



Supplemental Information Package

Second Quarter 2018

Forward-looking Statement

We make statements in this Supplemental Information Package that are considered “forward-looking statements” within the meaning of Section 27A of the Securities Act of 1933, as amended, or the Securities Act, and Section 21E of the Securities Exchange Act of 1934, as amended, or the Exchange Act, which are usually identified by the use of words such as “anticipates,” “believes,” “estimates,” “expects,” “intends,” “may,” “plans,” “projects,” “seeks,” “should,” “will,” and variations of such words or similar expressions. We intend these forward-looking statements to be covered by the safe harbor provisions for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995 and are including this statement in this Supplemental Information Package for purposes of complying with those safe harbor provisions. These forward-looking statements reflect our current views about our plans, intentions, expectations, strategies and prospects, which are based on the information currently available to us and on assumptions we have made. Although we believe that our plans, intentions, expectations, strategies and prospects as reflected in or suggested by those forward-looking statements are reasonable, we can give no assurance that the plans, intentions, expectations or strategies will be attained or achieved. Furthermore, actual results may differ materially from those described in the forward-looking statements and will be affected by a variety of risks and factors that are beyond our control including, without limitation: risks associated with our dependence on the U.S. Government and its agencies for substantially all of our revenues; risks associated with ownership and development of real estate; the risk of decreased rental rates or increased vacancy rates; loss of key personnel; general volatility of the capital and credit markets and the market price of our common stock; the risk we may lose one or more major tenants; difficulties in completing and successfully integrating acquisitions; failure of acquisitions or development projects to occur at anticipated levels or to yield anticipated results; risks associated with actual or threatened terrorist attacks; intense competition in the real estate market that may limit our ability to attract or retain tenants or re-lease space; insufficient amounts of insurance or exposure to events that are either uninsured or underinsured; uncertainties and risks related to adverse weather conditions, natural disasters and climate change; exposure to liability relating to environmental and health and safety matters; limited ability to dispose of assets because of the relative illiquidity of real estate investments and the nature of our assets; exposure to litigation or other claims; risks associated with breaches of our data security; risks associated with our indebtedness; and other risks and uncertainties detailed in the “Risk Factors” section of our Form 10-K for the year ended December 31, 2017, filed with the Securities and Exchange Commission on March 1, 2018 and the factors included under the heading “Risk Factors” in our other public filings. In addition, our qualification as a real estate investment trust involves the application of highly technical and complex provisions of the Internal Revenue Code of 1986, or the Code, and depends on our ability to meet the various requirements imposed by the Code through actual operating results, distribution levels and diversity of stock ownership. We assume no obligation to update publicly any forward-looking statements, whether as a result of new information, future events or otherwise.

Ratings

Ratings are not recommendations to buy, sell or hold the Company's securities.

The following discussion related to the consolidated financial statements of the Company should be read in conjunction with the financial statements for the quarter ended June 30, 2018 that will be released on Form 10-Q to be filed on or about August 7, 2018.

Supplemental Definitions

This section contains definitions of certain non-GAAP financial measures and other terms that the Company uses in this Supplemental Information Package and, where applicable, the reasons why management believes these non-GAAP financial measures provide useful information to investors about the Company's financial condition and results of operations and the other purposes for which management uses the measures. These measures should not be considered in isolation or as a substitute for measures of performance in accordance with GAAP. Additional detail can be found in the Company's most recent quarterly report on Form 10-Q and the Company's most recent annual report on Form 10-K, as well as other documents filed with or furnished to the SEC from time to time.

Annualized lease income is defined as the annualized contractual base rent for the last month in a specified period, plus the annualized straight-line rent adjustments for the last month in such period and the annualized expense reimbursements earned by us for the last month in such period.

Cash Available for Distribution (CAD) is a non-GAAP financial measure that is not intended to represent cash flow for the period and is not indicative of cash flow provided by operating activities as determined under GAAP. CAD is calculated in accordance with the current NAREIT definition as FFO minus normalized recurring real estate-related expenditures and other non-cash items and nonrecurring expenditures. CAD is presented solely as a supplemental disclosure because the Company believes it provides useful information regarding the Company's ability to fund its dividends. Because all companies do not calculate CAD the same way, the presentation of CAD may not be comparable to similarly titled measures of other companies.

Cash fixed charge coverage ratio is calculated as EBITDA divided by the sum of principal amortization and interest expense, excluding amortization of premiums / discounts and deferred financing fees, for the most recent quarter.

Cash interest coverage ratio is calculated as EBITDA divided by interest expense, excluding amortization of premiums / discounts and deferred financing fees, for the most recent quarter.

