

September 13, 2010

Dear Stockholder:

We believe the current state of the commercial real estate market is a reflection of the broader economy. While the momentum of the economic recovery continues to struggle, we have seen modest growth and a general rebound from the depths of the credit crisis. And while we know that this crisis has negatively impacted commercial real estate fundamentals, we believe that Inland American's diverse portfolio – both by geography and by asset class offers some strength and resiliency. The real estate professionals that assembled your portfolio, and manage its day-to-day operation, are backed by a 40-year track record of success. To date, more than 416 investment programs sponsored by Inland Real Estate Investment Corporation and its affiliates have been completed, and in each case no completed program has paid total distributions less than the total contributed capital.

**Estimated Value of Our Shares – September 2010**

In February 2009, the Financial Industry Regulatory Authority (FINRA) issued Regulatory Notice 09-09, advising broker dealers to provide estimated per share values of their customer's investments based on data no more than 18 months old. To support broker dealer compliance with this new regulation, non-traded REITs are providing an estimated value per share of their common stock generally within 18 months of a completed offering. Inland American will announce its estimated valuation on or about September 23, 2010. We expect, given current market conditions, that the estimated value of your shares will be less than \$10.00 per share. However, this estimated value is only a snapshot in time and we believe it does not reflect the long-term value of our assets. We do not anticipate the amount of your distribution to change.

**Chairman's Webcast** – Our chairman, Bob Parks, will be hosting a webcast on Friday, September 24, 2010 at 1:00 p.m. CST to discuss Inland American's valuation. (register at [www.inlandamerican.com](http://www.inlandamerican.com))

**New Transfer Agent – DST Systems, Inc.**

We successfully completed the conversion of your Inland American account information to our new transfer agent, DST Systems, Inc. For online account information, please go to our website at [www.inlandamerican.com](http://www.inlandamerican.com) and select Investor Relations.

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### Cash Distribution

We have enclosed your cash distribution for the month of August, paid at a rate equal to \$0.50 per share on an annualized basis, which was determined by our board of directors in consultation with our business manager. If you have invested through a trustee or participate in Direct Deposit or the Distribution Reinvestment Plan, a distribution statement is enclosed in lieu of a check.

We appreciate your investment in Inland American Real Estate Trust, Inc. If you have any questions, please contact your financial advisor or Inland Customer Service at 800.826.8228.

Sincerely,

INLAND AMERICAN REAL ESTATE TRUST, INC.



Robert D. Parks  
Chairman of the Board



Brenda Gail Gujral  
President

Enclosure

cc: Trustee  
Broker Dealer  
Financial Advisor

*The statements and certain other information contained in this letter, which can be identified by the use of forward-looking terminology such as "may," "will," "expect," "continue," "remains," "intend," "aim," "towards," "should," "prospects," "could," "future," "potential," "believes," "plans," "likely," "anticipate," "position," "probable," "committed," "achieve," and "focused," or the negative thereof or other variations thereon or comparable terminology, constitute "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, and are subject to the safe harbors created thereby. These statements should be considered as subject to the many risks and uncertainties that exist in the Company's operations and business environment. Such risks and uncertainties could cause actual results to differ materially from those projected. These uncertainties include, but are not limited to, economic conditions, market demand and pricing, competitive and cost factors, and other risk factors.*