

REALTY INCOME CORP
Form FWP
June 14, 2011

Issuer Free Writing Prospectus
Filed Pursuant to Rule 433
Registration No. 333-158169
June 14, 2011

REALTY INCOME CORPORATION

PRICING TERM SHEET

57/8% Senior Debentures due 2035

This free writing prospectus relates only to the securities described below and should be read together with Realty Income Corporation's preliminary prospectus supplement dated June 14, 2011 (the Preliminary Prospectus Supplement), the accompanying prospectus dated March 24, 2009 and the documents incorporated and deemed to be incorporated by reference therein. As described in the Preliminary Prospectus Supplement under Description of Debentures General, the 57/8% Senior Debentures due 2035 offered hereby constitute an additional issuance of, and a single series with, the \$100,000,000 aggregate principal amount of 57/8% Senior Debentures due 2035 that Realty Income Corporation issued on March 11, 2005.

Issuer:	Realty Income Corporation
Security:	57/8% Senior Debentures due 2035
Principal Amount:	\$150,000,000
Maturity Date:	March 15, 2035
Coupon:	57/8% per annum, accruing from and including March 15, 2011
Interest Payment Dates:	March 15 and September 15, commencing September 15, 2011
Price to Public:	94.578%, plus accrued interest from and including March 15, 2011
Net Proceeds:	Approximately \$140.1 million after deducting the underwriting discount and estimated expenses payable by Realty Income Corporation and excluding \$2,252,083.33 payable to Realty Income Corporation in respect of interest accrued on the debentures offered hereby for the period from and including March 15, 2011 to but excluding the expected settlement date set forth below
Spread to Benchmark Treasury:	+205 basis points
Benchmark Treasury:	4.750% due February 2041
Benchmark Treasury Yield:	4.268%
Reoffer Yield:	6.318%

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Accrued Interest Payable to Realty Income by the Underwriters:	\$2,252,083.33 accrued from and including March 15, 2011 to but excluding the expected settlement date set forth below. Interest on the debentures offered hereby will accrue from and including March 15, 2011.
Optional Redemption:	Make-whole call at Treasury Rate (as defined) + 25 basis points, subject to the further terms and provisions set forth in the Preliminary Prospectus Supplement
Expected Settlement Date:	June 17, 2011 (T+3)
CUSIP/ISIN:	756109AG9/US756109AG90
Anticipated Ratings:	Baa1 by Moody's Investors Service, Inc. (stable outlook) BBB by Standard & Poor's Ratings Services (stable outlook) BBB+ by Fitch Ratings (stable outlook)
Joint Book-Running Managers:	Citigroup Global Markets Inc. J.P. Morgan Securities LLC Merrill Lynch, Pierce, Fenner & Smith Incorporated
Co-Lead Managers:	BNY Mellon Capital Markets, LLC Wells Fargo Securities, LLC
Senior Co-Managers:	Credit Suisse Securities (USA) LLC UBS Securities LLC
Co-Managers:	Barclays Capital Inc. BB&T Capital Markets, a division of Scott & Stringfellow, LLC Mitsubishi UFJ Securities (USA), Inc. Morgan Keegan & Company, Inc. Raymond James & Associates, Inc. U.S. Bancorp Investments, Inc.

Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and the related prospectus supplement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting

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EDGAR on the SEC Web site at www.sec.gov. Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus and related prospectus supplement if you request it by contacting Citigroup Global Markets Inc. by telephone (toll free) at 1-877-858-5407, J.P. Morgan Securities LLC by telephone (collect) at 1-212-834-4533 or Merrill Lynch, Pierce, Fenner & Smith Incorporated by telephone (toll free) at 1-800-294-1322.

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