EBITDA is calculated as the sum of net income (loss) before interest expense, income taxes, depreciation and amortization. EBITDA is not intended to represent cash flow for the period, is not presented as an alternative to operating income as an indicator of operating performance, should not be considered in isolation or as a substitute for measures of performance prepared in accordance with GAAP and is not indicative of operating income or cash provided by operating activities as determined under GAAP. EBITDA is presented solely as a supplemental disclosure with respect to liquidity because the Company believes it provides useful information regarding the Company's ability to service or incur debt. Because all companies do not calculate EBITDA the same way, the presentation of EBITDA may not be comparable to similarly titled measures of other companies.

Fully diluted basis assumes the exchange of all outstanding common units representing limited partnership interests in the Company's operating partnership, or common units, the full vesting of all shares of restricted stock, and the exchange of all earned and vested LTIP units in the Company's operating partnership for shares of common stock on a one-for-one basis, which is not the same as the meaning of "fully diluted" under GAAP.

Funds From Operations (FFO) is defined by NAREIT as net income (loss), calculated in accordance with GAAP, excluding gains or losses from sales of property and impairment losses on depreciable real estate, plus real estate depreciation and amortization, and after adjustments for unconsolidated partnerships and joint ventures. FFO is a widely recognized measure of REIT performance. Although FFO is a non-GAAP financial measure, the Company believes that information regarding FFO is helpful to shareholders and potential investors.

Funds From Operations, as Adjusted (FFO, as Adjusted) adjusts FFO to present an alternative measure of our operating performance, which, when applicable, excludes the impact of acquisition costs, straight-line rent, above-/below-market leases, non-cash interest expense, non-cash compensation and other non-cash items including amortization of lease inducements. By excluding these income and expense items from FFO, as Adjusted, the Company believes it provides useful information as these items have no cash impact. In addition, by excluding acquisition related costs the Company believes FFO, as Adjusted provides useful information that is comparable across periods and more accurately reflects the operating performance of the Company's properties.

Supplemental Definitions

Net Operating Income (NOI) is calculated as net income plus depreciation and amortization, acquisition costs, corporate general and administrative costs, interest expense and the amortization of lease inducements. Cash NOI excludes from NOI straight-line rent and amortization of above-/below market leases. NOI and Cash NOI presented by the Company may not be comparable to NOI and Cash NOI reported by other REITs that define NOI and Cash NOI differently. The Company believes that NOI and Cash NOI provide investors with useful measures of the operating performance of our properties. NOI and Cash NOI should not be considered an alternative to net income as an indication of our performance or to cash flows as a measure of the Company's liquidity or its ability to make distributions.

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Corporate Information and Analyst Coverage

Corporate Information

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Stock Exchange Listing

New York Stock Exchange

Ticker
DEA

Information Requests

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Executive Team

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Michael Ibe, Vice-Chairman and EVP
Alison Bernard, CAO

Darrell Crate, Chairman
Meghan Baivier, CFO & COO
Ronald Kendall, EVP

Board of Directors

William Binnie, Lead Independent Director
Darrell Crate
Cynthia Fisher
Emil Henry Jr.

Michael Ibe
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Any opinions, estimates, forecasts or predictions regarding Easterly Government Properties, Inc.'s performance made by these analysts are theirs alone and do not represent opinions, estimates, forecasts or predictions of Easterly Government Properties, Inc. or its management. Easterly Government Properties, Inc. does not by its reference above or distribution imply its endorsement of or concurrence with such opinions, estimates, forecasts or predictions.

Executive Summary

(In thousands, except share amounts)



Price of Common Shares		Three months ended June 30, 2018	Earnings		Three months ended June 30, 2018	Three months ended June 30, 2017 ⁽³⁾
High closing price during period	\$	21.40	Net income available to Easterly Government Properties, Inc.	\$	1,440	\$ 982
Low closing price during period	\$	19.36	Net income available to Easterly Government Properties, Inc.			
End of period closing price	\$	19.76	per share:			
Outstanding Classes of Stock and Partnership Units - Fully Diluted Basis		At June 30, 2018	Basic	\$	0.02	\$ 0.03
			Diluted	\$	0.02	\$ 0.02
Common shares		60,352,446	Net income	\$	1,719	\$ 1,203
Unvested restricted shares		24,020	Net income, per share - fully diluted basis	\$	0.03	\$ 0.03
Common partnership and vested LTIP units		9,121,669				
Total - fully diluted basis		69,498,135	Funds From Operations ("FFO")	\$	16,307	\$ 14,475
Market Capitalization		At June 30, 2018	FFO, per share - fully diluted basis	\$	0.29	\$ 0.31
Total equity market capitalization - fully diluted basis	\$	1,373,283	Funds From Operations, as Adjusted	\$	14,325	\$ 13,459
Consolidated debt ⁽¹⁾		487,775	FFO, as Adjusted, per share - fully diluted basis	\$	0.25	\$ 0.29
Cash and cash equivalents		(147,505)				
Total enterprise value	\$	1,713,553	Cash Available for Distribution	\$	10,932	\$ 11,317
Ratios		At June 30, 2018	Liquidity		At June 30, 2018	
Net debt to total enterprise value ⁽²⁾		19.9%	Cash and cash equivalents		\$	147,505
Net debt to annualized quarterly EBITDA ⁽²⁾		3.9x				
Cash interest coverage ratio		4.2x	Available under \$450 million unsecured revolving credit facility ⁽⁴⁾		\$	450,000
Cash fixed charge coverage ratio		3.6x	Available under \$150 million 2018 unsecured term loan facility		\$	150,000

⁽¹⁾Excludes unamortized premiums / discounts and deferred financing fees.

