

Kayne Anderson Midstream/Energy Fund, Inc. (NYSE: KMF)

Section 19(a) Notification of Sources of Distribution

Distribution Record Date December 30, 2016

Quarterly Distribution Amount per Share \$0.35

The following table sets forth the estimated amounts of the current distribution, payable January 13, 2017, and the cumulative distributions paid this fiscal year to date from the following sources: net investment income, net realized short-term capital gains, net realized long-term capital gains and return of capital. All amounts are expressed per common share.

	Estimated Sources of Distributions		% Breakdown of the Total Cumulative Distributions for the Fiscal Year to Date	
	(\$) Current Distribution	% Breakdown of the Current Distribution	(\$) Total Cumulative Distributions for the Fiscal Year to Date	Total Cumulative Distributions for the Fiscal Year to Date
Net Investment Income	0.35	100%	0.35	100%
Net Realized Short-Term Capital Gains	-	0%	-	0%
Net Realized Long-Term Capital Gains	-	0%	-	0%
Return of Capital	-	0%	-	0%
Total (per common share)	0.35	100%	0.35	100%

Average annual total return (in relation to NAV) for the 5 years ended 11/30/16 1.0%
Annualized current quarterly distribution rate expressed as a percentage of NAV as of 11/30/16 8.0%

Cumulative total return (in relation to NAV) for the fiscal year through 11/30/16 12.7%
Cumulative fiscal year distributions as a percentage of NAV as of 11/30/16 2.0%

You should not draw any conclusions about KMF's investment performance from the amount of this distribution.

The amounts and sources of distributions reported are only estimates and are not being provided for tax reporting purposes. The actual amounts and sources of the amounts for tax reporting purposes will depend upon KMF's investment experience during the remainder of its fiscal year and may be subject to changes based on tax regulations. KMF will send you a Form 1099-DIV for the calendar year that will tell you how to report these distributions for federal income tax purposes.