

Supplemental Information Package



Third Quarter | 2017

BDN
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933 First Avenue, King of Prussia, PA

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Transaction Highlights



Dulles Corner | Herndon, VA

Dispositions

- On October 18, 2017, the Austin Venture, a real estate venture in which we own a 50% interest, sold five portfolios containing an aggregate of 1,164,496 square feet located in Austin, Texas for a gross sales price of \$333.3 million. We received net cash proceeds of \$86.4 million after closing costs and related debt payoffs. These properties were 85.7% occupied and 94.7% leased.
- On September 14, 2017, Allstate DC JV, in which our ownership interest is 50%, completed the sale of an office property containing 230,904 rentable square feet located at 7101 Wisconsin Avenue in Bethesda, Maryland for a gross sales price of \$105.7 million. We received net cash proceeds of \$31.8 million after closing costs and related debt payoff and our share of the gain on sale is \$13.8 million.
- On September 13, 2017, completed the sale of 12 acres of land at 50 E. Swedesford Square in Malvern, PA, for a gross sales price of \$7.2 million. The gain on sale is \$0.9 million.
- On July 18, 2017, completed the sale of 49.5 acres of land, known as Bishops Gate, in Mount Laurel, New Jersey for a gross sales price of \$6.0 million.
- As of September 30, 2017, we classified an office property located in King of Prussia, Pennsylvania, and five office properties in Newtown Square, Pennsylvania, as held for sale in our balance sheet. The properties, containing 402,802 rentable square feet, were 54% occupied.
- Entered into several agreements of sale for various land parcels in Pennsylvania aggregating \$9 million for 17 acres. We anticipate the sales to occur during the next twelve months as zoning, appraisals and other closing conditions are satisfied.

Leasing

- During September 2017, we renewed 255,000 square feet with Northrop Grumman in our Metropolitan D.C. segment for five years.

Development

- Entered into a lease and commenced construction on a 165,000 square foot building at Four Points in Austin, Texas. The project is 100% preleased to a single tenant under a 10-year lease. Estimated construction costs total \$46.1 million, with delivery anticipated in Q1 2019. We expect to fund the project with available cash balances and/or our unsecured line of credit and achieve an 8.4% return on cost.
- During October 2017, we executed a 31,000 square foot lease at Broadmoor 6 in our Austin Segment. This lease brings our redevelopment to 79% leased.

Schuylkill Yards Development Acquisitions

- On October 13, 2017, acquired a leasehold interest in the office building known as One Drexel Plaza, in Philadelphia, Pennsylvania, containing 282,709 rentable square feet, for a gross sales price of \$35.0 million. The acquisition represents an investment in our Schuylkill Yards development and the property will be repositioned over the next 12-18 months. The acquisition is an asset acquisition under the revised accounting guidance for the definition of a business adopted January 1, 2017. As such, we capitalized approximately \$2.8 million of closing costs. The acquisition was funded with \$37.8 million of cash from borrowings under our unsecured line of credit.
- On July 28, 2017, acquired an office building at 3000 Market Street in Philadelphia, Pennsylvania, containing 58,587 rentable square feet, for \$32.0 million. The property is located within the overall Schuylkill Yards development and represents an additional development site in the University City sub-market. The acquisition is an asset acquisition under the revised accounting guidance for the definition of a business adopted January 1, 2017. As such, we capitalized \$0.7 million of closing costs. The acquisition was funded with the 1031 exchange proceeds from the Concord Airport Plaza sale.

Dividend

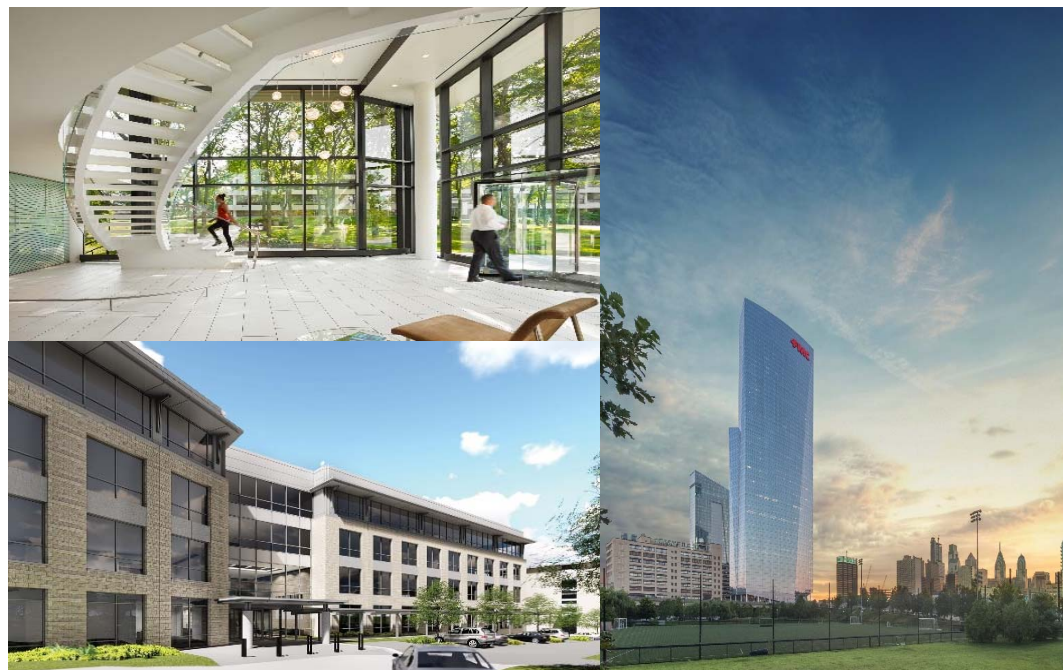
- On October 18, 2017, we announced an additional \$0.08 per share on the previous annual dividend of \$0.64 per share, representing an increase of 12.5%.



Schuylkill Yards Design Rendering | Philadelphia, PA

Leasing Highlights

	Q3 2017	Q2 2017
Quarter end occupancy	92.0%	92.2%
Current projected / Final year end occupancy	93-94%	93-94%
Leased as of October 6, 2017 / July 10, 2017	94.1%	93.5%
Leases executed in quarter (sq ft)	887,973	995,274
New leases commenced (sq ft)	153,787	173,197
Expansions commenced (sq ft)	120,860	18,792
Leases renewed (sq ft)	<u>250,306</u>	<u>780,540</u>
Total lease activity (sq ft)	524,953	972,529
Early lease renewals (sq ft)	376,415	306,391
Forward lease commencements (sq ft):		
Q4 2017	145,505	
Q1 2018	128,758	
Q2 2018	17,740	
2H 2018	5,114	
2019	<u>24,833</u>	
Total square feet of forward lease commencements:	321,950	



Key Operating Metrics

	Q3 2017	YTD 2017	10/6/2017 Business Plan
Same Store NOI Growth			
GAAP	-1.3%	1.5%	0.0% - 1.0%
Cash	6.3%	9.5%	7.0% - 8.0%
Rental Rate Mark to Market			
New Leases/expansions			
GAAP	5.7%	6.8%	
Cash	-5.1%	-0.5%	
Renewals			
GAAP	12.4%	3.7%	
Cash	6.3%	14.5%	
Combined			
GAAP	10.7%	4.1%	6.0% - 7.0%
Cash	3.2%	12.0%	10.0% - 11.0%
Average Lease Term (yrs)	10.0	7.3	7.3
Leasing Capital (PSF/yr)	\$2.43	\$1.54	\$1.90 - \$2.00
Tenant Retention	81%	73%	73%

Financial Highlights

	Q3 2017	Q2 2017	YTD 2017
Net income to common shareholders	\$18,803	\$4,092	\$42,173
Per diluted share	\$0.11	\$0.02	\$0.24
Common share distributions paid	\$0.16	\$0.16	\$0.48
Funds From Operations (FFO)	\$61,926	\$57,427	\$175,470
Per diluted share	\$0.35	\$0.32	\$0.99
FFO - excl. capital market, transactional items and other	\$61,378	\$60,935	\$178,430
Per diluted share	\$0.34	\$0.34	\$1.00
FFO payout ratio - excl. capital market, trans. items and other	47.1%	47.1%	48.0%
Cash Available for Distribution (CAD)	\$42,319	\$42,580	\$126,682
CAD payout ratio (Distributions paid per common share / CAD)	67.1%	66.6%	67.2%

Balance Sheet Highlights

	Q3 2017	Q2 2017	Q1 2017
Net debt to total gross assets	39.7%	39.6%	37.5%
Ratio of net debt to annualized quarterly EBITDA	6.7	6.6	6.3
Cash on hand	\$25,287	\$37,900	\$234,654

Business Plan Component	2018 Business Plan	2017 Business Plan as of		
		10/6/2017	7/10/2017	10/6/2016
Speculative Revenue	\$26.3 MM	\$27.7 MM	\$27.7 MM	\$28.7 MM
Executed	49%	99%	98%	66%
Projected Tenant Retention (SF)	67%	73%	73%	68%
Same Store NOI Increase				
• GAAP	-1.0% - 1.0%	0.0% - 1.0%	0.0% - 1.0%	0.0% - 2.0%
• Cash	1.0% - 3.0%	7.0% - 8.0%	7.0% - 8.0%	6.0% - 8.0%
Leasing Capital PSF/YR	\$2.75 - \$3.25	\$1.90 - \$2.00	\$1.90 - \$2.00	\$2.00 - \$2.50
Capital as a % of lease revenue	12.0%	8.7%	9.1%	9.1%
Average Lease Term	7.2 years	7.3 years	7.0 years	7.0 years
Net Income Attributable to Common Shareholders	\$0.34 - \$0.44	\$0.72 - \$0.74	\$0.17 - \$0.21	\$0.24 - \$0.34
Funds from Operations	\$1.36 - \$1.46	\$1.32 - \$1.34	\$1.34 - \$1.38	\$1.35 - \$1.45
Cash Available for Distribution Payout Ratio Annualized	69% - 63%	71% - 64%	71% - 64%	71% - 64%
Rental Rate Increase / (Decline)				
	<u>New/Expansion</u>	<u>Renewal</u>	<u>Combined</u>	
• GAAP	18.0% - 20.0%	4.0% - 6.0%	8.0% - 10.0%	6.0% - 7.0%
• Cash	4.0% - 6.0%	-5.0% - 0.0%	-2.0% - 2.0% (1)	10.0% - 11.0% (2)
Year-end SS Occupancy	94-95%	93-94%	93-94%	94-95%
Year-end Core Occupancy	94-95%	93-94%	93-94%	94-95%
Year-end Core Leased	95-96%	95-96%	95-96%	95-96%
Bank Financing/Preferred Shares	\$150.0 MM term loan during 1H18	Completed on April 11, 2017	Completed on April 11, 2017	Tender, at par, \$100.0 MM of Preferred Shares
Unsecured Financing/Liability Management	Refinance \$325.0 MM Notes due 2018	Repaid \$300.0 MM Notes due 2017 with cash-on-hand and our line of credit	Repaid \$300.0 MM Notes due 2017 with cash-on-hand and our line of credit	Refinance \$300.0 MM Notes due 2017
Equity Issuance/Share Repurchase Program	None Incorporated	None Incorporated	None Incorporated	None Incorporated
Dispositions (excluding land)	None Incorporated	\$370.2 MM Closed, \$59.5 MM under AOS: \$430.0 MM target, net	\$150.7 MM Closed: \$200.0 MM target, net	\$100.0 MM target
Acquisitions (excluding land)	None Incorporated	\$67.0 MM Closed	None Incorporated	None Incorporated
Development Start	\$50.0 MM - \$100.0 MM	\$50.0 MM	\$50.0 MM	\$50.0 MM

(1) Including a 255,000 square foot lease at -13.7%; the range without this lease is 0.0% - 2.0%.

