. Government Money Market Fund, Premier Class	788,580	788,580
	Total Cash Equivalents (Cost \$788,580)		<u>788,580</u>
	Total Investments—121.5% (Cost \$17,430,353)		<u>18,245,079</u>
Securities Sold Short—(1.7)%			
Common Stocks (l)—(1.7)%			
REAL ESTATE INVESTMENT TRUST—(1.7)%			
(8,100)	Omega Healthcare Investors, Inc., REIT	(247,803)	(265,437)
	Total Common Stocks (Proceeds \$247,803)		<u>(265,437)</u>
	Total Securities Sold Short (Proceeds \$247,803)		<u>(265,437)</u>
	Other Assets & Liabilities, Net—(19.8)%		<u>(2,966,583)</u>
	Net Assets—100.0%		<u>15,013,059</u>

- (a) Amortized cost represents the original cost adjusted for the amortization of premiums and/or accretion of discounts, as applicable, on investments.
- (b) Securities exempt from registration under Rule 144A of the 1933 Act. These securities may only be resold in transaction exempt from registration to qualified institutional buyers. At September 30, 2018, these securities amounted to \$2,460,233 or 16.4% of net assets.
- (c) Represents fair value as determined by the Fund's Board of Trustees (the "Board"), or its designee in good faith, pursuant to the policies and procedures approved by the Board. Securities with a total aggregate value of \$8,663,507, or 57.7% of net assets, were fair valued under the Fund's valuation procedures as of September 30, 2018. These investments were also classified as Level 3 within the three-tier fair value hierarchy. Please see Note 2 for an explanation of this hierarchy, as well as a list of unobservable inputs used in the valuation of these instruments.
- (d) Variable or floating rate security. As of September 30, 2018, the Prime rate was 5.25%.
- (e) Fixed rate senior loan. Under the terms of the credit agreement, the borrower is required to pay a minimum monthly interest payment of 9.00%, and any residual accrued interest not paid monthly continues to accrue at the full rate shown. The minimum monthly interest payment is 8.00% for the Bridgeview Louetta loan and 9.00% for the RCP Keystone Hotel loan.

- (f) Interest only security (“IO”). These types of securities represent the right to receive the monthly interest payments on an underlying pool of mortgages. Payments of principal on the pool reduce the value of the “interest only” holding.
- (g) Principal only security (“PO”). These types of securities represent the right to receive the monthly principal payments on an underlying pool of mortgages. No payments of interest on the pool are passed through to the “principal only” holder.
- (h) Non-income producing security.
- (i) Affiliated issuer. Assets with a total aggregate market value of \$744,062, or 5.0% of net assets, were affiliated with the Fund as of September 30, 2018.
- (j) All or part of this security is pledged as collateral for short sales. The market value of the securities pledged as collateral was \$830,543.
- (k) Perpetual maturity. Maturity date presented represents the next call date.
- (l) As of September 30, 2018, \$268,419 in cash was segregated or on deposit with the brokers to cover investments sold short and is included in “Other Assets & Liabilities, Net.”

INVESTMENT PORTFOLIO (unaudited) (continued)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

(m) Classified as Level 3 within the three-tier fair value hierarchy. Please see Note 2 for an explanation of this hierarchy, as well as a list of unobservable inputs used in the valuation of these instruments.

REIT Real Estate Investment Trust

Purchased options contracts outstanding as of September 30, 2018 were as follows:

Description	Exercise Price	Counterparty	Expiration Date	Number of Contracts	Notional Value	Premium	Value
PURCHASED PUT OPTIONS:							
Uniti Group, Inc.	\$ 15.00	Jefferies & Co., Inc.	October 2018	413	\$619,500	\$10,855	\$9,086

NOTES TO INVESTMENT PORTFOLIO (unaudited)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

Organization

NexPoint Real Estate Strategies Fund (the “Fund”) is a Delaware statutory trust and is registered with the U.S. Securities and Exchange Commission (the “SEC”) under the Investment Company Act of 1940, as amended (the “1940 Act”), as a non-diversified, closed-end management investment company that operates as an interval fund. The Fund commenced operations on July 1, 2016. This report includes information for the nine months ended September 30, 2018. The Fund pursues its investment objective by investing, under normal circumstances, at least 80% of its assets (defined as net assets plus the amount of any borrowing for investment purposes) in real estate and real estate related securities. NexPoint Advisors, L.P. (“NexPoint” or “the Investment Adviser”), an affiliate of Highland Capital Management, L.P. (“Highland”), is the investment adviser to the Fund. Once each quarter, the Fund will offer to repurchase at net asset value (“NAV”) no less than 5% of the outstanding shares of the Fund, unless such offer is suspended or postponed in accordance with regulatory requirements. The offer to purchase shares is a fundamental policy that may not be changed without the vote of the holders of a majority of the Fund’s outstanding voting securities (as defined in the 1940 Act).

