

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name CNL Lifestyle Properties, Inc.		2 Issuer's employer identification number (EIN) 20-0183627	
3 Name of contact for additional information Client Services	4 Telephone No. of contact 866-650-0650	5 Email address of contact clientservicesinquires@cnl.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact 450 South Orange Avenue		7 City, town, or post office, state, and Zip code of contact Orlando, FL 32801	
8 Date of action See below		9 Classification and description Common stock	
10 CUSIP number 18975F109	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 ▶ **For the 2011 tax year, CNL Lifestyle Properties, Inc. ("Taxpayer") paid quarterly cash distributions to its common shareholders. All (100%) of the cash distributions made in 2011 were in excess of the Taxpayer's current and accumulated earnings and profits.**

The distributions were made on the following dates:

March 28, 2011

June 27, 2011

September 26, 2011

December 27, 2011

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 ▶ **100% of the value received will reduce the basis in your stock.**

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 ▶ **Taxpayer's earnings and profits were calculated under the provisions of Internal Revenue Code (IRC) section 312 and the Regulations thereunder. Amounts distributed in excess of earnings and profits reduce the stockholder's basis in its shares to the extent of basis.**

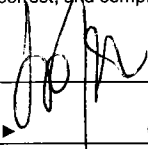
Part II Organizational Action (continued)

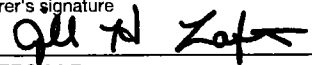
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC section 301(c)(2)

18 Can any resulting loss be recognized? ▶ No

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The actions are effective on the dates indicated above.

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 ▶ 03/07/2012
Print your name ▶ JOSEPH JOHNSON Title ▶ CFO

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Jill H Loftus		03/06/2012		P00021417
	Firm's name ▶ PRICEWATERHOUSECOOPERS LLP	Firm's EIN ▶ 13-4008324		Phone no. 312-298-2000	
	Firm's address ▶ ONE NORTH WACKER DRIVE, CHICAGO, IL 60606				