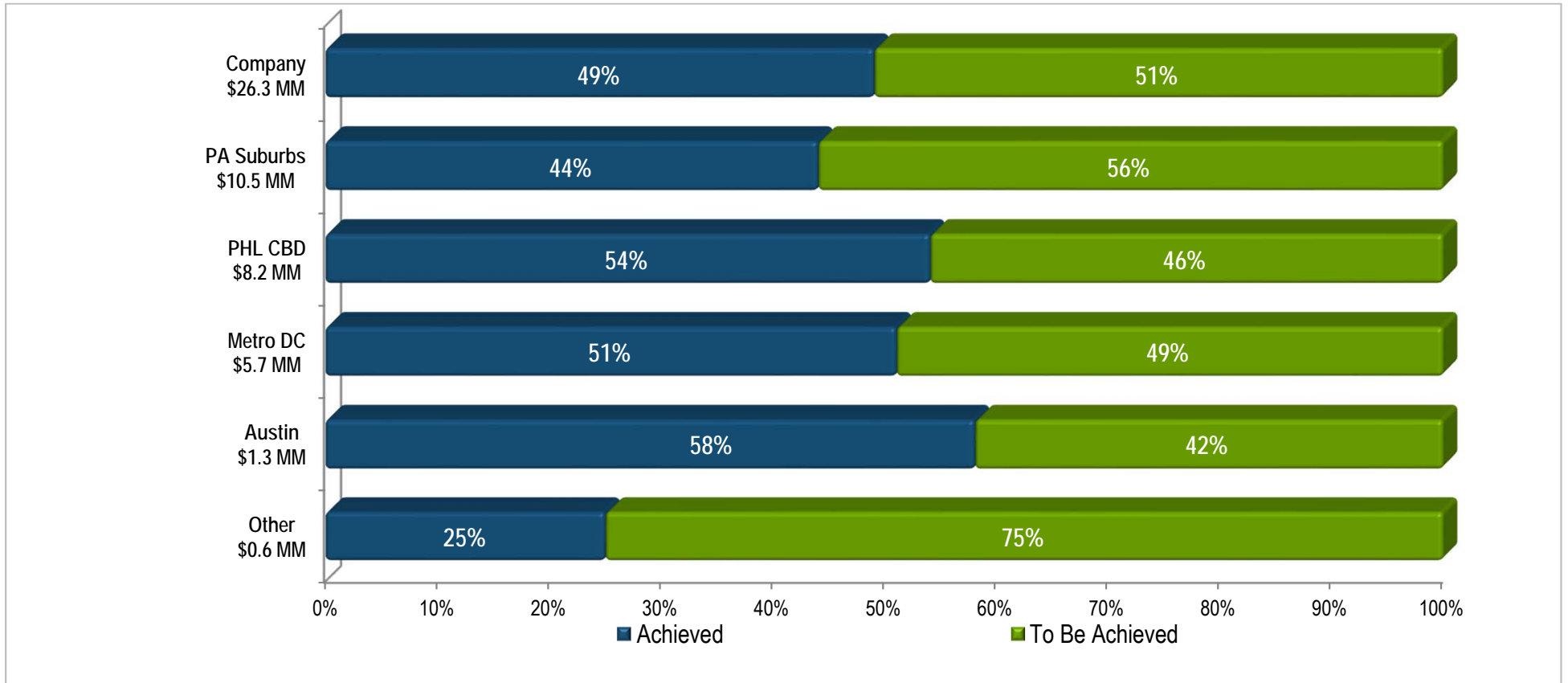
(2) Including a 625,000 square foot lease at 28.9%; the range without this lease is 2.0% - 3.0%.

	2018 - 2021	2018 Business Plan
Operations		
<ul style="list-style-type: none"> Leased Occupancy Annual Same Store Cash NOI Growth Capital Costs as a % of Lease Revenues Complete Exit of New Jersey, Delaware & Suburban Maryland 	<p>95-96%</p> <p>2-5%</p> <p>10-15%</p>	<p>95-96%</p> <p>1-3%</p> <p>11-13%</p> <p>Ongoing</p>
Balance Sheet		
<ul style="list-style-type: none"> Debt/EBITDA by 4Q18 Debt/GAV by 4Q18 Reduce Current JV Net Investment (based on debt attributed) AFFO Annual Growth Rate 	<p>6.0x by 4Q18</p> <p>Low 30%</p> <p>40-50%</p> <p>5-7%</p>	<p>6.0-6.2x</p> <p>38-40%</p> <p>20% reduction</p> <p>16%</p>
Development		
<ul style="list-style-type: none"> Deliver Development Discipline Development Pipeline: Deploy Land into Projects to Create Value Match Fund Development with Additional Sales Current Land Bank 	<p>Ongoing</p> <p>3 Project Starts</p> <p>Ongoing; 2018 development spend pre-funded with 2017 asset sales from Met D.C. and Austin portfolios</p> <p>Monetize 50% (\$76 million)</p>	<p>1 Project Start</p> <p>Since 7/1/17, \$23 million sold; under agreement to sell or contributed to development start</p>

2018 Speculative Leasing

Category	Targeted	Executed	Remaining
Square Feet			
Renewals	829,000	458,000	371,000
New Leasing	1,030,000	230,000	800,000
Total	1,859,000	688,000	1,171,000
Revenue (\$MM)			
Renewals	\$ 11.7	\$ 7.1	\$ 4.6
New Leasing	14.6	5.7	8.9
Total	\$ 26.3	\$ 12.8	\$ 13.5

2018 Speculative Revenue By Region



Sources and Uses of Cash	Q3 2017	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016
Cash and Cash Equivalents as of Beginning of Quarter	\$ 37,900	\$ 234,654	\$ 193,919	\$ 219,059	\$ 265,597	\$ 423,517	\$ 56,694
Cash flows from operating activities after debt service	45,535	41,989	40,259	42,561	46,281	44,186	39,194
Disposition of properties	44,530	27,924	101,389	25,871	26,275	43,485	709,722
Acquisition of properties	(34,748)	-	-	-	(20,406)	-	-
Revenue maintaining capital expenditures	(9,794)	(9,993)	(9,456)	(10,880)	(9,917)	(10,522)	(12,080)
Revenue creating capital expenditures	(5,141)	(5,756)	(6,265)	(5,572)	(4,303)	(6,523)	(6,299)
Development capital expenditures	(31,718)	(20,288)	(26,667)	(44,410)	(44,471)	(53,682)	(60,530)
Investment in unconsolidated real estate ventures	(261)	(72)	(4,910)	(1,436)	(11,874)	(886)	(14,414)
Cash distributions from unconsolidated real estate ventures	4,100	4,100	8,306	500	2,267	8,862	1,436
Escrowed cash (a)	32,009	-	(32,009)	5,988	(1,109)	(4,878)	6,991
Other cash flows from investing activities	(6,277)	(2,913)	1,455	(7,217)	1,319	1,877	(2,274)
Cash flows from investing activities	(7,300)	(6,998)	31,843	(37,156)	(62,219)	(22,267)	622,552
Distributions paid to shareholders and holders of noncontrolling interest	(28,373)	(30,448)	(30,052)	(30,237)	(29,886)	(28,279)	(28,234)
Proceeds from borrowings	45,000	219,000	-	-	-	86,900	195,000
Debt repayments	(68,239)	(420,227)	(1,215)	(1,204)	(1,193)	(237,501)	(408,739)
Loss on extinguishment of debt	-	-	-	-	-	-	(53,433)
Other cash flows from financing activities	764	(70)	(100)	896	479	(959)	483
Cash flows from financing activities	(50,848)	(231,745)	(31,367)	(30,545)	(30,600)	(179,839)	(294,923)
Cash and cash equivalents as of End of Quarter	\$ 25,287	\$ 37,900	\$ 234,654	\$ 193,919	\$ 219,059	\$ 265,597	\$ 423,517

(a) Entire Q1 2017 amount represents proceeds from the sale of Concord Airport Plaza in Concord, California, which was designated as a Section 1031 exchange. During Q3 2017 the funds were used to purchase 3000 Market Street in Philadelphia, Pennsylvania.

Region	Number of Wholly Owned Properties	Square Feet		% Occupied	% Leased (1)	Remaining Expirations		Net Operating Income at 09/30/17			
		Total	% of Total			2017	2018	Q3 2017	% of Total	YTD 2017	% of Total
Philadelphia CBD (see next page for detail)	13	6,307,802	39.5%	93.3%	96.1%	6,377	385,788	\$ 33,445	45.6%	\$ 99,299	45.3%
Pennsylvania Suburbs	42	4,672,793	29.3%	91.2%	93.5%	59,954	356,790	21,562	29.5%	64,892	29.5%
Crescent Markets											
Radnor	11	1,738,383	10.9%	87.0%	91.0%	6,541	136,290	8,738	11.9%	28,134	12.8%
Plymouth Meeting	7	846,351	5.3%	93.3%	94.4%	13,710	78,265	3,965	5.4%	11,926	5.4%
Conshohocken	3	387,738	2.4%	91.9%	95.9%	-	45,160	1,738	2.4%	5,231	2.4%
Total Crescent Markets	21	2,972,472	18.6%	89.4%	92.6%	20,251	259,715	14,441	19.7%	45,291	20.6%
Other Suburban Markets	21	1,700,321	10.7%	94.2%	95.1%	39,703	97,075	7,121	9.7%	19,601	8.9%
Metropolitan Washington, D.C.	17	2,971,086	18.6%	89.0%	90.3%	-	224,018	13,395	18.3%	40,143	18.2%
Northern Virginia	13	2,377,479	14.9%	89.0%	90.7%	-	214,524	11,264	15.4%	33,743	15.3%
Maryland	4	593,607	3.7%	88.9%	88.9%	-	9,494	2,131	2.9%	6,400	2.9%
Austin, Texas	6	967,661	6.1%	100.0%	100.0%	-	-	3,731	5.1%	12,259	5.6%
Subtotal	78	14,919,342	93.5%	92.2%	94.4%	66,331	966,596	72,133	98.5%	216,593	98.5%
Other (2)	9	663,621	4.2%	86.7%	86.8%	10,749	45,799	1,424	1.9%	4,251	1.9%
Subtotal - Core Portfolio	87	15,582,963	97.7%	92.0%	94.1%	77,080	1,012,395	73,557	100.4%	220,844	100.5%
+ Development/Redevelopment (3)	4	381,433	2.3%	7.3%	51.6%	-	-	(348)	-0.4%	(845)	-0.5%
Total	91	15,964,396	100.0%			77,080	1,012,395	\$ 73,209	100.0%	\$ 219,999	100.0%

(1) Includes leases entered into through October 6, 2017 that will commence subsequent to the end of the current period.

(2) Removed 1, 2 and 4 Foster Avenue, three industrial properties totaling 98,388 square feet located in Gibbsboro, New Jersey. The properties are vacant and there are currently no plans to relet the buildings which are being marketed for sale.

(3) Comprised of the Subaru Service Center in Camden, New Jersey (Dev), Broadmoor Building 6 in Austin, Texas (Redev), 500 North Gulph Road in King of Prussia, Pennsylvania (Redev), 426 Lancaster Avenue in King of Prussia, Pennsylvania (Redev) and the residential and retail components of FMC Tower (not included in the property count).



	Number of Wholly Owned Properties	Square Feet		% Occupied	% Leased (1)	Remaining Expirations		Net Operating Income at 09/30/2017			
		Total	% of Total (3)			2017	2018	Q3 2017	% of Total (3)	YTD 2017	% of Total (3)
Philadelphia CBD Wholly Owned Core Properties											
Cira Centre	1	730,187	4.6%	97.1%	97.1%	-	82,497	\$ 5,066	6.9%	\$ 15,609	7.2%
Three Logan Square	1	1,029,413	6.4%	97.5%	98.3%	-	174,651	4,652	6.4%	15,554	7.1%
One Commerce Square	1	942,866	5.9%	94.4%	98.3%	-	96,480	4,168	5.7%	13,025	5.9%
Two Commerce Square	1	953,276	6.0%	93.6%	95.5%	6,307	4,816	4,197	5.7%	13,009	5.9%
Two Logan Square	1	708,844	4.4%	96.9%	96.9%	-	14,055	3,601	4.9%	10,749	4.9%
FMC Tower - office (2)	1	625,863	3.9%	82.9%	98.7%	-	-	4,190	5.7%	10,267	4.7%
One Logan Square	1	595,041	3.7%	97.9%	98.2%	-	571	2,895	4.0%	8,512	3.9%
1900 Market Street	1	456,922	2.9%	81.2%	81.2%	70	940	2,039	2.8%	5,338	2.4%
Other (4)	3	15,878	0.1%	70.2%	70.2%	-	7,738	1,425	1.9%	4,128	1.9%
3020 Market Street	1	190,925	1.2%	91.5%	96.3%	-	-	986	1.3%	2,882	1.3%
3000 Market Street	1	58,587	0.4%	80.8%	80.8%	-	4,040	226	0.3%	226	0.1%
Total	13	6,307,802	39.5%	93.3%	96.1%	6,377	385,788	\$ 33,445	45.6%	\$ 99,299	45.3%
Philadelphia CBD Development											
FMC Tower - residential & retail (5)	N/A	N/A	N/A	N/A	N/A	-	-	\$ (229)	-0.3%	\$ (917)	-0.4%

(1) Includes leases entered into through October 6, 2017 that will commence subsequent to the end of the current period.
 (2) Net operating income and leasing statistics reflect the office component. The residential and retail components remain in development.
 (3) Reflects percent of the total portfolio (See page 9 for portfolio by region).
 (4) Other includes 618 Market Street, the parking garage at Cira Centre South and the Lift Parking.
 (5) Includes residential (268 units) and retail (3,800 square feet) components.

