

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name <u>Liberty Property Trust</u>		2 Issuer's employer identification number (EIN) <u>23-7768996</u>	
3 Name of contact for additional information <u>Jeanne A. Leonard</u>	4 Telephone No. of contact <u>610-648-1704</u>	5 Email address of contact <u>jleonard@libertyproperty.com</u>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <u>500 Chesterfield Parkway</u>		7 City, town, or post office, state, and Zip code of contact <u>Malvern, PA 19355</u>	
8 Date of action <u>01/12/2017</u>		9 Classification and description <u>Common Stock</u>	
10 CUSIP number <u>531172104</u>	11 Serial number(s)	12 Ticker symbol <u>LPT</u>	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 ▶ Cash distributions of \$0.475 per share were paid on 1/15/2016 to common shareholders of record as of 1/4/2016.
Cash distributions of \$0.475 per share were paid on 4/15/2016 to common shareholders of record as of 3/31/2016.
Cash distributions of \$0.475 per share were paid on 7/15/2016 to common shareholders of record as of 7/1/2016.
Cash distributions of \$0.475 per share were paid on 10/17/2016 to common shareholders of record as of 10/3/2016.
A portion of each of the cash distributions paid was 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 amount of the non dividend distribution paid on 1/15/2016 was \$0.0623.
The amount of the non dividend distribution paid on 4/15/2016 was \$0.0623.
The amount of the non dividend distribution paid on 7/15/2016 was \$0.0623.
The amount of the non dividend distribution paid on 10/17/2016 was \$0.0623.
The amount of the non dividend distributions above will result in gain to the extent they exceed tax basis of each common share.

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 nontaxable distributions were calculated as the amount of cash distributions in excess of Liberty Property Trust's earnings and profits for the year ended December 31, 2016.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____
The non dividend distribution is determined pursuant to IRC Section 301(c).

18 Can any resulting loss be recognized? ▶ No.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reportable tax year is 2016.

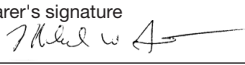
Sign Here

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.

Signature ▶  Date ▶ January 17, 2017

Print your name ▶ Charles Giambalvo Title ▶ Vice President

Paid Preparer Use Only

Print/Type preparer's name <u>Michael W. Zeitzer</u>	Preparer's signature 	Date <u>01/20/17</u>	Check <input type="checkbox"/> if self-employed	PTIN <u>P00167656</u>
Firm's name ▶ <u>Ernst & Young LLP</u>			Firm's EIN ▶ <u>34-6565596</u>	
Firm's address ▶ <u>2005 Market Street, Suite 700, Philadelphia, PA 19103</u>			Phone no. <u>215-448-5000</u>	