

Report of Organizational Actions Affecting Basis of Securities

Form 8937 (December 2011) Department of the Treasury Internal Revenue Service

OMB No. 1545-2224

See separate instructions.

Part I Reporting Issuer

Form with fields for Issuer's name, EIN, contact information, date of action, classification, CUSIP, and account numbers.

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. Lexington Realty Trust's 6% Convertible Guaranteed Notes due 2030 had a deemed constructive distribution on 1/1/16 of \$21.52880 per \$1,000 principal amount of the notes and on 7/1/16 of 25.12362 per \$1,000 principal amount of the notes. A portion of the deemed distribution is taxable to the note holders.

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 taxable portion of the deemed distribution increases the basis of the notes in the hands of the US taxpayers for 1/1/16 by \$20.87118 per \$1,000 principal amount of the notes and for 7/1/16 by \$24.35619 per \$1,000 principal amount of the notes.

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 amount of the deemed distribution was based on the fair market value of the shares into which the notes are convertible. The portion of the deemed distribution that is taxable is based on the allocable share of the earnings and profits. The Taxpayer's earnings and profits were calculated under IRC section 312 as modified by IRC section 857(d) for a real estate investment trust and the regulations thereunder.

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 section 301(d), 305(b)(2) and 305(c), Reg. 1.301-1(h) and Rev. Rul. 76-186, 1976-1 C.B. 86

18 Can any resulting loss be recognized? ▶ NO

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ These actions are effective on the dates of the deemed distributions identified 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 Original executed copy available at Company's
Signature ▶ Headquarters Date ▶ 1/17/2017

Print your name ▶ Nabil Andrawis Title ▶ Executive Vice President & Dir of Tax

Paid Preparer Use Only	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.