	No. of Properties	Square Feet		% Occupied	% Leased (1)	Remaining Expirations		Net Operating Income at 09/30/2017				BDN Share	
		Total	% of Total			2017	2018	Q3 2017	% of Total	YTD 2017	% of Total	%	YTD NOI
Austin JV Owned Core Properties													
Barton Skyway	4	786,845	28.8%	97.8%	98.4%	3,240	291,901	\$ 4,460	36.0%	\$ 13,290	32.4%	50.0%	\$ 6,644
River Place	7	590,882	21.6%	91.6%	94.2%	2,884	74,326	2,458	19.9%	8,075	19.7%	50.0%	4,038
Four Points	1	192,396	7.0%	100.0%	100.0%	-	115,949	890	7.2%	2,603	6.3%	50.0%	1,302
	12	1,570,123	57.4%	95.7%	97.0%	6,124	482,176	\$ 7,808	63.1%	\$ 23,968	58.4%	50.0%	\$ 11,984
Sold 10/18/2017	7	1,164,496	42.6%	86.0%	94.9%	8,112	76,376	\$ 4,569	36.9%	\$ 17,079	41.6%	50.0%	\$ 8,540
Total DRA-Austin	19	2,734,619	100.0%	91.6%	96.1%	14,236	558,552	\$ 12,377	100.0%	\$ 41,047	100.0%	50.0%	\$ 20,524
Austin Wholly Owned Core													
Broadmoor (2)	6	967,661	6.1%	100.0%	100.0%	-	-	\$ 3,731	5.1%	\$ 12,259	5.6%	100.0%	\$ 12,259

(1) Includes leases entered into through October 6, 2017 that will commence subsequent to the end of the current period.

(2) Building 6, containing 144,249 square feet, is currently in redevelopment.

405 Colorado Renderings | Austin, TX

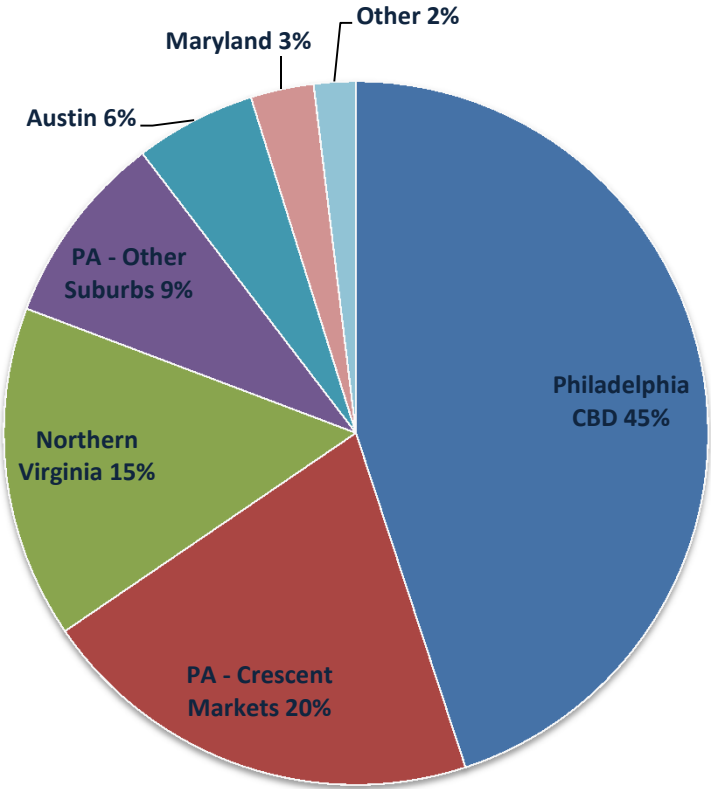
DRA Austin JV Business Plan Component	2017 Business Plan (3) as of 10/6/2017
Speculative Revenue	\$4.1 MM
• New Leasing Activity	\$0.6 MM
• Renewal	\$3.5 MM
Executed	100%
Projected Tenant Retention (SF)	58%
Same Store NOI Increase	
• GAAP	2.2%
• Cash	1.0%
Rental Rate Increase	
• GAAP	15.9%
• Cash	11.5%
Year-end SS Occupancy	96.0%
Year-end Core Occupancy	96.0%
Year-end Core Leased	96.0%



(3) The results of these Business Plan Components are reported through Equity in income of real estate ventures and are not included in the Consolidated Company Business Plan Components. The Business Plan reflects the impact of the sale of our interest in five portfolios within the venture on October 18, 2017.

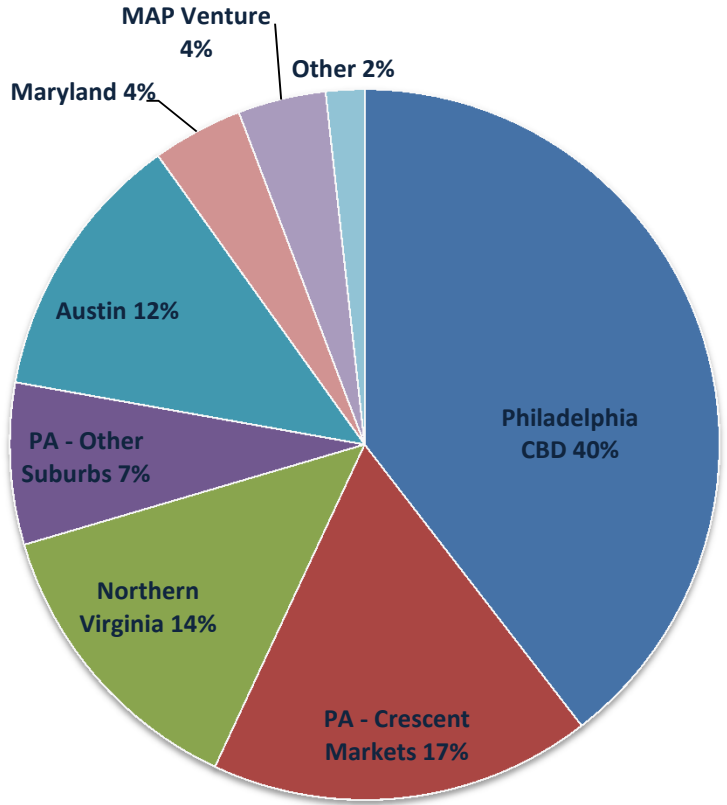
YTD NOI - Wholly Owned

- Total Core Portfolio NOI: \$220.8 MM
- 86% of NOI from our Core Markets (b)



YTD NOI - Including JVs (a)

- Total NOI: \$266.6 MM
- 83% of NOI from our Core Markets (b)



(a) Chart reflects net operating income from wholly owned properties and BDN's share of net operating income from unconsolidated joint ventures.

(b) Consists of Philadelphia CBD, PA Crescent, Northern Virginia and Austin markets.

Development (% owned)	Location	Type	Completion Date	Stabilization Date	Square Feet	Total Project Costs (a)	Equity Capitalization (b)	Debt Financing	Amount funded at 09/30/2017	Remaining to be funded at 09/30/2017	Projected Cash Yield	Leased % @ October 6, 2017
Wholly Owned												
FMC Tower	Philadelphia CBD	Mixed-use	Q3 2016	Q4 2017	625,000	\$ 400,000	\$ 400,000	-	\$ 394,700	\$ 5,300	8.1%	98.7%
Four Points Building 3	Austin, TX	Office	Q1 2019 (c)	Q1 2019 (c)	165,000	48,200 (c)	48,200	-	2,100	46,100	8.4%	100.0%
Subaru Service Center	Camden, NJ	Mixed-use	Q3 2018	Q3 2018	83,000	44,300	44,300	-	12,400	31,900	9.5%	100.0%
Broadmoor - Building 6	Austin, TX	Office	Q4 2017 (d)	Q2 2018 (d)	144,000	34,500 (d)	34,500	-	24,600	9,900	9.8%	79.0%
500 North Gulph Road	King of Prussia, PA	Office	Q3 2018 (e)	Q1 2019 (e)	100,000	21,200 (e)	21,200	-	4,500	16,700	9.5%	0.0%
426 Lancaster Avenue	Devon, PA	Office	Q1 2019 (f)	Q4 2019 (f)	56,000	12,000 (f)	12,000	-	4,900	7,100	9.9%	0.0%
Total					1,173,000	\$ 560,200	\$ 560,200		\$ 443,200	\$ 117,000		83.4%

Placed Into Service												
FMC Tower - Office (g)									\$ (256,100)			
FMC Tower - Residential (h)									(125,700)			
Total Placed Into Service									\$ (381,800)			
Remaining in Construction-in-Progress									\$ 61,400			

(a) - Total project costs for redevelopment projects include existing property basis.

(b) - We intend to fund our remaining wholly owned development costs through existing cash balances and/or our line of credit.

(c) - Project is pre-leased to a single tenant. Total project costs includes \$2.1 million of land basis existing at project inception.

(d) - Building vacated by IBM as part of an overall lease restructuring. We are renovating and repositioning the property as the first step in the overall repositioning of the Broadmoor Campus. Total project costs include \$18.5 million of existing property basis.

(e) - Multi-tenant building was vacated in Q4 2016. Current plans are to renovate and amenitize this well positioned building in the King of Prussia submarket. Total project costs include \$4.5 million of existing property basis.

(f) - Taken out of service during Q3 2017. Current plans are to renovate this building. Total project costs include \$4.9 million of existing property basis.

(g) - We have transferred a pro-rata share of base building costs expected to be incurred and actual tenant costs incurred-to-date. The remaining costs primarily relate to tenant improvements.

(h) - 100% of the 103 flexible stay units, 60 furnished extended stay units and 105 unfurnished apartment residences have been placed in service.

FMC Tower at Cira Centre South



Design Overview

- A 730-foot, 49-story premier mixed-use development featuring 625,000 SF of office space, 268 luxury residential apartment, flexible stay and furnished extended stay units and a 3,800 SF restaurant on the ground floor
- Located two blocks from 30th Street Station's Amtrak and SEPTA hubs, close proximity to Interstates 76 and 676 and within walking distance of several university campuses in the University City submarket of Philadelphia, PA

Project Schedule

- Commenced Construction Q2 2014
- Substantial Completion - Office Q3 2016
- Substantial Completion - Residential Q4 2016
- Target Stabilization - Office Q4 2017
- Target Stabilization - Residential Q1 2018

Project Description

- Major tenants include FMC Corporation, the University of Pennsylvania, NASDAQ and Spark Therapeutics
- Retained AKA, an affiliate of Korman Communities, to develop and manage the residential component
- Placed 100% of the residential component into service during 3Q 2017
- Constructed on land which Brandywine has prepaid ground lease with University of Pennsylvania through 2097

Financial Highlights

- Projected investment of \$400.0 MM, with \$394.7 MM funded to date
- Projected stabilized cash yield: 8.1%

Schuylkill Yards Development



Overview

- On March 2, 2016, announced that Brandywine has been designated by Drexel University as master developer of Schuylkill Yards, a 20-year six-phase, multi-component 14 acre/ 5.1 million square foot development of office, residential, advanced manufacturing, research facilities and academic facilities in the University City section of Philadelphia
- Adjacent to the nation's 3rd busiest rail station, Schuylkill Yards will become one of the most mixed use and transit-rich developments in the United States and features 6.5 acres of public space including a 1.3 acre public square ("Drexel Square") located directly across 30th Street Station, a shared street esplanade along JFK Boulevard and 1.5 miles of streetscapes complete with new pedestrian-friendly urban furniture and bicycle infrastructure
- Development partners include the Gotham Organization for residential components and Longfellow Real Estate Partners for life sciences components
- On June 27, 2017, announced zoning approvals obtained for the initial phase of the Schuylkill Yards Development, which includes Drexel Square, One Drexel Plaza, and two land sites allowing for a total of approximately 1.6 million square feet of development
- We anticipate development of Drexel Square to commence during Q4 of 2017
- We acquired two existing buildings (3000 Market Street and One Drexel Plaza) targeted to renovate/redevelop as part of our overall Schuylkill Yards Master Development Plan and expect to complete the renovation of One Drexel Plaza Q3 2018
- Initial phase of new construction consists of a mixed-use facility containing approximately 700,000 square feet, of which at least 60% will be traditional office, lab and academic space. We anticipate this initial phase commencing in 2018/2019 timeframe subject to pre-leasing

