

**BLACKSTONE REAL ESTATE INCOME FUND
BLACKSTONE REAL ESTATE INCOME FUND II**

***Statement Pursuant to Section 19(a)-1
of the Investment Company Act of 1940***

On January 17, 2020, Blackstone Real Estate Income Fund and Blackstone Real Estate Income Fund II (each a “Fund”) paid a distribution to their respective shareholders of record at the close of business on December 31, 2019. In accordance with U.S. generally accepted accounting principles (“GAAP”), each Fund estimates that a portion of that distribution is attributable to current fiscal year net investment income, short term capital gains, long term capital gains and return of paid-in capital surplus, as indicated below:

- Blackstone Real Estate Income Fund (Common Shares of Beneficial Interest): total distribution of \$21.85, of which \$12.60 (57.67%) is estimated to be net investment income and \$2.84 (12.98%), is estimated to be short term gains and \$6.41 (29.35%) is estimated to be long term gains.
- Blackstone Real Estate Income Fund II (Advisor Class I Common Shares of Beneficial Interest): total distribution of \$33.48, of which \$19.36 (57.82%) is estimated to be net investment income, \$5.47 (16.35%) is estimated to be short term gains and \$8.65 (25.83%) is estimated to be long term gains.
- Blackstone Real Estate Income Fund II (Institutional Class II Common Shares of Beneficial Interest): total distribution of \$34.48, of which \$20.36 (59.05%) is estimated to be net investment income, \$5.47 (15.87%) is estimated to be short term gains and \$8.65 (25.08%) is estimated to be long term gains.

The timing and character of distributions for federal income tax purposes are determined in accordance with income tax regulations which may differ from GAAP. As such, all or a portion of this distribution may be reportable as taxable income on your 2019 federal income tax return. The final tax character of any distribution declared in 2019 will be determined in January 2020 and reported to you on IRS Form 1099-DIV.

Please retain this document for your records.

If you have any questions regarding this information, please contact your financial advisor or State Street Bank and Trust Company, the Funds’ administrator, at 1-855-890-7725.

NOTE: This correspondence is for informational purposes only and should not be relied upon to project the tax character of actual Fund distributions for the 2019 calendar year.

NO ACTION IS REQUIRED ON YOUR PART.