⁽²⁾Net debt is equal to consolidated debt less cash and cash equivalents.

⁽³⁾In the fourth quarter of 2017, the Company revised the prior period depreciation and amortization expense amount. Refer to the Company's Annual Report on Form 10-K for the year ended December 31, 2017, for a detailed discussion of the revision.

⁽⁴⁾Revolving credit facility has an accordion feature that provides additional capacity, subject to the satisfaction of customary terms and conditions, of up to \$250 million, for a total revolving credit facility size of not more than \$700 million.

Balance Sheets

(Unaudited, in thousands, except share amounts)



	June 30, 2018	December 31, 2017
Assets		
Real estate properties, net	\$ 1,254,368	\$ 1,230,162
Cash and cash equivalents	147,505	12,682
Restricted cash	6,330	3,519
Deposits on acquisitions	15,750	750
Rents receivable	14,074	12,751
Accounts receivable	8,198	9,347
Deferred financing, net	3,753	945
Intangible assets, net	132,477	143,063
Interest rate swaps	6,552	4,031
Prepaid expenses and other assets	10,405	8,088
Total assets	\$ 1,599,412	\$ 1,425,338
Liabilities		
Revolving credit facility	-	99,750
Term loan facilities, net	99,271	99,202
Notes payable, net	173,727	173,692
Mortgage notes payable, net	211,164	203,250
Intangible liabilities, net	33,937	38,569
Accounts payable and accrued liabilities	25,285	19,786
Total liabilities	543,384	634,249
Equity		
Common stock, par value \$0.01, 200,000,000 shares authorized, 60,376,466 and 44,787,040 shares issued and outstanding at June 30, 2018 and December 31, 2017, respectively.	604	448
Additional paid-in capital	1,008,615	740,546
Retained earnings	10,086	7,127
Cumulative dividends	(107,573)	(83,718)
Accumulated other comprehensive income	5,692	3,403
Total stockholders' equity	917,424	667,806
Non-controlling interest in Operating Partnership	138,604	123,283
Total equity	1,056,028	791,089
Total liabilities and equity	\$ 1,599,412	\$ 1,425,338

Income Statements

(Unaudited, in thousands)



	Three Months Ended		Six Months Ended	
	June 30, 2018	June 30, 2017 ⁽¹⁾	June 30, 2018	June 30, 2017 ⁽¹⁾
Revenues				
Rental income	\$ 32,459	\$ 27,501	\$ 64,748	\$ 53,521
Tenant reimbursements	4,089	2,974	7,572	6,602
Other income	424	128	626	367
Total revenues	<u>36,972</u>	<u>30,603</u>	<u>72,946</u>	<u>60,490</u>
Operating expenses				
Property operating	7,223	5,837	13,783	12,186
Real estate taxes	3,845	2,979	7,545	5,714
Depreciation and amortization	14,588	13,272	29,222	26,141
Acquisition costs	499	456	723	988
Corporate general and administrative	3,623	3,142	7,082	6,586
Total expenses	<u>29,778</u>	<u>25,686</u>	<u>58,355</u>	<u>51,615</u>
Operating income	<u>7,194</u>	<u>4,917</u>	<u>14,591</u>	<u>8,875</u>
Other expenses				
Interest expense, net	(5,475)	(3,714)	(11,057)	(6,131)
Net income	<u>1,719</u>	<u>1,203</u>	<u>3,534</u>	<u>2,744</u>
Non-controlling interest in Operating Partnership	(279)	(221)	(575)	(525)
Net income available to Easterly Government Properties, Inc.	<u>\$ 1,440</u>	<u>\$ 982</u>	<u>\$ 2,959</u>	<u>\$ 2,219</u>
Net income available to Easterly Government Properties, Inc. per share:				
Basic	<u>\$ 0.02</u>	<u>\$ 0.03</u>	<u>\$ 0.05</u>	<u>\$ 0.06</u>
Diluted	<u>\$ 0.02</u>	<u>\$ 0.02</u>	<u>\$ 0.05</u>	<u>\$ 0.05</u>
Weighted-average common shares outstanding:				
Basic	47,531,128	37,408,603	46,276,125	37,151,527
Diluted	49,124,886	39,845,314	47,845,560	39,534,993
Net income, per share - fully diluted basis	<u>\$ 0.03</u>	<u>\$ 0.03</u>	<u>\$ 0.06</u>	<u>\$ 0.06</u>
Weighted average common shares outstanding - fully diluted basis	<u>56,782,105</u>	<u>45,959,288</u>	<u>55,305,734</u>	<u>45,953,530</u>

⁽¹⁾In the fourth quarter of 2017, the Company revised the prior period depreciation and amortization expense amount. Refer to the Company's Annual Report on Form 10-K for the year ended December 31, 2017, for a detailed discussion of the revision.