Project Description

- Oversee master planning, including zoning, permitting and receipt of required government and third party approvals
- At commencement of each development phase, will enter into a 99-year ground lease with Drexel University covering the portion of the development site
- Of the 5.1 million total square feet, 52% or approximately 2.6 million is designated office (including lab and academic space)
- Each building, with a minimum building size of 350,000 square feet, is anticipated to be designed by different architects to create highly diverse character across the project

Financial Highlights

- Excluding the acquisition of One Drexel Plaza, we currently anticipate spending approximately \$10-\$15 million over the next 24 months, primarily consisting of construction of Drexel Square Park and preliminary design planning; though, because the scope has not been finalized and no construction contracts have been entered into, the actual costs may vary from this initial estimate
- Costs of future developments will be funded through a combination of existing cash balances, capital raised through one or more joint venture formations and/or proceeds from debt financing

Objectives

- Actively recycle land inventory to recognize tenant demand changes and create growth opportunities
- Take advantage of attractive land purchase opportunities to create next generation of office space
- Use sale or re-zoning co-investment vehicles to optimize value on existing land base
 - ▶ Where appropriate, rezone from office to residential, retail and/or hotel
 - ▶ Land deployment last 12 quarters; \$13 MM, 22 acres

Consolidated Land Held for Development (\$121 MM, 274 acres)

- 10.6 million SF FAR potential (15.7 million SF including Schuylkill Yards)
- 3.1% of total assets

2016/2017 Land Dispositions/Contracted Sales (\$54 MM, 216 acres)

- Sold \$45 MM, consisting of 10.1 acres of land located in Austin, Texas; 51.5 acres in Mount Laurel, New Jersey; 1.0 acre in Oakland, California, 4.8 acres in Richmond, Virginia, 12.0 acres in Chester County, Pennsylvania and 120 acres in Berks County, Pennsylvania
- Under agreement of sale for \$9 MM for land parcels in Pennsylvania aggregating 17 acres. We anticipate the sales to close over the next four quarters as zoning, appraisals and other closing conditions are satisfied

Active/Pre-Development Projects

- 25 M Street, Washington, D.C.
- Metroplex II / III, Plymouth Meeting, PA
- 51 N Street, Washington, D.C. (70% JV Partner)
- 1250 First Street, Washington, D.C. (70% JV Partner)
- Garza Ranch, Austin, TX
- Four Points (Building 3), Austin, TX

Future Development Sites

- Broadmoor, Austin, TX
- West Lake, Herndon, VA
- Woodland Park, Herndon, VA
- Ground lease of Schuylkill Yards parcels (See page 14)
- 2100 Market Street, Philadelphia, PA
- Several other PA and VA Sites

Reposition/Sales Sites

- Four Points (retail), Austin, TX
- Several other PA, NJ and Richmond, VA sites
- Garza Ranch, Austin, TX

	Location	Type	Event Date	Square Feet/Acres/Units	Purchase/Sales Price or Basis	Occupancy % @ Event Date
2017 PROPERTY ACTIVITY						
OFFICE ACQUISITIONS						
One Drexel Plaza	Philadelphia, PA	Office Building	10/13/2017	282,709	\$ 35,000	70.5%
3000 Market Street	Philadelphia, PA	Office Building	07/28/2017	58,587	32,000	80.8%
Total office acquisitions				341,296	\$ 67,000	
OFFICE DISPOSITIONS						
Newtown Square	Newtown Square, PA	Five Office Bldgs	(a)	252,802	\$ 42,000	N/A
630 Allendale	King of Prussia, PA	Office Building	(a)	150,000	17,500	N/A
Evesham Corporate Center	Marlton, NJ	Four Office Bldgs	06/27/2017	134,794	9,700	91.6%
Woodland Falls	Cherry Hill, NJ	Three Office Bldgs	03/30/2017	215,465	19,000	93.3%
Calverton	Beltsville, MD	Four Office Bldgs	03/13/2017	313,810	9,000	49.7%
Concord Airport Plaza	Concord, CA	Two Office Bldgs	02/02/2017	350,256	33,100	100.0%
Total office dispositions				1,417,127	\$ 130,300	
LAND DISPOSITIONS						
50 E. Swedesford Square	Malvern, PA	Land	09/13/2017	12.0	\$ 7,200	
Bishops Gate Land	Mt. Laurel, NJ	Land	07/18/2017	49.5	6,000	
Garza Ranch - Multi-family	Austin, TX	Land	04/28/2017	8.4	11,800	
Gateway Land - Site C	Richmond, VA	Land	02/15/2017	4.8	1,100	
Garza Ranch - Hotel	Austin, TX	Land	01/30/2017	1.7	3,500	
Total land dispositions				76.4	\$ 29,600	
OTHER DISPOSITIONS						
Austin Venture (50% of \$333.3 million of assets) (b)	Austin, TX	Real Estate Venture - Five Properties	10/18/2017	1,164,496	\$ 166,600	85.7%
7101 Wisconsin Avenue (c)	Bethesda, MD	Office Building	09/14/2017	230,904	52,900	96.7%
7000 Midlantic	Mt. Laurel, NJ	Retail	06/12/2017	10,784	8,200	100.0%
Marine Piers	Philadelphia, PA	Mixed-use	03/15/2017	181,900	21,400	100.0%
Parc at Plymouth (sold 50% of a \$100.5 MM asset) (d)	Plymouth Meeting, PA	Real Estate Venture - Residential	01/31/2017	398 units	50,250	96.2%
Total other dispositions					\$ 299,350	
Total Dispositions (including land)					\$ 459,250	
Net Disposition Activity					\$ 392,250	

(a) Sales anticipated to close during Q4 2017. Assets are held for sale in the Q3 2017 balance sheet.

(b) These properties were sold by DRA Austin JV, in which our ownership interest is 50%. We received net cash proceeds of \$86.4 million after closing costs and related debt payoff.

(c) This property was sold by Allstate DC JV, in which our ownership interest is 50%. We received net cash proceeds of \$31.8 million after closing costs and related debt payoff.

(d) Sold our entire 50% ownership interest for net cash proceeds of \$27.2 million after closing costs and related debt payoff.

	Location	Type	Event Date	Square Feet/Acres	Purchase/Sales Price or Basis	Occupancy % @ Event Date
2016 PROPERTY ACTIVITY						
LAND ACQUISITION						
Garza Ranch	Austin, TX	Land	07/01/2016	34.6 acres	\$ 20,600	
OFFICE DISPOSITIONS						
620, 640 & 660 Allendale Road	King of Prussia, PA	Three Office Bldgs	10/13/2016	156,669	\$ 12,800	100.0%
1120 Executive Plaza	Mt. Laurel, NJ	Office Building	09/01/2016	95,183	9,500	100.0%
50 East Clementon Road	Gibbsboro, NJ	Office Building	08/02/2016	3,080	1,100	100.0%
Herndon Metro Plaza I & II	Herndon, VA	Two Office Bldgs	05/11/2016	197,225	44,500	92.9%
2970 Market Street	Philadelphia, PA	Office Building	02/05/2016	862,692	354,000	100.0%
Och Ziff	Various	58 Office Bldgs	02/04/2016	3,924,783	398,100	91.4%
Total office dispositions				5,239,632	\$ 820,000	
LAND DISPOSITIONS						
Oakland Lot B	Oakland, CA	Land	12/02/2016	1 acre	\$ 13,750	
Highlands Land	Mt. Laurel, NJ	Land	08/19/2016	2 acres	300	
Greenhills Land	Reading, PA	Land	01/15/2016	120 acres	900	
Total land dispositions				123 acres	\$ 14,950	
OTHER DISPOSITIONS						
PJP V (sold 25% of \$20.1 MM asset)	Charlottesville, VA	Real Estate Venture - Office Building	09/22/2016	73,997	\$ 5,000	100.0%
Invesco (sold residual profits interest)	Mt. Laurel, NJ	Real Estate Venture - Residual Profits Interest	08/19/2016	(a)	7,000	(a)
1000 Chesterbrook (sold 50% of \$32.1 MM asset)	Berwyn, PA	Real Estate Venture - Office Building	07/14/2016	173,286	16,000	100.0%
Coppell Associates (sold 50% of \$23.5 MM asset)	Austin, TX	Real Estate Venture - Office Building	01/29/2016	150,000	11,800	100.0%
Total other dispositions				397,283	\$ 39,800	
Total Dispositions (including land)					\$ 874,750	
Net Disposition Activity					\$ 854,150	

(a) Sold our entire residual profits interest in Invesco for \$7.0 million. We had no equity interest at Invesco at the time of the sale.

	Nine Months Ended				Three Months Ended				
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Property Count									
Office	83	99	83	87	90	93	99	102	106
Retail/Mixed-use	4	8	4	7	7	8	8	10	10
Total Property Count	87	107	87	94	97	101	107	112	116
Property Square Feet									
Office	15,544,201	15,868,632	15,544,201	14,876,521	14,896,079	15,111,544	15,868,632	16,105,330	16,546,999
Retail/Mixed-use	38,762	319,050	38,762	137,150	137,150	319,050	319,050	425,719	409,841
Total Square Feet	15,582,963	16,187,682	15,582,963	15,013,671	15,033,229	15,430,594	16,187,682	16,531,049	16,956,840
Occupancy %:									
Office	92.0%	92.6%	92.0%	92.4%	93.3%	93.9%	92.6%	92.3%	93.0%
Retail/Mixed-use	82.9%	97.1%	82.9%	75.9%	75.5%	97.1%	97.1%	85.5%	86.3%
Total Occupancy %	92.0%	92.7%	92.0%	92.2%	93.2%	93.9%	92.7%	92.1%	92.8%
Leased % (2):									
Office	94.1%	93.7%	94.1%	93.7%	94.1%	95.0%	93.7%	93.7%	94.3%
Retail/Mixed-use	82.9%	97.1%	82.9%	75.9%	75.5%	97.1%	97.1%	98.7%	86.3%
Total Leased %	94.1%	93.7%	94.1%	93.5%	94.0%	95.1%	93.7%	93.8%	94.1%
Sublease Space:									
Square footage	337,986	255,633	337,986	334,780	255,464	255,349	255,633	297,242	274,459
Average remaining lease term (yrs)	3.1	2.3	3.1	3.1	2.2	2.3	2.3	2.2	1.9
% of total square feet	2.2%	1.6%	2.2%	2.2%	1.7%	1.7%	1.6%	1.8%	1.6%
Leasing & Absorption (square feet) (3):									
New leases commenced	398,531	354,399	153,787	173,197	71,547	72,992	105,884	88,794	159,721
Expansions commenced	211,989	379,676	120,860	18,792	72,337	107,266	134,698	116,129	128,849
Leases renewed	1,114,591	733,903	250,306	780,540	83,745	90,329	182,147	391,861	159,895
Total Leasing Activity	1,725,111	1,467,978	524,953	972,529	227,629	270,587	422,729	596,784	448,465
Contractions	(500)	(46,952)	-	-	(500)	(3,107)	(16,998)	(1,688)	(28,266)
Leases expired	(1,576,909)	(1,253,476)	(447,111)	(924,292)	(205,506)	(149,527)	(278,236)	(599,887)	(375,353)
Early terminations	(244,723)	(358,135)	(8,750)	(107,814)	(128,159)	(74,443)	(102,710)	(93,847)	(161,578)
Net absorption	(97,021)	(190,585)	69,092	(59,577)	(106,536)	43,510	24,785	(98,638)	(116,732)
Retention %	72.8%	67.1%	81.4%	77.4%	46.7%	87.0%	79.6%	73.0%	51.1%
Direct Lease Deals (% of deals, based on SF, done without an external broker)	49%	31%	30%	66%	19%	38%	26%	48%	14%

(1) For each period, includes all properties in the core portfolio (i.e. not under development, redevelopment, re-entitlement or held for sale), including properties that were sold during these periods.

