MOODY NATIONAL REIT I, INC.

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1/15/17; 2/15/17; 3/15/17; 4/15/17; 5/15/17; 6/15/17; 7/15/17; 8/15/17; 9/15/17; 5/27/17

The Company paid cash distributions on common stock in 2017 (each a "Distribution") as follows:
Record Dates: 12/31/16; 1/31/17; 2/28/17; 3/31/17; 4/30/17; 5/31/17; 6/30/17; 7/31/17; 8/31/17; 9/27/17;
Payment Dates: 1/15/17($.068/share); 2/15/17($.068/share); 3/15/17($.061/share); 4/15/17($.068/share);
5/15/17($.066/share); 6/15/17($.068/share); 7/15/17($.066/share); 8/15/17($.068/share); 9/15/17($.068/share);
9/27/17($.059/share)

The Company has determined that 59.89% of each Distribution was a non-taxable return of capital. The non-taxable return of capital reduced the tax basis on a per-share basis as follows:
1/15/17 - $.041/share; 2/15/17 - $.041/share; 3/15/17 - $.037/share;
4/15/17 - $.041/share; 5/15/17 - $.039/share; 6/15/17 - $.041/share;
7/15/17 - $.039/share; 8/15/17 - $.041/share; 9/15/17 - $.041/share;
9/27/17 - $.035/share

The Company determines its annual earnings and profits under IRC Section 312 and the regulations thereunder after the close of the tax year, as practicable, and such determination was on or about January 23, 2018. Distributions in excess of earnings and profits reduce the shareholder’s basis in common stock on the dates listed above.
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 Section 301(c)(2), 316 and 312 provide that the portion of the cash distribution on common stock which is not a dividend shall be applied against and reduce the adjusted basis of the common stock.

18 Can any resulting loss be recognized? ► No tax loss is recognized by shareholders as a result of receiving the 2017 cash distributions on common stock.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► The adjustment to basis is taken into account in the year of distribution (i.e., 2017 for calendar year taxpayers).

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.

Signature ► R. Engel, CFO Date ► 2/15/18

Print/Type preparer's name ► David Sanders

Paid Preparer Use Only

Print/Type preparer's name ► Deloitte Tax, LLP

Firm's address ► 1111 Bagby Street, Suite 4500, Houston, TX 77002

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