

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  <b>Realty Income Corporation</b>		<b>2</b> Issuer's employer identification number (EIN)  <b>33-0580106</b>	
<b>3</b> Name of contact for additional information	<b>4</b> Telephone No. of contact  <b>760-741-2111</b>	<b>5</b> Email address of contact	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  <b>600 La Terraza Blvd</b>		<b>7</b> City, town, or post office, state, and Zip code of contact  <b>Escondido, CA 92025-3873</b>	
<b>8</b> Date of action  <b>August 15, 2014</b>		<b>9</b> Classification and description  <b>Common Stock</b>	
<b>10</b> CUSIP number  <b>756109-104</b>	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  <b>O</b>	<b>13</b> 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 ▶ **Realty Income Corporation distributed a monthly cash distribution on August 15, 2014 to its common shareholders. A portion of this distribution, estimated to between 17% and 27%, represents a non-dividend distribution.**

**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 ▶ **The basis of the security should be reduced by an estimate of 17% to 27% of the August 2014 distributions received. This non-dividend distribution percentage is an estimate and the actual non-dividend distribution percentage will not be known until the end of 2014.**

**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 ▶ **The non-dividend distribution represents distributions associated with the 2014 tax year which are in excess of the estimated 2014 accumulated earnings and profits.**

