Report of Organizational Actions Affecting Basis of Securities

Part I Reporting Issuer

1 Issuer's name

Cole Credit Property Trust IV, Inc.

3 Name of contact for additional information

Investor Services

6 Number and street (or P.O. box if mail is not delivered to street address) of contact

2325 East Camelback Road, Suite 1100

8 Date of action

January 17, 2014

10 CUSIP number

19326U100

Part II Organizational Action

14 During 2013, Cole Credit Property Trust IV, Inc. (the "Company") paid cash distributions to its common shareholders on January 2nd, February 1st, March 1st, April 1st, May 1st, June 3rd, July 1st, August 1st, September 2nd, October 1st, November 1st and December 2nd. On January 17, 2014 the Company determined that a portion of each of these distributions represents a return of capital to the shareholders. Consequently, each common shareholder who received a cash distribution on these dates would be affected by this organizational action.

15 For each cash distribution paid to common shareholders by the Company during 2013, 39.69080898% of the distribution represents a return of capital. Accordingly, each common shareholder should treat 39.69080898% of the distributions as a nontaxable distribution and reduce the tax basis of the stock accordingly. Any nontaxable distributions in excess of a shareholders basis should be treated as a gain from the sale or exchange of property.

16 On January 17, 2014 the company completed its annual calculation of its Current Earnings & Profits for the year ended December 31, 2013. Based on that calculation, the Company determined that 39.69080898% of its 2013 common distributions represent a return of capital.
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based. **Internal Revenue Code section 316 defines a "dividend" generally as any distribution of property made by a corporation to its shareholders out of Earnings & Profits (as defined by Internal Revenue Code section 312 and the regulations thereunder). Pursuant to Internal Revenue Code section 301(c)(3), a distribution which is not a dividend, to the extent that it exceeds the shareholder's adjusted tax basis of the stock, shall be treated as gain from the sale or exchange of property.**

18 Can any resulting loss be recognized? **The organizational action reported herein does not result in any losses.**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year. **The amount of nontaxable distributions on the dates mentioned above either (I) reduces the shareholder's adjusted tax basis in his/her stock or (II) to the extent that it exceeds the shareholder's adjusted tax basis in his/her stock on the dates of the distributions, is treated as gain from the sale or exchange of property in 2013.**