(2) Includes leases entered into through October 6, 2017 that will commence subsequent to the end of the current period.

(3) Each prior period include leasing related to held for sale and sold properties.

	Nine Months Ended				Three Months Ended					
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016	
New Leases/Expansions (2):										
Cash Rent Growth										
Expiring Rate	\$ 30.39	\$ 28.00	\$ 31.58	\$ 30.36	\$ 29.69	\$ 28.32	\$ 31.88	\$ 28.05	\$ 23.61	
New Rate	\$ 30.24	\$ 28.84	\$ 29.96	\$ 30.49	\$ 30.34	\$ 29.85	\$ 31.74	\$ 28.91	\$ 25.54	
Increase (decrease) %	-0.5%	3.0%	-5.1%	0.4%	2.2%	5.4%	-0.5%	3.1%	8.2%	
GAAP Rent Growth										
Expiring Rate	\$ 28.82	\$ 25.57	\$ 28.98	\$ 28.30	\$ 28.86	\$ 25.53	\$ 29.86	\$ 25.89	\$ 20.49	
New Rate	\$ 30.79	\$ 29.39	\$ 30.63	\$ 30.30	\$ 31.01	\$ 29.82	\$ 32.58	\$ 30.09	\$ 25.25	
Increase (decrease) %	6.8%	14.9%	5.7%	7.1%	7.4%	16.8%	9.1%	16.2%	23.2%	
Renewals (2):										
Cash Rent Growth										
Expiring Rate	\$ 23.22	\$ 25.35	\$ 26.32	\$ 21.83	\$ 30.85	\$ 20.42	\$ 28.40	\$ 24.19	\$ 24.97	
Renewal Rate	\$ 26.59	\$ 25.98	\$ 27.97	\$ 25.87	\$ 31.04	\$ 20.73	\$ 27.44	\$ 25.80	\$ 24.84	
Increase (decrease) %	14.5%	2.5%	6.3%	18.5%	0.6%	1.5%	-3.4%	6.6%	-0.5%	
GAAP Rent Growth										
Expiring Rate	\$ 26.18	\$ 24.10	\$ 24.97	\$ 26.29	\$ 27.94	\$ 19.26	\$ 26.24	\$ 23.33	\$ 23.71	
Renewal Rate	\$ 27.14	\$ 26.36	\$ 28.08	\$ 26.58	\$ 31.03	\$ 20.52	\$ 27.99	\$ 26.16	\$ 25.07	
Increase (decrease) %	3.7%	9.4%	12.4%	1.1%	11.1%	6.5%	6.7%	12.1%	5.7%	
Combined Leasing (2):										
Cash Rent Growth										
Expiring Rate	\$ 24.19	\$ 26.28	\$ 27.54	\$ 22.06	\$ 30.22	\$ 24.76	\$ 30.03	\$ 25.00	\$ 24.34	
New/Renewal Rate	\$ 27.08	\$ 26.98	\$ 28.44	\$ 26.00	\$ 30.66	\$ 25.75	\$ 29.45	\$ 26.45	\$ 25.16	
Increase (decrease) %	12.0%	2.7%	3.2%	17.8%	1.5%	4.0%	-1.9%	5.8%	3.4%	
GAAP Rent Growth										
Expiring Rate	\$ 26.54	\$ 24.61	\$ 25.90	\$ 26.34	\$ 28.44	\$ 22.71	\$ 27.93	\$ 23.87	\$ 22.21	
New/Renewal Rate	\$ 27.63	\$ 27.42	\$ 28.67	\$ 26.68	\$ 31.02	\$ 25.64	\$ 30.13	\$ 26.99	\$ 25.15	
Increase (decrease) %	4.1%	11.4%	10.7%	1.3%	9.1%	12.9%	7.9%	13.1%	13.3%	
Capital Costs Committed (3):										
Leasing Commissions (per square foot)	\$ 3.79	\$ 3.91	\$ 6.33	\$ 2.52	\$ 6.65	\$ 3.22	\$ 5.65	\$ 2.77	\$ 3.94	
Tenant Improvements (per square foot)	9.24	10.44	13.21	5.82	20.98	12.77	19.99	6.68	6.34	
Total	\$ 13.04	\$ 14.35	\$ 19.54	\$ 8.35	\$ 27.62	\$ 15.99	\$ 25.64	\$ 9.44	\$ 10.28	
Total capital per square foot per lease year (3)	\$ 1.54	\$ 2.39	\$ 2.43	\$ 0.95	\$ 3.28	\$ 2.79	\$ 3.88	\$ 1.59	\$ 2.14	
Capital as a % of rent	7.9%	8.7%	11.3%	5.3%	10.6%	10.8%	12.9%	5.9%	8.5%	
Weighted average lease term (yrs) for leases commenced in QTR or YTD	7.3	5.8	10.0	6.4	6.5	6.4	6.9	5.2	5.5	

(1) For each period, includes all properties in the core portfolio (i.e. not under development, redevelopment or re-entitlement), including properties that were sold during these periods. Calculations reflect commenced, revenue maintaining deals.

(2) Rental rates include base rent plus reimbursement for operating expenses and real estate taxes.

(3) Calculated on a weighted average basis.

Year of Lease Expiration	Square Footage								Annualized Rent of Expiring Leases (3)			
	Initial Expiring	Acquired / Sold / in Service	Early Renewals (4)		Vacated Leases	New Leases	Remaining Expiring (5)	% of Total Square Feet	Current	Per Square Foot	Final	Per Square Foot
			Out	In								
Original 2017 Expirations	2,076,372											
MTM tenants at 12/31/16	13,694											
Renewed prior to 2017	(1,047,919) (1)											
Vacated prior to 2017	(143,931) (2)											
2017	898,216	(133,898)	(192,253)	-	(501,092)	6,107	77,080	0.5%	\$ 2,010,262	\$ 26.08	\$ 2,064,594	\$ 26.79
2018	1,511,699	(29,846)	(490,946)	85,017	(76,261)	12,732	1,012,395	6.5%	31,546,717	31.16	31,218,796	30.84
2019	1,279,785	(7,185)	(16,960)	27,131	(11,071)	25,908	1,297,608	8.3%	39,980,244	30.81	42,281,165	32.58
2020	1,905,774	(296,117)	(233,618)	46,890	(72,687)	4,394	1,354,636	8.7%	38,127,440	28.15	41,060,231	30.31
2021	1,442,108	(56,690)	(84,163)	6,745	(22,453)	19,650	1,305,197	8.4%	38,330,169	29.37	40,643,763	31.14
2022	2,144,523	(43,612)	-	32,381	(1,321)	29,178	2,161,149	13.9%	64,872,821	30.02	71,014,982	32.86
2023	507,582	(103,164)	(7,560)	458,106	-	32,127	887,091	5.7%	28,655,994	32.30	30,639,024	34.54
2024	955,743	(64,416)	-	278,219	(1,550)	31,030	1,199,026	7.7%	40,736,928	33.98	52,852,186	44.08
2025	486,984	9,939	-	74,363	-	7,181	578,467	3.7%	22,849,883	39.50	25,972,259	44.90
2026	847,760	(23,440)	-	9,227	-	36,837	870,384	5.6%	25,885,736	29.74	30,118,220	34.60
2027	665,057	57,246	-	7,421	-	9,844	739,568	4.7%	23,820,365	32.21	28,680,478	38.78
Thereafter	1,848,472	629,175	(27,583)	27,583	(21,106)	395,532	2,852,073	18.3%	84,913,560	29.77	112,996,631	39.62
Total	14,493,703	(62,008)	(1,053,083)	1,053,083	(707,541)	610,520	14,334,674	92.0%	\$ 441,730,119	\$ 30.82	\$ 509,542,329	\$ 35.55

(1) Reflects 2017 expirations renewed prior to 2017 which will be reflected in the leasing activity statistics (p.19-20) during the quarter in which the new leases commence.

(2) Reflects 2017 expirations that vacated prior to 2017 before the lease was originally scheduled to expire, and as a result, were reflected in the leasing activity statistics (p.19-20) during the quarter in which the lease vacated.

(3) Reflects annualized base rent and current reimbursement for operating expenses and real estate taxes. Current annualized rent assumes base rent as of the end of the current reporting period, while final annualized rent assumes the base rent at the end of the lease term.

(4) Reflects leases renewed through October 6, 2017 that will commence subsequent to the end of the current period.

(5) Does not include development/redevelopment property expirations.