Net Operating Income

(Unaudited, in thousands)



	Three Months Ended		Six Months Ended	
	June 30, 2018	June 30, 2017 ⁽¹⁾	June 30, 2018	June 30, 2017 ⁽¹⁾
Net income	\$ 1,719	\$ 1,203	\$ 3,534	\$ 2,744
Depreciation and amortization	14,588	13,272	29,222	26,141
Acquisition costs	499	456	723	988
Corporate general and administrative	3,623	3,142	7,082	6,586
Interest expense	5,475	3,714	11,057	6,131
Amortization of lease inducements	12	-	25	-
Net Operating Income	<u>25,916</u>	<u>21,787</u>	<u>51,643</u>	<u>42,590</u>
Adjustments to Net Operating Income:				
Straight-line rent	(1,259)	(355)	(3,064)	(495)
Above-/below-market leases	(2,239)	(2,106)	(4,518)	(4,218)
Cash Net Operating Income	<u>\$ 22,418</u>	<u>\$ 19,326</u>	<u>\$ 44,061</u>	<u>\$ 37,877</u>

⁽¹⁾In the fourth quarter of 2017, the Company revised the prior period depreciation and amortization expense amount. Refer to the Company's Annual Report on Form 10-K for the year ended December 31, 2017, for a detailed discussion of the revision.

EBITDA, FFO and CAD

(Unaudited, in thousands, except share and per share amounts)



	Three Months Ended		Six Months Ended	
	June 30, 2018	June 30, 2017 ⁽¹⁾	June 30, 2018	June 30, 2017 ⁽¹⁾
Net income	\$ 1,719	\$ 1,203	\$ 3,534	\$ 2,744
Depreciation and amortization	14,588	13,272	29,222	26,141
Interest expense	5,475	3,714	11,057	6,131
EBITDA	<u>\$ 21,782</u>	<u>\$ 18,189</u>	<u>\$ 43,813</u>	<u>\$ 35,016</u>
 Net income	 \$ 1,719	 \$ 1,203	 \$ 3,534	 \$ 2,744
Depreciation and amortization	14,588	13,272	29,222	26,141
Funds From Operations (FFO)	<u>\$ 16,307</u>	<u>\$ 14,475</u>	<u>\$ 32,756</u>	<u>\$ 28,885</u>
Adjustments to FFO:				
Acquisition costs	499	456	723	988
Straight-line rent and amortization of lease inducements	(1,253)	(350)	(3,047)	(493)
Above-/below-market leases	(2,239)	(2,106)	(4,518)	(4,218)
Non-cash interest expense	299	244	563	474
Non-cash compensation	712	740	1,576	1,467
Funds From Operations, as Adjusted	<u>\$ 14,325</u>	<u>\$ 13,459</u>	<u>\$ 28,053</u>	<u>\$ 27,103</u>
 FFO, per share - fully diluted basis	 <u>\$ 0.29</u>	 <u>\$ 0.31</u>	 <u>\$ 0.59</u>	 <u>\$ 0.63</u>
FFO, as Adjusted, per share - fully diluted basis	<u>\$ 0.25</u>	<u>\$ 0.29</u>	<u>\$ 0.51</u>	<u>\$ 0.59</u>
 Funds From Operations, as Adjusted	 \$ 14,325	 \$ 13,459	 \$ 28,053	 \$ 27,103
Acquisition costs	(499)	(456)	(723)	(988)
Principal amortization	(797)	(741)	(1,560)	(1,473)
Maintenance capital expenditures	(1,009)	(766)	(1,475)	(951)
Contractual tenant improvements	(456)	(139)	(551)	(152)
Leasing related expenditures	(632)	(40)	(915)	(241)
Cash Available for Distribution (CAD)	<u>\$ 10,932</u>	<u>\$ 11,317</u>	<u>\$ 22,829</u>	<u>\$ 23,298</u>
 Weighted average common shares outstanding - fully diluted basis	 56,782,105	 45,959,288	 55,305,734	 45,953,530

⁽¹⁾In the fourth quarter of 2017, the Company revised the prior period depreciation and amortization expense amount. Refer to the Company's Annual Report on Form 10-K for the year ended December 31, 2017, for a detailed discussion of the revision.

