

Item 5.02. Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.

On August 9, 2018, the Board of Trustees (the “Board”) of Pillarstone Capital REIT (the “Company”) elected Kathy M. Jassem as a Class III Trustee to serve until the 2020 annual meeting of shareholders or until her successor is duly elected and qualified or her earlier resignation or removal, with Ms. Jassem’s service to begin immediately. Ms. Jassem replaced Daryl J. Carter as a member of the Board who resigned for personal reasons and confirmed that he had no disagreements with the Company, its trustees or management.

There were no arrangements or understandings between Ms. Jassem and any person pursuant to which Ms. Jassem was elected a trustee. Ms. Jassem will receive the same compensation as the other non-employee members of the Board. A description of the compensation payable to the Company’s trustees was included in the Company’s Proxy Statement filed with the SEC on April 5, 2018. The Board has not yet determined Ms. Jassem’s committee assignments.

Ms. Jassem, 67, is currently working in the New Jersey Division of Investment, where she manages real estate portfolios totaling more than \$1 billion in assets. In this position since 2007, Ms. Jassem maintains regular contact with real estate investment professionals and analysts. Prior to 2007, Ms. Jassem worked in a variety of real estate capacities. Ms. Jassem is a member of the NAREIT Advisory Council and has held Series 7, 24, 63, 86 and 87 Securities Licenses.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PILLARSTONE CAPITAL REIT

Date: August 14, 2018 By: /s/ John J. Dee

Name: John J. Dee

Title: Chief Financial Officer and Senior Vice President