

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Lexington Realty Trust		2 Issuer's employer identification number (EIN) 13-3717318	
3 Name of contact for additional information Nabil Andrawls		4 Telephone No. of contact (212) 692-7200	5 Email address of contact nandrawls@lxp.com
6 Number and street (or P.O. box if mail is not delivered to street address) of contact One Penn Plaza, Suite 4015		7 City, town, or post office, state, and Zip code of contact New York, NY 10119	
8 Date of action 05/31/2012		9 Classification and description 8.05% Series B Cumulative Redeemable Preferred Stock	
10 CUSIP number 529043200	11 Serial number(s)	12 Ticker symbol LXP-PB	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 ▶ **On May 31, 2012, Lexington Realty Trust redeemed all the outstanding 8.05% Series B Cumulative Redeemable Preferred Stock at a price of \$25 per share, plus accumulated and unpaid dividends up to and including the Redemption Date.**

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 effect of the redemption on a shareholder's basis in its redeemed shares will depend on the shareholder's particular circumstances. Generally, where the redemption is treated as a sale for income tax purposes, shareholders will take into account their basis in computing the gain or loss on redemption.

However, the redemption could be treated like a dividend distribution in respect of shareholders that actually own or are treated as owning, as a result of constructive ownership rules under the tax code, other outstanding shares of the Company. In such a case, a shareholder's basis in redeemed shares may be treated as transferred to their remaining shares or to the shares of certain related parties.

Shareholders are advised to consult their own tax advisors regarding the treatment of the redemption and any basis adjustments in light of their particular circumstances.

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 ▶ **Where the redemption is treated as a sale, the basis in the redeemed shares would be taken into account in computing the gain or loss on the sale. If the redemption is treated as a dividend distribution, the basis may be transferred, depending on the circumstances particular to the shareholder.**

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ I.R.C sections 302 and 1001

18 Can any resulting loss be recognized? ▶ Yes, generally loss on the sale of shares may be recognized

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ These actions are effective on the date identified above.

Sign Here	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.				
	Original executed copy available at Company's Headquarters.				
	Signature ▶			Date ▶	7/9/12
Paid Preparer Use Only	Print your name ▶ Nabil Andrawis		Title ▶ Executive Vice President & Dir of Tax		
	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no.	