Debt Schedules

(Unaudited, in thousands)



Debt Instrument	Maturity Date	Stated Rate ⁽¹⁾	June 30, 2018 Balance ⁽²⁾	June 30, 2018 Percent of Total Indebtedness
Unsecured debt				
Unsecured revolving credit facility ⁽³⁾	18-Jun-22 ⁽⁴⁾	LIBOR + 130bps	\$ -	0.0%
2018 Unsecured term loan facility ⁽⁵⁾	19-Jun-23	LIBOR + 125bps	-	0.0%
2016 Unsecured term loan facility	29-Sep-23	3.17% ⁽⁶⁾	100,000	20.6%
Notes payable - series A	25-May-27	4.05%	95,000	19.5%
Notes payable - series B	25-May-29	4.15%	50,000	10.3%
Notes payable - series C	25-May-32	4.30%	30,000	6.2%
Total unsecured debt	8.5 years (wtd-avg maturity)	3.78% (wtd-avg rate)	\$ 275,000	56.6%
Secured mortgage debt				
VA - Loma Linda	6-Jul-27	3.59%	\$ 127,500	26.1%
ICE - Charleston	15-Jan-27	4.21%	19,227	3.9%
USFS II - Albuquerque	14-Jul-26	4.46%	16,739	3.4%
DEA - Pleasanton	18-Oct-23	LIBOR + 150bps	15,700	3.2%
CBP - Savannah	10-Jul-33	3.40%	13,856	2.8%
MEPCOM - Jacksonville	14-Oct-25	4.41%	10,349	2.1%
VA - Golden	1-Apr-24	5.00%	9,404	1.9%
Total secured mortgage debt	8.8 years (wtd-avg maturity)	3.80% (wtd-avg rate)	\$ 212,775	43.4%
Debt Statistics				
	June 30, 2018			
Variable rate debt - unhedged	\$	15,700		
Fixed rate debt		472,075		
Total debt⁽²⁾	\$	487,775		
% Variable rate debt - unhedged		3.2%		
% Fixed rate debt		96.8%		
Weighted average maturity		8.8 years		
Weighted average interest rate		3.8%		

⁽¹⁾ Average stated rates represent the weighted average interest rate at June 30, 2018.

⁽²⁾ Excludes unamortized premiums / discounts and deferred financing fees.

⁽³⁾ Revolving credit facility has available capacity of \$450.0 million as of June 30, 2018.

⁽⁴⁾ Revolving credit facility has two six-month as-of-right extension options, subject to certain conditions and the payment of an extension fee.

⁽⁵⁾ 2018 term loan facility features a 364-day delayed draw period and has total available capacity of \$150.0 million as of June 30, 2018.

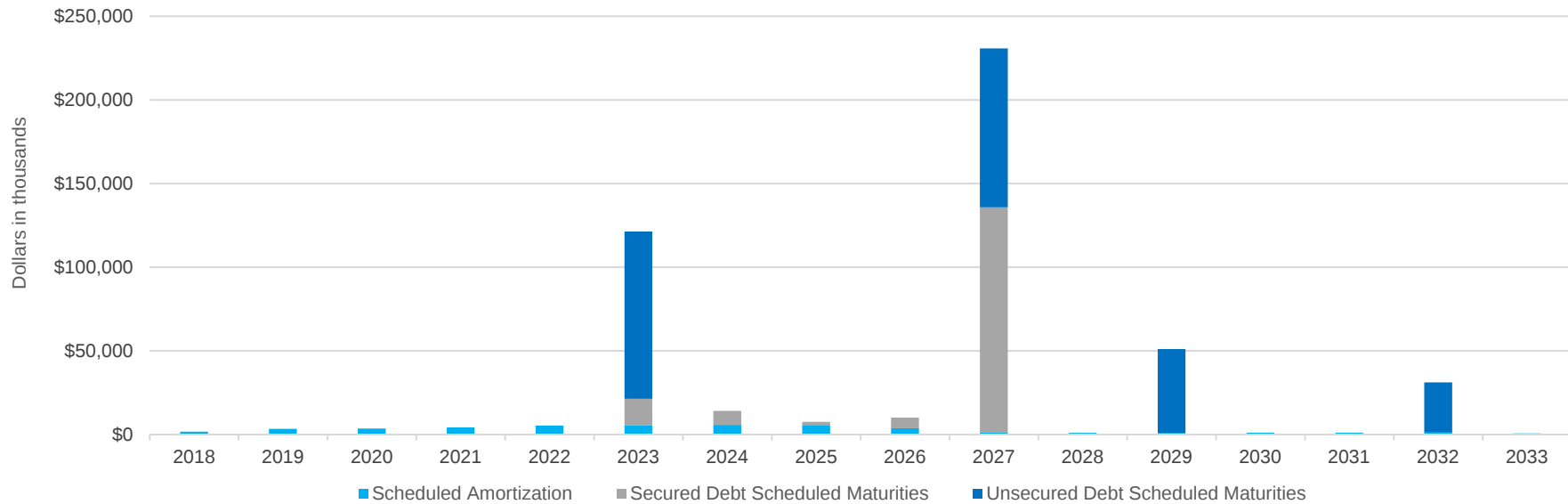
⁽⁶⁾ The stated rate is calculated based on two interest rate swaps with an aggregate notional value of \$100.0 million, which effectively fix the interest rate at 3.17% annually based on the Company's current leverage ratio.