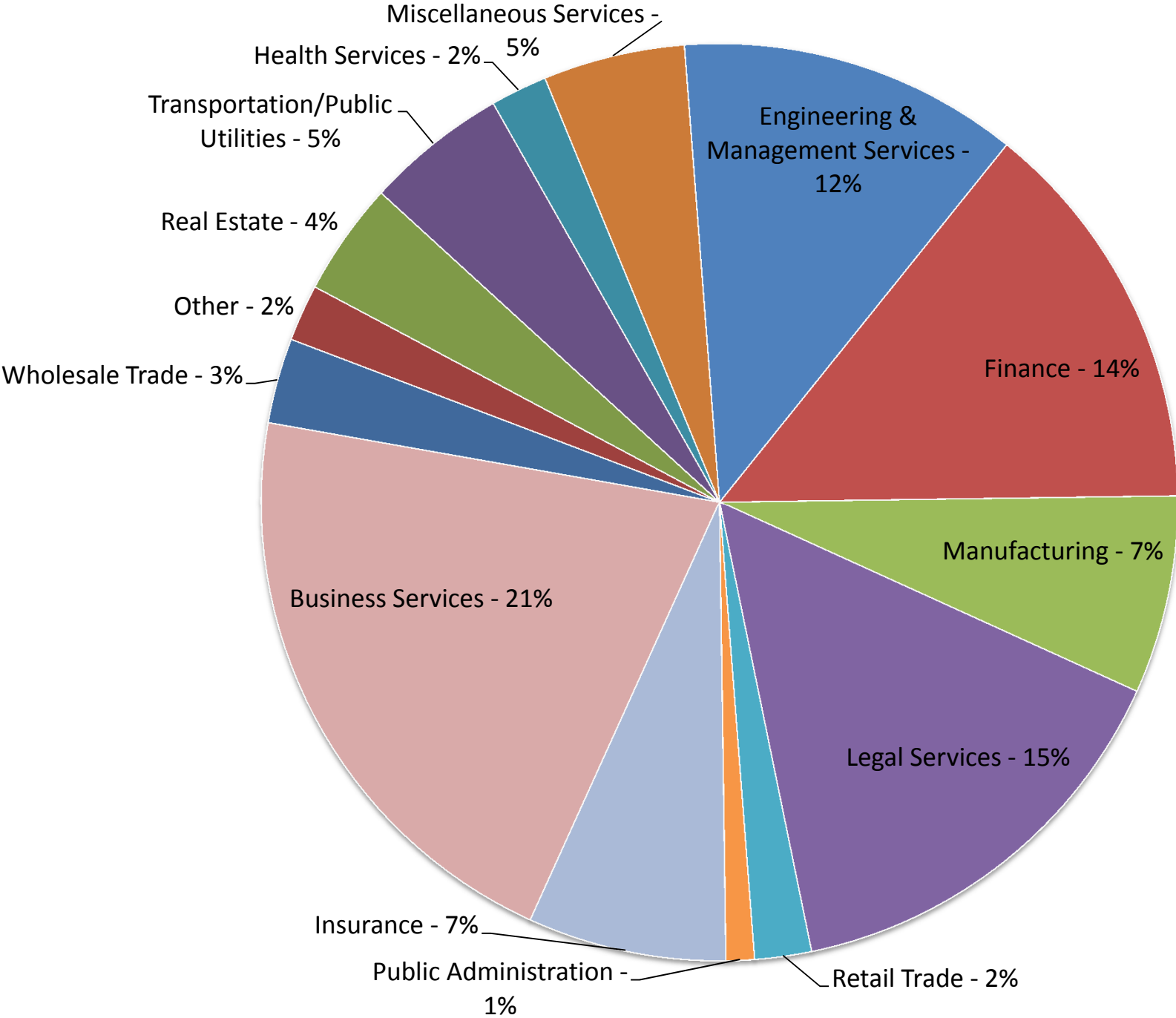
		2017	2018	2019	2020	2021	2022	2023	Thereafter	Total
Philadelphia CBD	Square feet expiring (Net of Acquired/Sold)	143	458	619	549	518	730	133	2,649	5,801
	Net leasing activity	(137)	(72)	29	6	(22)	8	53	224	87
	Remaining square feet expiring	6	386	648	556	496	738	186	2,873	5,888
	Square feet as a % of Region NRA	0.1%	6.1%	10.3%	8.8%	7.9%	11.7%	2.9%	45.5%	93.3%
	Annualized rent in expiring year	\$ 299	\$ 12,896	\$ 22,176	\$ 18,140	\$ 17,332	\$ 23,945	\$ 6,847	\$ 126,734	\$ 228,367
	Annualized rent per SF in expiring year	\$ 46.84	\$ 33.43	\$ 34.22	\$ 32.65	\$ 34.97	\$ 32.46	\$ 36.86	\$ 44.11	\$ 38.79
Pennsylvania Suburbs	Square feet expiring (Net of Acquired/Sold)	451	493	303	766	569	399	178	1,277	4,437
	Net leasing activity	(391)	(137)	9	(244)	(74)	21	152	487	(177)
	Remaining square feet expiring	60	357	312	522	495	419	330	1,765	4,260
	Square feet as a % of Region NRA	1.3%	7.6%	6.7%	11.2%	10.6%	9.0%	7.1%	37.8%	91.2%
	Annualized rent in expiring year	\$ 1,484	\$ 10,307	\$ 9,131	\$ 16,309	\$ 14,453	\$ 15,372	\$ 10,664	\$ 63,192	\$ 140,913
	Annualized rent per SF in expiring year	\$ 24.75	\$ 28.89	\$ 29.24	\$ 31.25	\$ 29.19	\$ 36.65	\$ 32.32	\$ 35.81	\$ 33.08
Metropolitan Washington, D.C.	Square feet expiring (Net of Acquired/Sold)	99	476	281	160	96	372	85	1,092	2,659
	Net leasing activity	(99)	(252)	(16)	(6)	-	28	267	62	(15)
	Remaining square feet expiring	-	224	265	154	96	399	352	1,154	2,644
	Square feet as a % of Region NRA	0.0%	7.5%	8.9%	5.2%	3.2%	13.4%	11.8%	38.8%	89.0%
	Annualized rent in expiring year	\$ 150	\$ 7,027	\$ 9,800	\$ 5,156	\$ 3,536	\$ 15,719	\$ 12,702	\$ 48,884	\$ 102,974
	Annualized rent per SF in expiring year	\$ -	\$ 31.37	\$ 37.05	\$ 33.50	\$ 37.00	\$ 39.35	\$ 36.08	\$ 42.35	\$ 38.95
Austin, TX	Square feet expiring (Net of Acquired/Sold)	36	-	-	-	199	584	-	144	963
	Net leasing activity	(36)	-	-	-	-	1	-	39	5
	Remaining square feet expiring	-	-	-	-	199	585	-	183	968
	Square feet as a % of Region NRA	0.0%	0.0%	0.0%	0.0%	20.6%	60.5%	0.0%	18.9%	100.0%
	Annualized rent in expiring year	\$ -	\$ -	\$ -	\$ -	\$ 4,945	\$ 15,615	\$ -	\$ 3,991	\$ 24,551
	Annualized rent per SF in expiring year	\$ -	\$ -	\$ -	\$ -	\$ 24.84	\$ 26.68	\$ -	\$ 21.78	\$ 25.37
Other	Square feet expiring (Net of Acquired/Sold)	35	55	69	134	4	16	8	250	573
	Net leasing activity	(25)	(9)	3	(11)	16	3	11	14	2
	Remaining square feet expiring	11	46	73	123	20	19	19	264	575
	Square feet as a % of Region NRA	1.6%	6.9%	11.0%	18.6%	3.0%	2.9%	2.9%	39.8%	86.7%
	Annualized rent in expiring year	\$ 132	\$ 989	\$ 1,173	\$ 1,456	\$ 377	\$ 364	\$ 426	\$ 7,819	\$ 12,736
	Annualized rent per SF in expiring year	\$ 12.25	\$ 21.60	\$ 16.13	\$ 11.81	\$ 19.10	\$ 18.95	\$ 22.02	\$ 29.58	\$ 22.14
CONSOLIDATED PORTFOLIO	Square feet expiring (Net of Acquired/Sold)	764	1,482	1,273	1,610	1,385	2,101	404	5,413	14,432
	Net leasing activity	(687)	(470)	25	(255)	(80)	60	483	827	(97)
	Remaining square feet expiring	77	1,012	1,298	1,355	1,305	2,161	887	6,240	14,335
	Square feet as a % of total NRA	0.5%	6.5%	8.3%	8.7%	8.4%	13.9%	5.7%	39.8%	92.0%
	Annualized rent in expiring year	\$ 2,065	\$ 31,219	\$ 42,281	\$ 41,060	\$ 40,644	\$ 71,015	\$ 30,639	\$ 250,620	\$ 509,542
	Annualized rent per SF in expiring year	\$ 26.79	\$ 30.84	\$ 32.58	\$ 30.31	\$ 31.14	\$ 32.86	\$ 34.54	\$ 40.17	\$ 35.55

(1) Does not include development/redevelopment property expirations.

Top Twenty Tenants	Annualized Rent (1)	% of Total Annualized Rent (1)	Annualized Rent per Square Foot (1)	Square Feet Occupied	% of Total Square Feet
IBM, Inc.	\$ 19,548	4.4%	\$ 24.92	784,477	5.5%
Comcast Corporation	13,334	3.0%	31.04	429,513	3.0%
Northrop Grumman Corporation	10,118	2.3%	35.57	284,460	2.0%
Pepper Hamilton LLP	9,718	2.2%	33.99	285,906	2.0%
FMC Corporation	8,140	1.8%	35.70	228,025	1.6%
Lincoln National Management Co.	7,733	1.8%	36.22	213,524	1.5%
KPMG, LLP	7,551	1.7%	39.89	189,282	1.3%
Dechert LLP	7,226	1.6%	37.79	191,208	1.3%
Macquarie US	7,025	1.6%	31.45	223,355	1.6%
General Services Administration - U.S. Govt. (2)	6,830	1.5%	30.38	71,114	0.5%
Independence Blue Cross, LLC	6,697	1.5%	29.38	227,974	1.6%
Deltek Systems, Inc.	6,135	1.4%	38.85	157,900	1.1%
Blank Rome LLP	5,622	1.3%	28.58	196,689	1.4%
CSL Behring, LLC	5,564	1.3%	23.97	232,167	1.6%
Drinker Biddle & Reath LLP	5,562	1.3%	35.20	157,989	1.1%
PricewaterhouseCoopers LLP	4,984	1.1%	30.87	161,450	1.1%
Reliance Standard Life Insurance Company	4,548	1.0%	30.90	147,202	1.0%
VWR Management Services LLC	4,396	1.0%	29.33	149,858	1.0%
Reed Smith LLP	4,353	1.0%	33.49	129,996	0.9%
Janney Montgomery Scott, LLC	4,270	1.0%	31.84	134,123	0.9%
Sub-total top twenty tenants	\$ 149,354	33.8%	\$ 32.50	4,596,212	32.0%
Remaining tenants	\$ 292,376	66.2%	\$ 30.02	9,738,462	68.0%
Total portfolio as of September 30, 2017	\$ 441,730	100.0%	\$ 30.82	14,334,674	100.0%

(1) Reflects cash annualized base rent and current reimbursement for operating expenses and real estate taxes.

(2) Annualized rent includes \$4.7 million related to parking, which is excluded from annualized rent per square foot.



	Nine Months Ended				Three Months Ended				
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Revenue									
Rents	\$ 307,446	\$ 318,324	\$ 102,557	\$ 101,557	\$ 103,332	\$ 103,181	\$ 104,537	\$ 103,624	\$ 110,163
Tenant reimbursements	53,812	53,315	17,239	18,038	18,535	17,314	17,324	15,937	20,054
Termination fees	2,013	1,459	200	140	1,673	880	611	554	294
Third party mgt. fees, labor reimbursement and leasing	20,483	17,691	6,918	7,080	6,485	8,983	6,248	6,208	5,235
Other	3,395	2,588	1,524	976	895	1,728	974	858	756
	<u>387,149</u>	<u>393,377</u>	<u>128,438</u>	<u>127,791</u>	<u>130,920</u>	<u>132,086</u>	<u>129,694</u>	<u>127,181</u>	<u>136,502</u>
Operating expenses									
Property operating expenses	110,947	114,208	36,847	37,215	36,885	38,718	37,250	36,079	40,879
Real estate taxes	34,062	34,933	11,235	11,078	11,749	11,319	11,566	11,481	11,886
Third party management expenses	7,391	7,172	2,619	2,325	2,447	3,098	2,501	2,661	2,010
Depreciation and amortization	132,584	142,736	42,429	44,263	45,892	46,940	46,956	46,907	48,873
General & administrative expenses	21,797	20,711	5,813	6,659	9,325	5,885	5,515	6,076	9,120
Provision for impairment	3,057	13,069	-	327	2,730	27,448	-	5,679	7,390
Total operating expenses	<u>309,838</u>	<u>332,829</u>	<u>98,943</u>	<u>101,867</u>	<u>109,028</u>	<u>133,408</u>	<u>103,788</u>	<u>108,883</u>	<u>120,158</u>
Operating income (loss)	<u>77,311</u>	<u>60,548</u>	<u>29,495</u>	<u>25,924</u>	<u>21,892</u>	<u>(1,322)</u>	<u>25,906</u>	<u>18,298</u>	<u>16,344</u>
Other income (expense)									
Interest income	635	970	79	163	393	266	291	359	320
Interest expense	(61,473)	(64,334)	(19,732)	(20,304)	(21,437)	(20,374)	(20,814)	(19,829)	(23,691)
Interest expense - amortization of deferred financing costs	(1,807)	(2,063)	(577)	(596)	(634)	(633)	(645)	(644)	(774)
Interest expense - financing obligation	-	(679)	-	-	-	-	(156)	(242)	(281)
Equity in income (loss) of real estate ventures	(5,387)	(9,323)	(5,723)	1,084	(748)	(2,180)	(7,254)	(1,666)	(403)
Net gain (loss) on disposition of real estate	8,411	114,625	-	1,088	7,323	2,358	(104)	(727)	115,456
Net gain on sale of undepreciated real estate	953	188	953	-	-	9,044	188	-	-
Net gain on real estate venture transactions	28,340	19,529	13,758	-	14,582	471	10,472	3,128	5,929
Loss on early extinguishment of debt	-	(66,590)	-	-	-	-	-	-	(66,590)
Net Income (loss) before income taxes	<u>46,983</u>	<u>52,871</u>	<u>18,253</u>	<u>7,359</u>	<u>21,371</u>	<u>(12,370)</u>	<u>7,884</u>	<u>(1,323)</u>	<u>46,310</u>
Income tax (provision) benefit	1,032	-	793	339	(100)	-	-	-	-
Net Income (loss)	<u>48,015</u>	<u>52,871</u>	<u>19,046</u>	<u>7,698</u>	<u>21,271</u>	<u>(12,370)</u>	<u>7,884</u>	<u>(1,323)</u>	<u>46,310</u>
Net (income) loss from continuing operations attributable to non-controlling interests	(384)	(425)	(170)	(45)	(169)	115	(58)	22	(389)
Net income (loss) attributable to Brandywine Realty Trust	<u>47,631</u>	<u>52,446</u>	<u>18,876</u>	<u>7,653</u>	<u>21,102</u>	<u>(12,255)</u>	<u>7,826</u>	<u>(1,301)</u>	<u>45,921</u>
Preferred share distributions	(2,032)	(5,175)	-	(307)	(1,725)	(1,725)	(1,725)	(1,725)	(1,725)
Preferred share redemption charge (a)	(3,181)	-	-	(3,181)	-	-	-	-	-
Nonforfeitable dividends allocated to unvested restricted shareholders	(245)	(263)	(73)	(73)	(99)	(78)	(79)	(79)	(105)
Net income (loss) attributable to common shareholders	<u>\$ 42,173</u>	<u>\$ 47,008</u>	<u>\$ 18,803</u>	<u>\$ 4,092</u>	<u>\$ 19,278</u>	<u>\$ (14,058)</u>	<u>\$ 6,022</u>	<u>\$ (3,105)</u>	<u>\$ 44,091</u>
Per Share Data									
Basic income (loss) per common share	\$ 0.24	\$ 0.27	\$ 0.11	\$ 0.02	\$ 0.11	\$ (0.08)	\$ 0.03	\$ (0.02)	\$ 0.25
Basic weighted-average shares outstanding	175,315,581	174,976,998	175,433,657	175,333,300	175,176,964	175,140,760	175,127,110	175,013,291	174,788,945
Diluted income (loss) per common share	\$ 0.24	\$ 0.27	\$ 0.11	\$ 0.02	\$ 0.11	\$ (0.08)	\$ 0.03	\$ (0.02)	\$ 0.25
Diluted weighted-average shares outstanding	176,599,332	176,009,822	176,835,022	176,756,598	176,201,872	175,140,760	176,364,615	175,013,291	175,471,413

(a) Represents financing costs incurred at issuance of preferred shares. Since the preferred shares are perpetual these costs are not amortized, in accordance with GAAP, as the redemption date is indeterminate.

