

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Pursuant to IRC Sec. 301(c)(1), the portion of a distribution, which is a dividend (as defined in the IRC Sec. 316), is includible in gross income. Pursuant to IRC Sec. 301(c)(2), the portion of a distribution, which is not a dividend, shall be applied against and reduce the adjusted tax basis of the stock.

Blank lines for providing details for question 17.

18 Can any resulting loss be recognized? ▶ No loss will be recognized as a result of any non-taxable Return of Capital. A loss may be realized upon the disposition of shares.

Blank lines for providing details for question 18.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ Pursuant to IRC Sec. 6045, brokers are required to reflect these adjustments in cost basis reporting for covered securities. If a broker is not required to provide cost basis to a particular shareholder, the cost basis of the shareholder's shares should be adjusted as of the distribution date to reflect the Return of Capital described above. The final amount of taxable dividends and non-taxable Return of Capital (i.e. non-dividend distributions) will be reported to shareholders on their 2018 Form 1099-DIV.

Blank lines for providing details for question 19.

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 ▶ _____

Print your name ▶ _____ Title ▶ _____

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Bryan Doddy		2/14/18		P00295656
	Firm's name ▶ State Street Corporation			Firm's EIN ▶	04-1867445
	Firm's address ▶ One Iron Street, Boston, MA 02210			Phone no.	617-662-3975

Highland NexPoint Credit Strategies Fund
 Form 8937 Appendix A
 FYE: December 31, 2017
 EIN: 80-0139099

2017 Distributions - Class A

Part 1, Box 10		Part 1, Box 12		Part II, Boxes 14, 15, 16						
Share Class	CUSIP Number	Ticker Symbol	Record Date	Ex Date	Payable Date	Per Share Distribution	Per Share Return of Capital	Per Share Taxable Dividend		
Class A	65340G205	XNHFX	01/24/2017	01/20/2017	01/31/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	02/22/2017	02/17/2017	02/28/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	03/13/2017	03/09/2017	03/16/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	04/24/2017	04/20/2017	04/28/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	05/19/2017	05/17/2017	05/31/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	06/22/2017	06/20/2017	06/30/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	07/24/2017	07/20/2017	07/31/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	08/23/2017	08/21/2017	08/31/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	09/22/2017	09/21/2017	09/29/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	10/24/2017	10/23/2017	10/31/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	11/22/2017	11/21/2017	11/30/2017	0.200000000	0.006675780	0.193324220		
Class A	65340G205	XNHFX	12/22/2017	12/21/2017	12/29/2017	0.200000000	0.006675780	0.193324220		