Valuation of Investments

In computing the Fund’s net assets attributable to shares, securities with readily available market quotations on the NYSE, National Association of Securities Dealers Automated Quotation (“NASDAQ”), or other nationally recognized exchange, use the closing quotations on the respective exchange for valuation of those securities. Securities for which there are no readily available market quotations will be valued pursuant to policies adopted by the Fund’s Board of Trustees (the “Board”). Typically, such securities will be valued at the mean between the most recently quoted bid and ask prices provided by the principal market makers. If there is more than one such principal market maker, the value shall be the average of such means. Securities without a sale price or quotations from principal market makers on the valuation day may be priced by an independent pricing service. Generally, the Fund’s loan and bond positions are not traded on exchanges and consequently are valued based on a mean of the bid and ask price from the third-party pricing services or broker-dealer sources that the Investment Adviser has determined to have the capability to provide appropriate pricing services which have been approved by the Board.

Securities for which market quotations are not readily available, or for which the Fund has determined that the price received from a pricing service or broker-dealer is “stale” or otherwise does not represent fair value (such as when events materially affecting the value of securities occur between the time when market price is determined and calculation of the Fund’s NAV), will be valued by the Fund at fair value, as determined by the Board or its designee in good faith in accordance with procedures approved by the Board, taking into account factors reasonably determined to be relevant, including, but not limited to: (i) the fundamental analytical data relating to the investment; (ii) the nature and duration of restrictions on disposition of the securities; and (iii) an evaluation of the forces that influence the market in which these securities are purchased and sold. In these cases, the Fund’s NAV will reflect the affected portfolio securities’ fair value as determined in the judgment of the Board or its designee instead of being determined by the market. Using a fair value pricing methodology to value securities may result in a value that is different from a security’s most recent sale price and from the prices used by other investment companies to calculate their NAVs. Determination of fair value is uncertain because it involves subjective judgments and estimates.

There can be no assurance that the Fund’s valuation of a security will not differ from the amount that it realizes upon the sale of such security. Those differences could have a material impact to the Fund. The NAV shown in the Fund’s financial statements may vary from the NAV published by the Fund as of its period end because portfolio securities transactions are accounted for on the trade date (rather than the day following the trade date) for financial statement purposes.

Fair Value Measurements

The Fund has performed an analysis of all existing investments and derivative instruments to determine the significance and character of inputs to their fair value determination. The levels of fair value inputs used to measure the Fund’s investments are characterized into a fair value hierarchy. Where inputs for an asset or liability fall into more than one level in the fair value hierarchy, the investment is classified in its entirety based on the lowest level input that is significant to that investment’s valuation. The three levels of the fair value hierarchy are described below:

Level 1 — Quoted unadjusted prices for identical instruments in active markets to which the Fund has access at the date of measurement;

NOTES TO INVESTMENT PORTFOLIO (unaudited) (continued)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

Level 2 — Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active, but are valued based on executed trades; broker quotations that constitute an executable price; and alternative pricing sources supported by observable inputs are classified within Level 2. Level 2 inputs are either directly or indirectly observable for the asset in connection with market data at the measurement date; and

Level 3 — Model derived valuations in which one or more significant inputs or significant value drivers are unobservable. In certain cases, investments classified within Level 3 may include securities for which the Fund has obtained indicative quotes from broker-dealers that do not necessarily represent prices the broker may be willing to trade on, as such quotes can be subject to material management judgment. Unobservable inputs are those inputs that reflect the Fund's own assumptions that market participants would use to price the asset or liability based on the best available information.

The Investment Adviser has established policies and procedures, as described above and approved by the Board, to ensure that valuation methodologies for investments and financial instruments that are categorized within all levels of the fair value hierarchy are fair and consistent. A Pricing Committee has been established to provide oversight of the valuation policies, processes and procedures, and is comprised of personnel from the Investment Adviser and its affiliates. The Pricing Committee meets monthly to review the proposed valuations for investments and financial instruments and is responsible for evaluating the overall fairness and consistent application of established policies.

