

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

 C O R P O R A T I O N

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January 7, 2002

To Whom It May Concern:

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	2001 Taxable Ordinary Dividend	2001 Return of Capital	2001 20 Percent Rate Gain	2001 Unrecapt. Section 1250 Capital Gain	2002 Distribution
12/29/00	1/17/01	\$.4500	\$.2602	\$.1767	\$.0069	\$.0062	
3/30/01	4/18/01	.4800	.2775	.1885	.0073	.0067	
6/29/01	7/18/01	.4800	.2775	.1885	.0073	.0067	
9/28/01	10/17/01	.4800	.2775	.1885	.0073	.0067	
12/28/01	1/17/02	.4800					.4800

Sincerely,

/S/ ANN MARIE WHITNEY _____

Ann Marie Whitney
 Senior Vice President and Controller