

FOR IMMEDIATE RELEASE

INREIT Real Estate Investment Trust Announces Tax Treatment of 2011 Dividend Distributions

Company Release – 01/27/2012, 8:00a.m.

MINOT, NORTH DAKOTA – INREIT Real Estate Investment Trust announced today the tax treatment of the 2011 dividend distributions on shares of its common stock.

The federal income tax characteristics of the 2011 distributions paid with respect to INREIT Real Estate Investment Trust common stock (CUSIP # 45778X 102) are as follows:

<u>Security Description</u>	<u>Record Date</u>	<u>Payable Date</u>	<u>Cash Distribution Per share</u>	<u>Ordinary taxable Dividend</u>	<u>Return of Capital</u>
	03/31/11	04/15/11	\$0.20125	\$0.13840	\$0.06285
Common Shares	06/30/11	07/15/11	\$0.20125	\$0.13840	\$0.06285
CUSIP: 45778X 102	09/30/11	10/15/11	\$0.20125	\$0.13840	\$0.06285
	12/31/11	01/15/12	\$0.20125	\$0.13840	\$0.06285

Shareholders are advised to consult their tax advisor about the specific tax treatment of INREIT Real Estate Investment Trust 2011 dividends.

ABOUT INREIT REAL ESTATE INVESTMENT TRUST

INREIT Real Estate Investment Trust is a registered, but unincorporated business trust formed in North Dakota to invest in a diversified portfolio primarily of commercial properties (such as retail, office and medical) and multi-family dwellings (such as apartment buildings and senior assisted or independent living centers). As of September 30, 2011 INREIT reported more than \$357 million in total assets. INREIT operates as an Umbrella Partnership Real Estate Investment Trust, and holds all of its assets through INREIT Properties, LLLP, which INREIT controls as general partner. For more company information, visit the INREIT Real Estate Investment Trust's website at www.inreit.com or www.sec.gov.

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