

DISTRIBUTION UPDATE FORM

THIS DISTRIBUTION UPDATE FORM may be used by any current stockholder in Resource Real Estate Opportunity REIT, Inc. (the "Company") to update his or her distribution method. Qualified Plans may not use this form to update distribution method information. To update such information, Qualified Plans should contact their custodian/trustee.

Effective Date of Change: _____

Please send to: Resource Real Estate Opportunity REIT, Inc., P.O. Box 219169, Kansas City, MO 64121-9169. If you have any questions, please call (866) 469-0129.

1. STOCKHOLDER INFORMATION

Name of the Registered Owner(s)

1.

SSN/Tax ID

— —

Date of Birth

— —

Name of 2nd Registered Owner

2.

SSN/Tax ID

— —

Date of Birth

— —

2. DISTRIBUTION INFORMATION (CHOOSE ONE OR MORE OF THE FOUR FOLLOWING OPTIONS)

Complete this section to enroll in the Distribution Reinvestment Plan, to elect to receive distributions by direct deposit and/or to elect to receive distributions by check. If you elect direct deposit, you must attach a voided check with this completed form (unless you currently have a portion of your distributions directly deposited into the same account and you are only changing the allocation amount). You can choose to have all or a portion of your distributions reinvested through the Distribution Reinvestment Plan. However, a minimum of 20% is required to participate in the DRP. You must indicate the percentage of your distribution to be applied to each option selected and the sum of the allocations must equal 100%. IRA accounts may not direct distributions without the Custodian's approval.

PLEASE NOTE: If you elect to participate in the Distribution Reinvestment Plan, you must agree that if at any time you fail to meet the net worth or net income standards in the Company's charter or cannot make the other stockholder representations or warranties set forth in the then current prospectus for the Distribution Reinvestment Plan (the "Prospectus"), you will promptly notify the Company in writing of that fact.

If this is your initial election to participate in the Distribution Reinvestment Plan or if you are increasing your participation in the Distribution Reinvestment Plan, then by signing below you represent to the Company that (i) you have received a copy of the Prospectus and (ii) you have (a) a minimum net worth (exclusive of home, home furnishings and personal automobiles) of at least \$250,000 or (b) a minimum net worth (as previously described) of at least \$70,000 and a minimum annual gross income of at least \$70,000, and, if applicable, you meet the following additional suitability requirements imposed by your state of primary residence.

If you are an Ohio resident, you have a liquid net worth of at least 10 times the amount of your investment in the Company, its affiliates and any other non-traded real estate investment programs. "Liquid net worth" is defined as that portion of net worth that consists of cash, cash equivalents and readily marketable securities.

If you are an Oregon resident, you have a liquid net worth of at least 10 times your investment in the Company. "Liquid net worth" is defined as that portion of net worth that consists of cash, cash equivalents and readily marketable securities.

% of Distribution

- 1. I prefer to participate in the Distribution Reinvestment Plan _____
- 2. Send distributions via check to stockholder's home address (not available for Qualified Plans) _____
- 3. Send distributions via check to alternate payee listed here (not available for Qualified plans without custodial approval) _____

Name

Address

City

State

Zip Code

Account Number

% of Distribution

- 4. **Direct Deposit (Attach Voided Check)** I authorize Resource Real Estate Opportunity REIT, Inc. or its agent (collectively, Resource Real Estate) to deposit my distributions in the checking or savings account identified below. This authority will remain in force until I notify Resource Real Estate in writing to cancel it. In the event that Resource Real Estate deposits funds erroneously into my account, Resource Real Estate is authorized to debit my account for an amount not to exceed the amount of the erroneous deposit. _____

Checking Savings

Financial Institution Name:

ABA/Routing Number:

Account Number:

Signature of Account Owner:

3. AUTHORIZED SIGNATURE(S) OF STOCKHOLDER (MUST BE SIGNED BY ALL TITLEHOLDERS)

I/we acknowledge that information and distributions sent or paid prior to the later of the effective date or the processing of this document by the Company (which generally takes up to 10 business days after receipt of this properly completed form) will be made in the manner previously provided. This instruction supersedes all prior instructions regarding the subject matter hereof.

Signature of Stockholder

Date

Signature of Joint Stockholder or, for Qualified Plans, of Trustee/Custodian

Date

4. BROKER-DEALER AND/OR REGISTERED REPRESENTATIVE INFORMATION SIGNATURES

TO BE COMPLETED BY BROKER-DEALER OR REGISTERED INVESTMENT ADVISOR

The Broker-Dealer or Registered Investment Advisor must sign this section if (i) the stockholder is making his or her initial election to participate in the Distribution Reinvestment Plan or is electing to increase his or her participation in the Distribution Reinvestment Plan.

The stockholder's registered representative ("Registered Representative") of a participating broker-dealer ("Broker-Dealer") or an authorized representative of the stockholder's Registered Investment Advisor ("Registered Investment Advisor"), as applicable, must sign below to complete the order. The Registered Representative hereby warrants that he or she and the Broker-Dealer are duly licensed and may lawfully sell shares of common stock in the state designated as the stockholder's legal residence. The Registered Investment Advisor represents that such advisor is either registered under the Investment Advisers Act of 1940 or exempt from registration. The Broker-Dealer or Registered Investment Advisor agrees to maintain records of the information used to determine that an investment in shares is suitable and appropriate for the stockholder for a period of six years. The undersigned confirms by his or her signature that the Broker-Dealer or Registered Investment Advisor (i) has reasonable grounds to believe that the information and representations concerning the stockholder identified herein are true, correct and complete in all respects; (ii) has discussed such stockholder's prospective purchase of shares with such stockholder; (iii) has advised such stockholder of all pertinent facts with regard to the liquidity and marketability of the shares and other fundamental risks related to the investment in the shares; (iv) has delivered the Prospectus to such stockholder; (v) has reasonable grounds to believe that the stockholder is purchasing these shares for his or her own account; and (vi) has reasonable grounds to believe that the purchase of shares is a suitable investment for such stockholder, that such stockholder meets the suitability standards applicable to such stockholder as set forth in the Prospectus, and that such stockholder is in a financial position to enable such stockholder to realize the benefits of such an investment and to suffer any loss that may occur with respect thereto. I understand this Distribution Update Form is for Resource Real Estate Opportunity REIT, Inc.

Name of Registered Representative/authorized representative

CRD/IARD Number (if applicable)

Signature of Registered Representative/authorized representative