Debt Maturities

(Unaudited, in thousands)



Year	Secured Debt		Unsecured Debt		Total	Percentage of Debt Maturing	Weighted Average Interest Rate of Scheduled Maturities
	Scheduled Amortization	Scheduled Maturities	Scheduled Maturities				
2018	\$ 1,629	\$ -	\$ -	\$ -	1,629	0.3%	-
2019	3,391	-	-	-	3,391	0.7%	-
2020	3,564	-	-	-	3,564	0.7%	-
2021	4,233	-	-	-	4,233	0.9%	-
2022	5,297	-	-	-	5,297	1.1%	-
2023	5,585	15,700	100,000	-	121,285	24.9%	3.21%
2024	5,730	8,395	-	-	14,125	2.9%	5.00%
2025	5,633	1,917	-	-	7,550	1.5%	4.41%
2026	3,686	6,368	-	-	10,054	2.1%	4.46%
2027	1,093	134,640	95,000	-	230,733	47.3%	3.82%
2028	983	-	-	-	983	0.2%	-
2029	1,016	-	50,000	-	51,016	10.5%	4.15%
2030	1,049	-	-	-	1,049	0.2%	-
2031	1,082	-	-	-	1,082	0.2%	-
2032	1,116	-	30,000	-	31,116	6.4%	4.30%
2033	668	-	-	-	668	0.1%	-
Total	\$ 45,755	\$ 167,020	\$ 275,000	\$ -	487,775	100.0%	



Operating Property Overview

(As of June 30, 2018, unaudited)



Property Name	Location	Property Type	Tenant Lease Expiration Year	Year Built / Renovated	Rentable Square Feet	Annualized Lease Income	Percentage of Total Annualized Lease Income	Annualized Lease Income per Leased Square Foot
U.S. Government Leased Properties								
VA - Loma Linda	Loma Linda, CA	Outpatient Clinic	2036	2016	327,614	\$ 16,029,163	12.1%	\$ 48.93
IRS - Fresno	Fresno, CA	Office	2033	2003	180,481	7,548,561	5.7%	41.82
FBI - Salt Lake	Salt Lake City, UT	Office	2032	2012	169,542	6,746,595	5.1%	39.79
PTO - Arlington	Arlington, VA	Office	2019 / 2020	2009	189,871	6,598,312	5.0%	34.75
FBI - San Antonio	San Antonio, TX	Office	2021	2007	148,584	5,132,896	3.9%	34.55
FBI - Omaha	Omaha, NE	Office	2024	2009	112,196	4,432,976	3.3%	39.51
EPA - Kansas City	Kansas City, KS	Laboratory	2023	2003	71,979	4,183,838	3.2%	58.13
VA - South Bend	Mishakawa, IN	Outpatient Clinic	2032	2017	86,363	3,985,309	3.0%	46.15
ICE - Charleston	North Charleston, SC	Office	2021 / 2027	1994 / 2012	86,733	3,780,688	2.8%	43.59
DOT - Lakewood	Lakewood, CO	Office	2024	2004	122,225	3,382,692	2.5%	27.68
USCIS - Lincoln	Lincoln, NE	Office	2020	2005	137,671	3,314,921	2.5%	24.08
FBI - Birmingham	Birmingham, AL	Office	2020	2005	96,278	3,220,700	2.4%	33.45
AOC - El Centro	El Centro, CA	Courthouse/Office	2019	2004	46,813	3,095,133	2.3%	66.12
OSHA - Sandy	Sandy, UT	Laboratory	2024	2003	75,000	2,979,790	2.2%	39.73
USFS II - Albuquerque	Albuquerque, NM	Office	2026	2011	98,720	2,870,004	2.2%	29.07
ICE - Albuquerque	Albuquerque, NM	Office	2027	2011	71,100	2,804,426	2.1%	39.44
DEA - Vista	Vista, CA	Laboratory	2020	2002	54,119	2,777,302	2.1%	51.32
DEA - Pleasanton	Pleasanton, CA	Laboratory	2035	2015	42,480	2,775,692	2.1%	65.34
USFS I - Albuquerque	Albuquerque, NM	Office	2021	2006	92,455	2,749,070	2.1%	29.73
FBI - Richmond	Richmond, VA	Office	2021	2001	96,607	2,749,032	2.1%	28.46
AOC - Del Rio	Del Rio, TX	Courthouse/Office	2024	1992 / 2004	89,880	2,685,251	2.0%	29.88
DEA - Dallas Lab	Dallas, TX	Laboratory	2021	2001	49,723	2,414,114	1.8%	48.55
FBI - Little Rock	Little Rock, AR	Office	2021	2001	101,977	2,206,381	1.7%	21.64
MEPCOM - Jacksonville	Jacksonville, FL	Office	2025	2010	30,000	2,183,945	1.6%	72.80
CBP - Savannah	Savannah, GA	Laboratory	2033	2013	35,000	2,118,784	1.6%	60.54
FBI - Albany	Albany, NY	Office	2018	1998	98,184	2,098,811	1.6%	21.38
DEA - Santa Ana	Santa Ana, CA	Office	2024	2004	39,905	2,077,244	1.6%	52.05
DOE - Lakewood	Lakewood, CO	Office	2029	1999	115,650	2,068,524	1.6%	17.89
CBP - Chula Vista	Chula Vista, CA	Office	2028	1998	59,322	1,804,171	1.4%	30.41
DEA - Dallas	Dallas, TX	Office	2021	2001	71,827	1,785,029	1.3%	24.85