As of September 30, 2018, the Fund's investments consisted of REITs and other real estate investments, senior loans, corporate bonds and notes, common stocks, options, preferred stocks, mortgage-backed securities and cash equivalents. The fair value of the Fund's bonds are generally based on quotes received from brokers or independent pricing services. Bonds with quotes that are based on actual trades with a sufficient level of activity on or near the measurement date are classified as Level 2 assets. Bonds that are priced using quotes derived from implied values, indicative bids, or a limited number of actual trades are classified as Level 3 assets because the inputs used by the brokers and pricing services to derive the values are not readily observable. Exchange-traded options are valued based on the last trade price on the primary exchange on which they trade. If an option does not trade, the mid-price, which is the mean of the bid and ask price, is utilized to value the option.

The fair value of the Fund's common stocks and preferred stocks that are not actively traded on national exchanges are generally priced using quotes derived from implied values, indicative bids, or a limited amount of actual trades and are classified as Level 3 assets because the inputs used by the brokers and pricing services to derive the values are not readily observable. The Fund's real estate investments include equity interests in limited liability companies and equity issued by Real Estate Investment Trusts ("REITs") that invest in commercial real estate. The fair value of real estate investments that are not actively traded on national exchanges are based on internal models developed by the Investment Adviser. The significant inputs to the models include cash flow projections for the underlying properties, capitalization rates and appraisals performed by independent valuation firms. These inputs are not readily observable, and the Fund has classified the investments as Level 3 assets.

At the end of each calendar quarter, the Investment Adviser evaluates the Level 2 and 3 assets and liabilities for changes in liquidity, including but not limited to: whether a broker is willing to execute at the quoted price, the depth and consistency of prices from third party services, and the existence of contemporaneous, observable trades in the market. Additionally, the Investment Adviser evaluates the Level 1 and 2 assets and liabilities on a quarterly basis for changes in listings or delistings on national exchanges.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of the Fund's investments may fluctuate from period to period. Additionally, the fair value of investments may differ significantly from the values that would have been used had a ready market existed for such investments and may differ materially from the values the Fund may ultimately realize. Further, such investments may be subject to legal and other restrictions on resale or otherwise less liquid than publicly traded securities.

NOTES TO INVESTMENT PORTFOLIO (unaudited) (continued)

As of September 30, 2018

NexPoint Real Estate Strategies Fund

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. A summary of the inputs used to value the Fund's assets as of September 30, 2018 is as follows:

	Total value at September 30, 2018	Level 1 Quoted Price	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs
Assets				
U.S. Corporates Bonds & Notes	\$ 460,000	\$ —	\$ 460,000	\$ —
U.S. Senior Loans	4,264,998	—	—	4,264,998
Agency Collateralized Mortgage Obligations	1,801,483	—	1,801,483	—
Asset-Backed Securities	198,750	—	198,750	—
Common Stocks				
Real Estate	5,514,395	5,475,202	—	39,193
Software & Services	113,670	113,670	—	—
Preferred Stocks				
Financial	1,999,927	455,681	—	1,544,246
Real Estate Investment Trust	3,094,190	279,120	—	2,815,070
Purchased Put Options	9,086	9,086	—	—
Cash Equivalents	788,580	788,580	—	—
Total Assets	18,245,079	7,121,339	2,460,233	8,663,507
Liabilities				
Securities Sold Short				
Common Stocks	(265,437)	(265,437)	—	—
Total Liabilities	(265,437)	(265,437)	—	—
Total	\$ 17,979,642	\$6,855,902	\$ 2,460,233	\$ 8,663,507

The table below sets forth a summary of changes in the Fund's assets measured at fair value using significant unobservable inputs (Level 3) for the period ended September 30, 2018.

