

Kilroy Realty Corporation
Second Quarter 2005 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	\$ 32,475	\$ 34,826
Adjustments:		
Minority interests in earnings of Operating Partnership	4,256	4,564
Depreciation and amortization	65,991	66,593
Net (gains) losses on disposition of operating properties	(23,779)	(23,779)
Funds From Operations	<u>\$ 78,943</u>	<u>\$ 82,204</u>
Weighted average common shares/units outstanding - diluted	32,621	32,621
FFO per common share/unit - diluted	<u>\$ 2.42</u>	<u>\$ 2.52</u>