

**K I L R O Y**  
**R E A L T Y**  


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**C O R P O R A T I O N**

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January 15, 2015

To Whom It May Concern:

Common Stock:

The Company's distributions per share of Common Stock CUSIP #49427F108, traded under the symbol KRC, are to be classified as follows for income tax purposes:

Record Date	Payable Date	Total Distribution per Share	2014 Taxable Ordinary Dividend	2014 Total Qualified Dividend <sup>(1)</sup>	2014 Total Capital Gain Distribution	2014 Unrecaptured Section 1250 Gain <sup>(2)</sup>	2014 Return of Capital
12/31/2013	1/15/2014	\$ .3500000	\$ .2499743	\$ .0004681	\$ .0006231	-	\$ .0994026
3/31/2014	4/16/2014	.3500000	.2499743	.0004681	.0006231	-	.0994026
6/30/2014	7/16/2014	.3500000	.2499743	.0004681	.0006231	-	.0994026
9/30/2014	10/15/2014	.3500000	.2499743	.0004681	.0006231	-	.0994026

(1) Total Qualified Dividend is a subset of, and is included in, the Taxable Ordinary Dividend amount.

(2) Unrecaptured Section 1250 Gain is a subset of, and is included in, the Total Capital Gain Distribution amount.

Series G Preferred Stock:

The Company's distributions per share of Series G Preferred Stock CUSIP #49427F702, traded under the symbol KRC-PRG, are to be classified as follows for income tax purposes:

Record Date	Payable Date	Total Distribution per Share	2014 Taxable Ordinary Dividend	2014 Total Qualified Dividend <sup>(1)</sup>	2014 Total Capital Gain Distribution	2014 Unrecaptured Section 1250 Gain <sup>(2)</sup>	2014 Return of Capital
1/31/2014	2/18/2014	\$.4296875	\$.4286191	\$.0008026	\$.0010684	-	-
4/30/2014	5/15/2014	.4296875	.4286191	.0008026	.0010684	-	-
7/31/2014	8/15/2014	.4296875	.4286191	.0008026	.0010684	-	-
10/31/2014	11/17/2014	.4296875	.4286191	.0008026	.0010684	-	-

(1) Total Qualified Dividend is a subset of, and is included in, the Taxable Ordinary Dividend amount.

(2) Unrecaptured Section 1250 Gain is a subset of, and is included in, the Total Capital Gain Distribution amount.

Series H Preferred Stock:

The Company's distributions per share of Series H Preferred Stock CUSIP #49427F801, traded under the symbol KRC-PRH, are to be classified as follows for income tax purposes:

Record Date	Payable Date	Total Distribution per Share	2014 Taxable Ordinary Dividend	2014 Total Qualified Dividend <sup>(1)</sup>	2014 Total Capital Gain Distribution	2014 Unrecaptured Section 1250 Gain <sup>(2)</sup>	2014 Return of Capital
1/31/2014	2/18/2014	\$.3984375	\$.3974468	\$.0007443	\$.0009907	-	-
4/30/2014	5/15/2014	.3984375	.3974468	.0007443	.0009907	-	-
7/31/2014	8/15/2014	.3984375	.3974468	.0007443	.0009907	-	-
10/31/2014	11/17/2014	.3984375	.3974468	.0007443	.0009907	-	-

(1) Total Qualified Dividend is a subset of, and is included in, the Taxable Ordinary Dividend amount.

(2) Unrecaptured Section 1250 Gain is a subset of, and is included in, the Total Capital Gain Distribution amount.

Sincerely,

/S/ HEIDI R. ROTH \_\_\_\_\_

Heidi R. Roth  
Senior Vice President, Chief Accounting Officer and Controller