Operating Property Overview (Cont.)

(As of June 30, 2018, unaudited)



Property Name	Location	Property Type	Tenant Lease Expiration Year	Year Built / Renovated	Rentable Square Feet	Annualized Lease Income	Percentage of Total Annualized Lease Income	Annualized Lease Income per Leased Square Foot
U.S. Government Leased Properties (Cont.)								
NPS - Omaha	Omaha, NE	Office	2024	2004	62,772	1,751,754	1.3%	27.91
ICE - Otay	San Diego, CA	Office	2022 / 2026	2001	52,881	1,742,757	1.3%	35.24
VA - Golden	Golden, CO	Office/Warehouse	2026	1996 / 2011	56,753	1,686,982	1.3%	29.72
CBP - Sunburst	Sunburst, MT	Office	2028	2008	33,000	1,597,758	1.2%	48.42
USCG - Martinsburg	Martinsburg, WV	Office	2027	2007	59,547	1,582,249	1.2%	26.57
DEA - Birmingham	Birmingham, AL	Office	2020	2005	35,616	1,533,079	1.2%	43.04
DEA - Otay	San Diego, CA	Office	2018	1997	32,560	1,490,135	1.1%	45.77
AOC - Aberdeen	Aberdeen, MS	Courthouse/Office	2025	2005	46,979	1,465,665	1.1%	31.20
DEA - North Highlands	Sacramento, CA	Office	2033	2002	37,975	1,435,217	1.1%	37.79
DEA - Albany	Albany, NY	Office	2025	2004	31,976	1,348,050	1.0%	42.16
DEA - Riverside	Riverside, CA	Office	2032	1997	34,354	1,232,259	0.9%	35.87
AOC - South Bend	South Bend, IN	Courthouse/Office	2027	1996 / 2011	30,119	820,347	0.6%	27.24
DEA - San Diego	San Diego, CA	Warehouse	2032	1999	16,100	531,914	0.4%	33.04
SSA - Mission Viejo	Mission Viejo, CA	Office	2020	2005	11,590	467,297	0.4%	40.32
SSA - San Diego	San Diego, CA	Office	2032	2003	10,856	327,423	0.2%	32.55
Subtotal					3,551,377	\$ 131,612,240	99.2%	\$ 37.10
Privately Leased Properties								
5998 Osceola Court - United Technologies	Midland, GA	Warehouse/Manufacturing	2023	2014	105,641	544,405	0.4%	5.15
501 East Hunter Street - Lummus Corporation	Lubbock, TX	Warehouse/Distribution	2028	2013	70,078	520,918	0.4%	7.43
Subtotal					175,719	\$ 1,065,323	0.8%	\$ 6.06
Total / Weighted Average					3,727,096	\$ 132,677,563	100.0%	\$ 35.64

Tenants

(As of June 30, 2018, unaudited)



