

Kilroy Realty Corporation
Fourth Quarter 2003 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	\$ 22,041	\$ 26,636
Adjustments:		
Minority interests in earnings of Operating Partnership	3,299	3,987
Depreciation and amortization	58,920	60,120
Net (gains) losses on disposition of operating properties	-	-
Funds From Operations	<u>\$ 84,261</u>	<u>\$ 90,743</u>
Weighted average common shares/units outstanding - diluted	32,408	32,408
FFO per common share/unit - diluted	<u>\$ 2.60</u>	<u>\$ 2.80</u>