

**Kilroy Realty Corporation**  
**Second Quarter 2012 Supplemental Financial Information**

**Projected Funds From Operations Guidance for the Year Ended December 31, 2012**  
**and Related Reconciliation to Net Income Available for Common Stockholders**  
*(\$ in thousands, except per share amounts)*

	<u>Projected 2012 Guidance</u>	
	<u>Low End</u>	<u>High End</u>
<b>Net Income Available to Common Stockholders</b>	<b>\$ 67,585</b>	<b>\$ 73,705</b>
Adjustments:		
Noncontrolling interests in earnings of Operating Partnership	1,685	1,837
Depreciation and amortization	162,332	163,245
Net (gain) loss on dispositions of discontinued operations	(72,809)	(72,809)
<b>Funds From Operations</b>	<b><u>\$ 158,793</u></b>	<b><u>\$ 165,978</u></b>
<b>Weighted average common shares/units outstanding - diluted</b>	<b>71,852</b>	<b>71,852</b>
<b>FFO per common share/unit - diluted</b>	<b><u>\$ 2.21</u></b>	<b><u>\$ 2.31</u></b>