Tenant	Number of Properties	Number of Leases	Weighted Average Remaining Lease Term ⁽¹⁾	Leased Square Feet	Percentage of Leased Square Feet	Annualized Lease Income	Percentage of Total Annualized Lease Income
U.S. Government							
Federal Bureau of Investigation ("FBI")	7	7	5.3	823,368	22.1%	\$ 26,587,391	20.0%
Department of Veteran Affairs ("VA")	3	3	16.1	470,730	12.7%	21,701,454	16.4%
Drug Enforcement Administration ("DEA")	11	11	7.0	441,340	12.0%	19,172,100	14.5%
Administrative Office of the U.S. Courts ("AOC")	4	4	5.4	213,791	5.8%	8,066,396	6.1%
Internal Revenue Service ("IRS")	1	1	15.4	180,481	4.8%	7,548,561	5.7%
Immigration and Customs Enforcement ("ICE")	3	3	7.3	172,270	4.6%	7,224,495	5.4%
Patent and Trademark Office ("PTO")	1	2	0.8	189,871	5.1%	6,598,312	5.0%
U.S. Forest Service ("USFS")	2	2	5.5	191,175	5.1%	5,619,074	4.2%
Customs and Border Protection ("CBP")	3	3	11.4	127,322	3.4%	5,520,713	4.2%
Environmental Protection Agency ("EPA")	1	1	4.8	71,979	1.9%	4,183,838	3.2%
Department of Transportation ("DOT")	1	2	5.8	129,659	3.5%	3,628,580	2.7%
U.S. Citizenship and Immigration Services ("USCIS")	1	1	2.2	137,671	3.7%	3,314,921	2.5%
Occupational Safety and Health Administration ("OSHA")	1	1	5.6	75,000	2.0%	2,979,790	2.2%
Military Entrance Processing Command ("MEPCOM")	1	1	7.3	30,000	0.8%	2,183,945	1.6%
Department of Energy ("DOE")	1	1	11.4	115,650	3.1%	2,068,524	1.6%
National Park Service ("NPS")	1	1	6.0	62,772	1.7%	1,751,754	1.3%
U.S. Coast Guard ("USCG")	1	1	9.5	59,547	1.6%	1,582,249	1.2%
Social Security Administration ("SSA")	2	2	8.0	21,649	0.6%	794,720	0.6%
Bureau of Alcohol, Tobacco, Firearms and Explosives ("ATF") ⁽²⁾	0	0	2.5	8,680	0.2%	373,628	0.3%
U.S. Department of Agriculture ("USDA")	0	1	7.5	1,538	0.0%	54,999	0.0%
U.S. Marshals Service ("USMS") ⁽³⁾	0	0	8.6	1,054	0.0%	47,180	0.0%
Subtotal	45	48	7.8	3,525,547	94.7%	\$ 131,002,624	98.7%
Private Tenants							
We Are Sharing Hope SC	0	1	3.3	21,609	0.6%	\$ 609,616	0.5%
United Technologies (Pratt & Whitney)	1	1	5.5	105,641	2.8%	544,405	0.4%
Lummus Corporation	1	1	10.1	70,078	1.9%	520,918	0.4%
Subtotal	2	3	6.9	197,328	5.3%	\$ 1,674,939	1.3%
Total / Weighted Average	47	51	7.7	3,722,875	100.0%	\$ 132,677,563	100.0%

⁽¹⁾Weighted based on leased square feet.

⁽²⁾ATF occupies the first floor of the DEA - Birmingham building in a joint lease with the DEA.

⁽³⁾USMS occupies a portion of the ICE - Charleston building in a joint lease with ICE and the DEA.

Lease Expirations

(As of June 30, 2018, unaudited)



Year of Lease Expiration	Number of Leases Expiring	Square Footage Expiring	Percentage of Total Square Footage Expiring	Annualized Lease Income Expiring	Percentage of Total Annualized Lease Income Expiring	Annualized Lease Income per Leased Square Foot Expiring
2018	3	130,744	3.5%	\$ 3,588,946	2.7%	\$ 27.45
2019	2	215,281	5.8%	8,919,751	6.7%	41.43
2020	7	356,677	9.6%	12,086,993	9.1%	33.89
2021	7	582,782	15.7%	17,646,138	13.3%	30.28
2022	2	47,919	1.3%	1,687,758	1.3%	35.22
2023	2	177,620	4.8%	4,728,243	3.6%	26.62
2024	6	501,978	13.5%	17,309,707	13.0%	34.48
2025	3	108,955	2.9%	4,997,660	3.8%	45.87
2026	3	157,011	4.2%	4,611,985	3.5%	29.37
2027	6	225,890	6.1%	8,378,094	6.3%	37.09
Thereafter	10	1,218,018	32.6%	48,722,288	36.7%	40.00
Total / Weighted Average	51	3,722,875	100.0%	\$ 132,677,563	100.0%	\$ 35.64

Summary of Re/Development Projects

(As of June 30, 2018, unaudited, costs in thousands)



Projects Under Construction⁽¹⁾

Property Name	Location	Property Type	Total Rentable Square Feet	Percentage Leased	Lease Term	Anticipated Total Cost	Cost to Date	Anticipated Completion Date	Anticipated Lease Commencement
FDA - Alameda	Alameda, CA	Laboratory	69,624	100%	20-Year	\$ 77,995	\$ 24,910	4Q 2019	4Q 2019
FEMA - Tracy	Tracy, CA	Warehouse/Office	210,373	100%	20-Year	42,882	32,739	3Q 2018	3Q 2018
Total			279,997			\$ 120,877	\$ 57,649		

Projects in Design⁽²⁾

Property Name	Location	Property Type	Total Estimated Rentable Square Feet	Percentage Leased	Lease Term	Anticipated Completion Date	Anticipated Lease Commencement
FDA - Lenexa	Lenexa, KS	Laboratory	59,690	100%	20-Year	2Q 2020	2Q 2020
Total			59,690				

⁽¹⁾Includes properties under construction for which design is complete.

⁽²⁾Includes properties in the design phase for which project scope is not fully determined.