

**Report of Organizational Actions
 Affecting Basis of Securities**

OMB No. 1545-2224

▶ See separate Instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
SENTIO HEALTHCARE PROPERTIES, INC. FKA CORNERSTONE HEALTHCARE PLUS REIT, INC.		20-5721212	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
SHARON KAISER	407-999-7679	info@sentiointestments.com	
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	
189 SOUTH ORANGE AVENUE, SUITE 1700		ORLANDO, FLORIDA 32801	
8 Date of action		9 Classification and description	
JANUARY 20, 2015		COMMON STOCK	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)

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 ▶ During 2014, Sentio Healthcare Properties, Inc. paid total cash distributions of \$5,985,387 to its common shareholders quarterly. On January 20, 2015 the Company estimated that 27.12% of these distributions represent dividend distributions to the shareholders and 72.88% of these distributions represent a return of capital to the shareholders.

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 ▶ For each cash distribution paid to common shareholders by the Company during 2014, it is estimated that 27.12% of the distributions represents a dividend distribution. Accordingly, each common shareholder should treat 72.88% of the distributions as a nontaxable dividend and reduce the tax basis of their stock accordingly. Any nontaxable distribution in excess of a shareholder's basis should be treated as a gain from the sale or exchange of property.

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 ▶ On January 20, 2015 the Company estimated its annual calculation of its Current Earnings & Profits for the year ended December 31, 2014. Based on this estimate the Company determined that 27.12% of its 2014 common distributions represent a dividend distribution and 72.88% of its 2014 common distributions represent a return of capital to the shareholders.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Internal Revenue Code Section 316 defines a "dividend" generally as any distribution of property made by a corporation to its shareholders out of Earnings & Profits (as defined by Internal Revenue Code Section 312 and the regulations thereunder). Pursuant to Internal Revenue Code Section 301(c)(2), the portion of the distribution which is not a dividend shall be applied against and reduce the adjusted tax basis of the stock. Under Internal Revenue Code Section 301(c)(3), a distribution which is not a dividend, to the extent that it exceeds the shareholder's adjusted tax basis of the stock, shall be treated as gain from the sale or exchange of property.

18 Can any resulting loss be recognized? ▶ The Organizational action reported herein does not result in any losses.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The amount of nontaxable distributions on the dates mentioned above either (i) reduces the shareholder's adjusted tax basis in his/her stock or (ii) to the extent that it exceeds the shareholder's adjusted tax basis in his/her stock on the dates of the distributions, is treated as gain from sale or exchange of property in 2014. \$1,445,732 of the distributions were paid in January 2015, but such distributions are required by Internal Revenue Code Section 857(b)(9) to be reported by the shareholders as having been received as a 2014 distribution. Such distributions will also be characterized in the ratio of 72.88% and 27.12% as return of capital distributions and taxable dividends respectively.

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 ▶

[Handwritten Signature]

Date ▶

2-6-15

Print your name ▶ SHARON KAISER

Title ▶

CFO

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> If self-employed	PTIN
PAUL D. PRESCOTT	<i>[Handwritten Signature]</i>	1/26/20		P01271621
Firm's name ▶ DELOITTE TAX LLP	Firm's address ▶ 695 TOWN CENTER DRIVE, STE. 1200, COSTA MESA, CA 92626		Firm's EIN ▶ 86-1065772	
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