Third Quarter	Same Store Portfolio				Recently Completed/ Acquired (1)		Development/ Redevelopment (2)		Other/ Eliminations (3)		All Properties		
	Third Quarter		Variance	% Change	Third Quarter		Third Quarter		Third Quarter		Third Quarter		
	2017	2016			2017	2016	2017	2016	2017	2016	2017	2016	Variance
Revenue													
Rents													
Cash	\$ 88,334	\$ 84,636	\$ 3,698	4.4%	\$ 2,732	\$ 1,734	\$ 1,919	\$ 458	\$ 1,103	\$ 7,747	\$ 94,088	\$ 94,575	\$ (487)
Straight-line	1,900	5,427	(3,527)	-65.0%	6,066	3,173	-	(11)	(9)	(133)	7,957	8,456	(499)
Above/below-market rent amortization	451	1,518	(1,067)	-70.3%	60	(13)	-	-	1	1	512	1,506	(994)
Total rents	90,685	91,581	(896)	-1.0%	8,858	4,894	1,919	447	1,095	7,615	102,557	104,537	(1,980)
Tenant reimbursements	16,031	15,517	514	3.3%	1,106	332	5	48	97	1,427	17,239	17,324	(85)
Termination fees	200	133	67	50.4%	-	466	-	-	-	12	200	611	(411)
Third party mgt fees, labor reimbursement and leasing	-	-	-	-	-	-	-	-	6,918	6,248	6,918	6,248	670
Other	633	376	257	68.4%	7	6	602	-	282	592	1,524	974	550
Total revenue	107,549	107,607	(58)	-0.1%	9,971	5,698	2,526	495	8,392	15,894	128,438	129,694	(1,256)
Property operating expenses	31,351	30,968	(383)	-1.2%	2,321	1,882	2,681	799	494	3,601	36,847	37,250	403
Real estate taxes	10,025	9,920	(105)	-1.1%	266	177	193	86	751	1,383	11,235	11,566	331
Third party management expenses	-	-	-	-	-	-	-	-	2,619	2,501	2,619	2,501	(118)
Net operating income	\$ 66,173	\$ 66,719	\$ (546)	-0.8%	\$ 7,384	\$ 3,639	\$ (348)	\$ (390)	\$ 4,528	\$ 8,409	\$ 77,737	\$ 78,377	\$ (640)
Net operating income, excl. net termination fees and other	\$ 65,340	\$ 66,210	\$ (870)	-1.3%	\$ 7,377	\$ 3,167	\$ (950)	\$ (390)	\$ 4,246	\$ 7,805	\$ 76,013	\$ 76,792	\$ (779)
Number of properties	83	83			4		4				91		
Square feet (in thousands)	14,331	14,331			1,252		381				15,964		
Occupancy % (end of period)	92.7%	94.5%			83.7%								
NOI margin, excl. termination fees, third party and other revenues	61.2%	61.8%											
Expense recovery ratio	38.7%	38.0%											

	2017	2016	Variance	% Change
Net operating income	\$ 66,173	\$ 66,719	\$ (546)	-0.8%
Less: Straight line rents & other	(1,841)	(5,327)	3,486	-65.4%
Less: Above/below market rent amortization	(451)	(1,518)	1,067	-70.3%
Add: Amortization of tenant inducements	364	346	18	5.2%
Add: Non-cash ground rent expense	22	22	-	0.0%
Cash - Net operating income	\$ 64,267	\$ 60,242	\$ 4,025	6.7%
Cash - Net operating income, excl. net term fees & other	\$ 63,375	\$ 59,633	\$ 3,742	6.3%

(1) Includes the office component of the FMC Tower in Philadelphia, Pennsylvania (RC), 1900 Market Street in Philadelphia, Pennsylvania (RC), 3000 Market Street in Philadelphia, Pennsylvania (RA) and 933 First Avenue in King of Prussia, Pennsylvania (RC).

(2) Includes the Subaru Service Center in Camden, New Jersey (Dev), Broadmoor Building 6 in Austin, Texas (Redev), 500 North Gulph Road in King of Prussia, Pennsylvania (Redev), 426 Lancaster Avenue in King of Prussia, Pennsylvania (Redev) and the residential and retail components of FMC Tower (not included in the property count).

(3) Consists of property dispositions, assets held for sale and normal intercompany eliminating entries. See page 17 - Property Activity for further information on dispositions.

Year to Date	Same Store Portfolio				Recently Completed/ Acquired (1)		Development/ Redevelopment (2)		Other/ Eliminations (3)		All Properties		
	Year to Date				Year to Date		Year to Date		Year to Date		Year to Date		
	2017	2016	Variance	% Change	2017	2016	2017	2016	2017	2016	2017	2016	Variance
Revenue													
Rents													
Cash	\$ 265,967	\$ 250,966	\$ 15,001	6.0%	\$ 6,245	\$ 5,223	\$ 4,385	\$ 1,755	\$ 6,432	\$ 32,753	\$ 283,029	\$ 290,697	\$ (7,668)
Straight-line	6,903	17,504	(10,601)	-60.6%	15,510	4,988	(84)	23	(192)	21	22,137	22,536	(399)
Above/below-market rent amortization	2,244	5,197	(2,953)	-56.8%	35	(338)	-	232	1	-	2,280	5,091	(2,811)
Total rents	275,114	273,667	1,447	0.5%	21,790	9,873	4,301	2,010	6,241	32,774	307,446	318,324	(10,878)
Tenant reimbursements	49,263	46,105	3,158	6.8%	2,704	675	72	358	1,773	6,177	53,812	53,315	497
Termination fees	1,536	324	1,212	374.1%	466	1,087	-	-	11	48	2,013	1,459	554
Third party mgt fees, labor reimbursement and leasing	-	-	-	-	-	-	-	-	20,483	17,691	20,483	17,691	2,792
Other	1,641	1,307	334	25.6%	48	19	609	-	1,097	1,262	3,395	2,588	807
Total revenue	327,554	321,403	6,151	1.9%	25,008	11,654	4,982	2,368	29,605	57,952	387,149	393,377	(6,228)
Property operating expenses	93,835	92,828	(1,007)	-1.1%	7,346	3,882	5,210	1,409	4,556	16,089	110,947	114,208	3,261
Real estate taxes	29,916	29,379	(537)	-1.8%	621	530	617	235	2,908	4,789	34,062	34,933	871
Third party management expenses	-	-	-	-	-	-	-	-	7,391	7,172	7,391	7,172	(219)
Net operating income	\$ 203,803	\$ 199,196	\$ 4,607	2.3%	\$ 17,041	\$ 7,242	\$ (845)	\$ 724	\$ 14,750	\$ 29,902	\$ 234,749	\$ 237,064	\$ (2,315)
Net operating income, excl. net termination fees and other	\$ 200,626	\$ 197,565	\$ 3,061	1.5%	\$ 16,527	\$ 6,136	\$ (1,454)	\$ 724	\$ 13,642	\$ 28,592	\$ 229,341	\$ 233,017	\$ (3,676)
Number of properties	83	83			4		4				91		
Square feet (in thousands)	14,331	14,331			1,252		381				15,964		
Occupancy % (end of period)	92.7%	94.5%			83.7%								
NOI margin, excl. termination fees, third party and other revenues	61.8%	61.8%											
Expense recovery ratio	39.8%	37.7%											

	2017	2016	Variance	% Change
Net operating income	\$ 203,803	\$ 199,196	\$ 4,607	2.3%
Less: Straight line rents & other	(5,974)	(17,067)	11,093	-65.0%
Less: Above/below market rent amortization	(2,244)	(5,197)	2,953	-56.8%
Add: Amortization of tenant inducements	1,058	1,027	31	3.0%
Add: Non-cash ground rent expense	66	66	-	0.0%
Cash - Net operating income	\$ 196,709	\$ 178,025	\$ 18,684	10.5%
Cash - Net operating income, excl. net term fees & other	\$ 192,603	\$ 175,957	\$ 16,646	9.5%

(1) Includes the office component of the FMC Tower in Philadelphia, Pennsylvania (RC), 1900 Market Street in Philadelphia, Pennsylvania (RC), 3000 Market Street in Philadelphia, Pennsylvania (RA) and 933 First Avenue in King of Prussia, Pennsylvania (RC).

(2) Includes the Subaru Service Center in Camden, New Jersey (Dev), Broadmoor Building 6 in Austin, Texas (Redev), 500 North Gulph Road in King of Prussia, Pennsylvania (Redev), 426 Lancaster Avenue in King of Prussia, Pennsylvania (Redev) and the residential and retail components of FMC Tower (not included in the property count).

(3) Consists of property dispositions, assets held for sale and normal intercompany eliminating entries. See page 17 - Property Activity for further information on dispositions.

	Nine Months Ended				Three Months Ended				
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Net income (loss)	\$ 48,015	\$ 52,871	\$ 19,046	\$ 7,698	\$ 21,271	\$ (12,370)	\$ 7,884	\$ (1,323)	\$ 46,310
Add (deduct) capital market, transactional and other items:									
Net (gain) loss on disposition of real estate	(8,411)	(114,625)	-	(1,088)	(7,323)	(2,358)	104	727	(115,456)
Net gain on sale of undepreciated real estate	(953)	(188)	(953)	-	-	(9,044)	(188)	-	-
Net gain on real estate venture transactions	(28,340)	(19,529)	(13,758)	-	(14,582)	(471)	(10,472)	(3,128)	(5,929)
Loss on early extinguishment of debt	-	66,590	-	-	-	-	-	-	66,590
Loss on early extinguishment of debt - unconsolidated real estate venture	405	-	405	-	-	-	-	-	-
Income tax provision (benefit)	(1,032)	-	(793)	(339)	100	-	-	-	-
Provision for impairment	3,057	13,069	-	327	2,730	27,448	-	5,679	7,390
Other than temporary impairment of equity method investment	4,844	-	4,844	-	-	-	-	-	-
Provision for impairment on investment in unconsolidated real estate venture	-	5,238	-	-	-	-	5,238	-	-
Income (Loss) adjusted for capital market, transactions and other items	17,585	3,426	8,791	6,598	2,196	3,205	2,566	1,955	(1,095)
Calculation of EBITDA									
Interest expense									
Continuing operations	61,473	64,334	19,732	20,304	21,437	20,374	20,814	19,829	23,691
Company's share of unconsolidated real estate ventures	15,786	14,483	5,353	5,229	5,204	5,180	5,388	4,923	4,172
Partners' share of consolidated real estate ventures	(75)	(78)	(25)	(25)	(25)	(25)	(26)	(26)	(26)
Amortization of deferred financing costs	1,807	2,063	577	596	634	633	645	644	774
Depreciation and amortization									
Continuing operations	132,584	142,736	42,429	44,263	45,892	46,940	46,956	46,907	48,873
Company's share of unconsolidated real estate ventures	30,505	30,185	9,816	10,449	10,240	11,427	10,631	10,549	9,005
Partners' share of consolidated real estate ventures	(177)	(176)	(54)	(64)	(59)	(59)	(58)	(59)	(59)
Stock-based compensation costs	4,550	3,898	627	739	3,184	675	700	776	2,422
EBITDA, excluding capital market, transactional and other items	\$ 264,038	\$ 260,871	\$ 87,246	\$ 88,089	\$ 88,703	\$ 88,350	\$ 87,616	\$ 85,498	\$ 87,757
EBITDA, excluding capital market, transactional and other items/Total revenue	68.2%	66.3%	67.9%	68.9%	67.8%	66.9%	67.6%	67.2%	64.3%
Interest expense (from above)									
Continuing operations	61,473	64,334	19,732	20,304	21,437	20,374	20,814	19,829	23,691
Company's share of unconsolidated real estate ventures	15,786	14,483	5,353	5,229	5,204	5,180	5,388	4,923	4,172
Partners' share of consolidated real estate ventures	(75)	(78)	(25)	(25)	(25)	(25)	(26)	(26)	(26)
Total interest expense (a)	\$ 77,184	\$ 78,739	\$ 25,060	\$ 25,508	\$ 26,616	\$ 25,529	\$ 26,176	\$ 24,726	\$ 27,837
Scheduled mortgage principal payments									
Continuing operations	3,680	3,959	1,238	1,227	1,215	1,204	1,263	1,104	1,592
Company's share of unconsolidated real estate ventures	2,962	2,996	993	999	970	973	870	1,074	1,052
Total scheduled mortgage principal payments (b)	\$ 6,642	\$ 6,955	\$ 2,231	\$ 2,226	\$ 2,185	\$ 2,177	\$ 2,133	\$ 2,178	\$ 2,644
Preferred share distributions (c)	\$ 2,032	\$ 5,175	\$ -	\$ 307	\$ 1,725	\$ 1,725	\$ 1,725	\$ 1,725	\$ 1,725
EBITDA (excluding capital market, transactional and other items) coverage ratios:									
Interest coverage ratio = EBITDA divided by (a)	3.4	3.3	3.5	3.5	3.3	3.5	3.3	3.5	3.2
Debt service coverage ratio = EBITDA divided by (a) + (b)	3.1	3.0	3.2	3.2	3.1	3.2	3.1	3.2	2.9
Fixed charge coverage ratio = EBITDA divided by (a) + (b) + (c)	3.1	2.9	3.2	3.1	2.9	3.0	2.9	3.0	2.7
Capitalized interest	\$ 2,975	\$ 10,023	\$ 452	\$ 815	\$ 1,708	\$ 2,812	\$ 2,636	\$ 3,716	\$ 3,671

