

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
APPLE REIT TEN, INC.		27-3218228	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
CLIFF DALSEIDE	804-344-8121	CDALSEIDE@APPLEREIT.COM	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
814 E MAIN ST.		RICHMOND, VA 23219	
8 Date of action		9 Classification and description	
MONTHLY DISTRIBUTIONS - SEE LINE 14		COMMON STOCK	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
037853207		N/A	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ APPLE REIT TEN, INC. DISTRIBUTED MONTHLY CASH DISTRIBUTIONS TO ITS COMMON SHAREHOLDERS FOR THE 2011 TAX YEAR. A PORTION OF THESE DISTRIBUTIONS REPRESENT A NON-DIVIDEND DISTRIBUTION. THESE DISTRIBUTIONS WERE PAID 2/15/2011, 3/15/2011, 4/14/2011, 5/16/2011, 6/15/2011, 7/14/2011, 8/15/2011, 9/15/2011, 10/17/2011, 11/15/2011 AND 12/15/2011.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶

THE TOTAL COMMON DISTRIBUTIONS PAID BY THE COMPANY DURING 2011 IS \$.76 PER SHARE. THE PERCENTAGE OF NONTAXABLE CASH DISTRIBUTIONS(RETURN OF CAPITAL) IS 62%. THE TAX BASIS OF EACH SHAREHOLDER OF COMMON STOCK HELD THROUGHOUT 2011 SHOULD BE REDUCED BY \$.47.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶

THE NON-DIVIDEND DISTRIBUTION REPRESENTS DISTRIBUTIONS ASSOCIATED WITH THE 2011 TAX YEAR WHICH ARE IN EXCESS OF THE CURRENT YEAR AND ACCUMULATED EARNINGS AND PROFITS. THE COMPANY ANTICIPATES DIVIDENDS FOR 2011 WILL EXCEED CURRENT AND ACCUMULATED EARNINGS AND PROFITS RESULTING IN A NONTAXABLE RETURN OF CAPITAL AND A REDUCTION IN THE BASIS OF SHAREHOLDER STOCK. THEREFORE, THE COMPANY DETERMINED THE AMOUNT OF EARNINGS AND PROFITS FOR THE YEAR WHICH SUPPORTS THE CALCULATION OF THE AMOUNT OF NONTAXABLE RETURN OF CAPITAL. THE INFORMATION NECESSARY FOR THIS ANALYSIS WAS NOT AVAILABLE ON JANUARY 17, 2012, THEREFORE THE FINAL DETERMINATION OF EARNINGS AND PROFITS WAS NOT CALCULATED AS OF THAT DATE. UPON COMPLETION OF ITS ANNUAL FINANCIAL REPORTING PROCESSES, THE COMPANY WAS ABLE TO MAKE THE FINAL DETERMINATION OF NONTAXABLE RETURN OF CAPITAL AND PREPARE A FORM 8937.

Part II Organizational Action (continued)

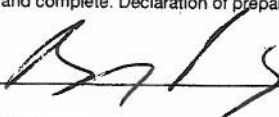
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ IRC 301(c)(2)

18 Can any resulting loss be recognized? ▶ N/A

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

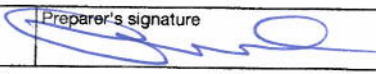
Sign Here

Signature ▶  Date ▶ 3/26/12

Print your name ▶ **BRYAN PEERY**

Title ▶ **VP**

Paid Preparer Use Only

Print/Type preparer's name LARRY GOOD	Preparer's signature <u></u>	Date <u>3/29/12</u>	Check <input type="checkbox"/> if self-employed	PTIN P00540769
Firm's name ▶ DELOITTE TAX LLP	Firm's EIN ▶ 86-1065772		Phone no. 704-887-1500	
Firm's address ▶ 550 S. TRYON ST, STE 2500, CHARLOTTE, NC 28202				