

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

| | | | |
|---|---|---|-----------------------------|
| 1 Issuer's name MONMOUTH REAL ESTATE INVESTMENT CORPORATION | | 2 Issuer's employer identification number (EIN) 22-1897375 | |
| 3 Name of contact for additional information KEVIN MILLER | 4 Telephone No. of contact 732-577-4054 | 5 Email address of contact KMILLER@MREIC.COM | |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 101 CRAWFORDS CORNER ROAD, SUITE 1405 | | 7 City, town, or post office, state, and ZIP code of contact HOLMDEL, NJ 07733 | |
| 8 Date of action SEE LINE 15 | | 9 Classification and description COMMON STOCK MONMOUTH REAL ESTATE INVESTMENT CORPORATION | |
| 10 CUSIP number 609720107 | 11 Serial number(s) | 12 Ticker symbol MNR | 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. ▶ THE TAXPAYER MADE CASH DISTRIBUTIONS TO ITS SHAREHOLDERS IN EXCESS OF ITS CURRENT AND ACCUMULATED EARNINGS AND PROFITS. SEE PART II, LINE 15 FOR THE PER SHARE AMOUNT OF THESE DISTRIBUTIONS.

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 TAXPAYER PAID CASH DISTRIBUTIONS ON COMMON STOCK. THE DISTRIBUTIONS REDUCED THE BASIS OF THE SECURITY IN THE HANDS OF THE UNITED STATES TAXPAYERS AS FOLLOWS:

| DATE PAID | RETURN OF CAPITAL (PER SHARE) |
|-----------|-------------------------------|
| 03/15/19 | \$0.092070 |
| 06/17/19 | \$0.092070 |
| 09/16/19 | \$0.092070 |
| 12/16/19 | \$0.092070 |

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 TAXPAYER DETERMINES EARNINGS AND PROFITS UNDER IRC SECTION 312 (AS MODIFIED BY IRC SECTION 857 (d) FOR A REAL ESTATE INVESTMENT TRUST) AND THE REGULATIONS THEREUNDER. THE EARNINGS AND PROFITS DETERMINATION SUPPORTS THE CALCULATION OF THE RETURN OF CAPITAL AND TAXABLE PORTIONS OF THE CASH DISTRIBUTIONS ON COMMON STOCK PAID ON THE DATES LISTED ABOVE.