	Balance as of December 31, 2017	Transfers Into Level 3	Transfers Out of Level 3	Accrued Discounts (Premiums)	Realized Gain (Loss)	Net Unrealized Appreciation (Depreciation)	Net Purchases	Net Sales	Balance as of September 30, 2018	Change in Unrealized Appreciation (Depreciation) from Investments Held at September 30, 2018
U.S. Senior Loans										
Real Estate	\$ 3,200,000	\$ —	\$ —	\$ 4,141	\$ —	\$ (14,141)	\$ 1,074,998	\$ —	\$ 4,264,998	\$ (14,141)
Preferred Stocks										
Financial	—	—	—	—	—	35,913	1,508,333	—	1,544,246	35,913
Real Estate Investment Trust	—	—	—	—	—	315,070	2,500,000	—	2,815,070	315,070
Common Stocks										
Real Estate	58,436	—	—	—	—	(19,243)	—	—	39,193	(19,243)
Total	\$ 3,258,436	\$ —	\$ —	\$ 4,141	\$ —	\$ 317,599	\$ 5,083,331	\$ —	\$ 8,663,507	\$ 317,599

NOTES TO INVESTMENT PORTFOLIO (unaudited) (continued)**As of September 30, 2018****NexPoint Real Estate Strategies Fund**

Investments designated as Level 3 may include assets valued using quotes or indications furnished by brokers which are based on models or estimates and may not be executable prices. In light of the developing market conditions, the Investment Adviser continues to search for observable data points and evaluate broker quotes and indications received for portfolio investments.

For the period ended September 30, 2018, there were no transfers between Levels.

The following is a summary of significant unobservable inputs used in the fair valuations of assets and liabilities categorized within Level 3 of the fair value hierarchy:

<u>Category</u>	<u>Market Value at 9/30/2018</u>	<u>Valuation Technique</u>	<u>Unobservable Inputs</u>	<u>Input Value(s)</u>
Preferred Stock	\$ 4,359,316	Discounted Cash Flow	Discount Rate	8.50%
U.S. Senior Loans	4,264,998	Broker Opinion of Value	Cap Rate	7.75% - 8.25%
		Cost Price	N/A	N/A
		Net Asset Value	N/A	N/A
Common Stock	39,193	Net Asset Value	N/A	N/A
Total	\$ 8,663,507			

The significant unobservable input used in the fair value measurement of the Fund's preferred stock asset is the discount rate. Significant decreases (increases) in any of those inputs in isolation could result in a significantly higher (lower) fair value measurement. The significant unobservable input used in the fair value measurement of the Fund's bank loans securities is the capitalization rate. Significant decreases (increases) in any of those inputs in isolation could result in a significantly lower (higher) fair value measurement.

NRESF REIT Sub, LLC (Common Stocks)	1,012,750	\$ 58,436	\$ —	\$ —	\$ —	\$ (19,243)	\$ 39,193	1,012,750	\$ —
Other Affiliates									
NexPoint Residential Trust, Inc., REIT (Common Stocks)	19,662	549,356	42,233	—	—	113,280	704,869	21,231	15,779
Total	<u>1,032,412</u>	<u>\$ 607,792</u>	<u>\$ 42,233</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 94,037</u>	<u>\$ 744,062</u>	<u>1,033,981</u>	<u>\$15,779</u>

Item 2. Controls and Procedures.

(a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3 (c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3 (b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).

(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the registrant's last fiscal quarter that have materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

NEXPOINT REAL ESTATE STRATEGIES FUND

By: /s/ James Dondero
James Dondero
President and Principal Executive Officer

Date: November 28, 2018

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ James Dondero
James Dondero
President and Principal Executive Officer

Date: November 28, 2018

By: /s/ Brian Mitts
Brian Mitts
Executive Vice President, Chief Financial Officer
and Principal Financial and Accounting Officer

Date: November 28, 2018

**Certification Pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the
Sarbanes-Oxley Act**

I, James Dondero, certify that:

1. I have reviewed this report on Form N-Q of NexPoint Real Estate Strategies Fund;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the schedules of investments included in this report fairly present in all material respects the investments of the registrant as of the end of the fiscal quarter for which the report is filed;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
 - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
- (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

By: /s/ James Dondero
James Dondero
President and Principal Executive Officer

Date: November 28, 2018

**Certification Pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the
Sarbanes-Oxley Act**

I, Brian Mitts, certify that:

1. I have reviewed this report on Form N-Q of NexPoint Real Estate Strategies Fund;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the schedules of investments included in this report fairly present in all material respects the investments of the registrant as of the end of the fiscal quarter for which the report is filed;
4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and
 - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
- (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

By: /s/ Brian Mitts

Brian Mitts
Executive Vice President, Principal Financial
Officer and Principal Accounting Officer

Date: November 28, 2018