

Kilroy Realty Corporation
First Quarter 2004 Supplemental Financial Information

Projected Funds From Operations Guidance for the Year Ended December 31, 2004
and Related Reconciliation to Net Income
(\$ in thousands, except per share amounts)

	<u>Projected 2004 Guidance</u>	
	<u>Low End</u>	<u>High End</u>
Net Income available for common shareholders	\$ 22,187	\$ 28,227
Adjustments:		
Minority interests in earnings of Operating Partnership	3,321	4,225
Depreciation and amortization	58,943	60,120
Net (gains) losses on disposition of operating properties	-	-
Funds From Operations	<u>\$ 84,451</u>	<u>\$ 92,572</u>
Weighted average common shares/units outstanding - diluted	32,481	32,481
FFO per common share/unit - diluted	<u>\$ 2.60</u>	<u>\$ 2.85</u>