

Kilroy Realty Corporation
Fourth Quarter 2004 Supplemental Financial Information

Projected Funds From Operations Guidance for the Year Ended December 31, 2005
and Related Reconciliation to Net Income
(\$ in thousands, except per share amounts)

	<u>Projected 2005 Guidance</u>	
	<u>Low End</u>	<u>High End</u>
Net Income	\$ 26,522	\$ 30,813
Adjustments:		
Minority interests in earnings of Operating Partnership	3,716	4,317
Depreciation and amortization	61,092	62,724
Net (gains) losses on disposition of operating properties	-	-
Funds From Operations	<u>\$ 91,330</u>	<u>\$ 97,854</u>
Weighted average common shares/units outstanding - diluted	32,618	32,618
FFO per common share/unit - diluted	<u>\$ 2.80</u>	<u>\$ 3.00</u>