

September 12, 2009

Dear Stockholder:

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. This equates to a 5% annualized yield on a share purchase price of \$10.00. If you have invested through a trustee or participate in Direct Deposit or the Distribution Reinvestment Plan (“DRP”), a distribution statement is enclosed in lieu of a check.

Despite the challenging economy, we continue to successfully execute our business strategy from a position of balance sheet strength and with a strong and stable portfolio of diverse, income-producing assets.

- **Manageable debt maturities** – We have manageable debt maturities and maintain low leverage. We have successfully financed, assumed financing, refinanced or extended \$657 million in outstanding debt obligations since the beginning of 2009, and the majority of our remaining \$89 million in 2009 maturities have extension options that we have or plan on taking.
- **Balance sheet flexibility** – In addition to \$633 million in cash as of June 30, 2009, Inland American has \$650 million in unencumbered assets. Inland American will be able to generate additional purchasing power from these assets for the REIT.
- **Successful investment sales** – As a continuation of our strategy to reevaluate our investments and opportunities to maximize profits, we have sold two of our commercial mortgage backed securities (“CMBS”) investments, as well as our investment in IRC convertible bonds, for a total gain of \$9 million to date in the third quarter of 2009.

As a reminder, we recently filed a 2Q 2009 Quarterly Update presentation and 2Q 2009 Frequently Asked Questions, which can be found at [www.inlandamerican.com](http://www.inlandamerican.com), along with all other company information. If you would like to receive Inland American communications electronically, please go to the Registrar and Transfer Company (“R&T”) website at [www.rtc.com/inlanddelivery](http://www.rtc.com/inlanddelivery) to enroll. You will need your Inland American R&T account number, which is located in the upper right-hand corner of your account statement.

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.



Brenda Gail Gujral  
President

Enclosure

cc: Trustee  
Broker Dealer  
Financial Advisor