	Nine Months Ended				Three Months Ended					
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016	
Net income (loss) attributable to common shareholders	\$ 42,173	\$ 47,008	\$ 18,803	\$ 4,092	\$ 19,278	\$ (14,058)	\$ 6,022	\$ (3,105)	\$ 44,091	
Add (deduct):										
Net income (loss) attributable to non-controlling interests - LP units	359	413	158	37	164	(118)	52	(26)	387	
Nonforfeitable dividends allocated to unvested restricted shareholders	245	263	73	73	99	78	79	79	105	
Net gain on real estate venture transactions	(28,340)	(19,529)	(13,758)	-	(14,582)	(471)	(10,472)	(3,128)	(5,929)	
Net (gain) loss on disposition of real estate	(8,411)	(114,625)	-	(1,088)	(7,323)	(2,358)	104	727	(115,456)	
Provision for impairment	2,730	13,069	-	-	2,730	21,860	-	5,679	7,390	
Other than temporary impairment of equity method investment	4,844	-	4,844	-	-	-	-	-	-	
Company's share of impairment of an unconsolidated real estate venture	-	5,238	-	-	-	-	5,238	-	-	
Depreciation and amortization:										
Real property	104,340	100,923	34,742	35,948	33,650	34,171	34,071	33,577	33,275	
Leasing cost including acquired intangibles	27,713	41,528	7,464	8,131	12,118	12,667	12,783	13,231	15,514	
Company's share of unconsolidated real estate ventures	30,505	30,185	9,816	10,449	10,240	11,427	10,631	10,549	9,005	
Partners' share of consolidated joint ventures	(177)	(176)	(54)	(64)	(59)	(59)	(58)	(59)	(59)	
Funds from operations	175,981	104,297	62,088	57,578	56,315	63,139	58,450	57,524	(11,677)	
Funds from operations allocable to unvested restricted shareholders	(511)	(281)	(162)	(151)	(198)	(176)	(166)	(161)	46	
Funds from operations available to common share and unit holders (FFO)	\$ 175,470	\$ 104,016	\$ 61,926	\$ 57,427	\$ 56,117	\$ 62,963	\$ 58,284	\$ 57,363	\$ (11,631)	
FFO per share - basic / fully diluted (1)	\$ 0.99	\$ 0.59	\$ 0.35	\$ 0.32	\$ 0.32	\$ 0.35	\$ 0.33	\$ 0.32	\$ (0.07)	
Plus: Capital market, transactional items and other (2)	\$ 2,960	\$ 66,590	\$ (548)	\$ 3,508	\$ -	\$ (3,456)	\$ -	\$ -	\$ 66,590	
FFO, excluding capital market, transactional items and other (2)	\$ 178,430	\$ 170,606	\$ 61,378	\$ 60,935	\$ 56,117	\$ 59,507	\$ 58,284	\$ 57,363	\$ 54,959	
FFO per share, excl. capital market, transactional items and other - fully diluted (2)	\$ 1.00	\$ 0.96	\$ 0.34	\$ 0.34	\$ 0.32	\$ 0.34	\$ 0.33	\$ 0.32	\$ 0.31	
Weighted-average shares/units outstanding - basic	176,795,380	176,493,532	176,913,456	176,813,099	176,656,763	176,620,559	176,606,909	176,541,708	176,324,047	
Weighted-average shares/units outstanding - fully diluted	178,079,131	177,524,135	178,314,821	178,236,397	177,681,671	177,491,208	177,844,414	177,688,180	177,006,515	
Distributions paid per common share	\$ 0.48	\$ 0.47	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.15	
FFO payout ratio (distributions paid per common share / FFO per basic/diluted share) (1)	48.5%	79.7%	45.7%	50.0%	50.0%	45.7%	48.5%	50.0%	-214.3%	
FFO payout ratio, excluding capital market, transactional items and other (2)	48.0%	49.0%	47.1%	47.1%	50.0%	47.1%	48.5%	50.0%	48.4%	
(1) As FFO was negative for Q1 2016, basic weighted-average shares/units was used to calculate the FFO per share. All other periods are calculated on a fully diluted basis.										
(2) The capital market, transactional items and other consist of the following:										
Net gain on sale of undepreciated real estate	\$ (953)	\$ -	\$ (953)	\$ -	\$ -	\$ (9,044)	\$ -	\$ -	\$ -	
Preferred share redemption charge	3,181	-	-	3,181	-	-	-	-	-	
Provision for impairment on undepreciated real estate	327	-	-	327	-	5,588	-	-	-	
Liability management (buybacks, tenders and prepayments)	405	66,590	405	-	-	-	-	-	66,590	
Total capital market and transactional items	\$ 2,960	\$ 66,590	\$ (548)	\$ 3,508	\$ -	\$ (3,456)	\$ -	\$ -	\$ 66,590	

	Nine Months Ended				Three Months Ended				
	09/30/2017	09/30/2016	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Funds from operations available to common share and unit holders	\$ 175,470	\$ 104,016	\$ 61,926	\$ 57,427	\$ 56,117	\$ 62,963	\$ 58,284	\$ 57,363	\$ (11,631)
Add (deduct) certain items:									
Rental income from straight-line rent net of straight-line rent termination fees	(21,002)	(22,049)	(7,898)	(7,209)	(5,895)	(6,302)	(8,350)	(7,595)	(6,104)
Amortization of tenant inducements	1,300	1,145	444	431	425	827	392	379	374
Financing Obligation - 3141 Fairview Drive	-	(542)	-	-	-	-	(115)	(193)	(234)
Deferred market rental income	(2,279)	(5,090)	(511)	(430)	(1,338)	(1,438)	(1,505)	(1,354)	(2,231)
Company's share of unconsolidated REVs' straight-line & deferred market rent	(4,435)	(4,642)	(1,265)	(1,685)	(1,485)	(1,362)	(1,695)	(1,548)	(1,399)
Preferred share redemption charge	3,181	-	-	3,181	-	-	-	-	-
Straight-line ground rent expense	66	66	22	22	22	22	22	22	22
Stock-based compensation costs	4,550	3,898	627	739	3,184	675	700	776	2,422
Fair market value amortization - mortgage notes payable	327	327	109	109	109	109	109	109	109
Losses from early extinguishment of debt	-	66,590	-	-	-	-	-	-	66,590
Losses from early extinguishment of debt - unconsolidated real estate venture	405	-	405	-	-	-	-	-	-
Net gain on sale of undepreciated real estate	(953)	-	(953)	-	-	(9,044)	-	-	-
Income tax provision (benefit)	(1,032)	-	(793)	(339)	100	-	-	-	-
Provision for impairment on undepreciated real estate held for sale/sold	327	-	-	327	-	5,588	-	-	-
Sub-total certain items	(19,545)	39,703	(9,813)	(4,854)	(4,878)	(10,925)	(10,442)	(9,404)	59,549
Less: Revenue maintaining capital expenditures:									
Building improvements	(4,294)	(2,353)	(2,125)	(1,228)	(941)	(2,641)	(1,086)	(549)	(718)
Tenant improvements	(17,005)	(21,581)	(6,055)	(5,123)	(5,827)	(6,636)	(6,985)	(6,262)	(8,334)
Lease commissions	(7,944)	(8,585)	(1,614)	(3,642)	(2,688)	(1,603)	(1,846)	(3,711)	(3,028)
Total revenue maintaining capital expenditures	\$ (29,243)	\$ (32,519)	\$ (9,794)	\$ (9,993)	\$ (9,456)	\$ (10,880)	\$ (9,917)	\$ (10,522)	\$ (12,080)
Cash available for distribution (CAD)	\$ 126,682	\$ 111,200	\$ 42,319	\$ 42,580	\$ 41,783	\$ 41,158	\$ 37,925	\$ 37,437	\$ 35,838
Distributions paid per common share	85,118	83,043	28,386	28,373	28,359	28,328	28,328	28,161	26,554
Distributions paid per common share	\$ 0.48	\$ 0.47	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.15
CAD payout ratio (Distributions paid per common share / CAD)	67.2%	74.7%	67.1%	66.6%	67.9%	68.8%	74.7%	75.2%	74.1%
Development/Redevelopment capital expenditures	\$ (78,673)	\$ (158,683)	\$ (31,718)	\$ (20,288)	\$ (26,667)	\$ (44,410)	\$ (44,471)	\$ (53,682)	\$ (60,530)
Revenue creating capital expenditures	\$ (17,162)	\$ (17,125)	\$ (5,141)	\$ (5,756)	\$ (6,265)	\$ (5,572)	\$ (4,303)	\$ (6,523)	\$ (6,299)

	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Assets							
Real estate investments							
Operating properties	\$ 3,769,067	\$ 3,769,678	\$ 3,702,204	\$ 3,586,295	\$ 3,686,339	\$ 3,721,405	\$ 3,703,193
Accumulated depreciation	(885,438)	(882,228)	(864,196)	(852,476)	(869,836)	(877,236)	(891,263)
Operating real estate investments, net	2,883,629	2,887,450	2,838,008	2,733,819	2,816,503	2,844,169	2,811,930
Construction-in-progress	127,141	119,690	166,372	297,462	249,183	254,188	319,656
Land held for development	120,696	125,157	153,268	150,970	155,297	131,015	132,747
Real estate investments, net	3,131,466	3,132,297	3,157,648	3,182,251	3,220,983	3,229,372	3,264,333
Assets held for sale, net	31,125	5,569	6,262	41,718	12,604	12,308	-
Cash and cash equivalents	25,287	37,900	234,654	193,919	219,059	265,597	423,517
Accounts receivable, net	14,785	13,151	12,099	12,446	9,925	14,804	14,027
Accrued rent receivable, net	166,093	158,420	152,819	149,624	145,816	138,981	133,720
Investment in real estate ventures, at equity	236,313	262,107	264,941	281,331	282,162	272,148	278,659
Deferred costs, net	96,980	93,410	92,425	91,342	92,054	94,373	90,973
Intangible assets, net	58,817	59,410	64,222	72,478	81,207	90,014	100,063
Other assets	94,553	110,185	116,792	74,104	79,108	63,591	72,772
Total assets	\$ 3,855,419	\$ 3,872,449	\$ 4,101,862	\$ 4,099,213	\$ 4,142,918	\$ 4,181,188	\$ 4,378,064
Liabilities and equity							
Mortgage notes payable, net	\$ 318,317	\$ 319,405	\$ 320,484	\$ 321,549	\$ 322,623	\$ 344,308	\$ 345,310
Unsecured credit facility	178,000	200,000	-	-	-	-	-
Unsecured term loans, net	248,347	248,264	248,181	248,099	248,016	247,933	247,882
Unsecured senior notes, net	1,144,976	1,144,503	1,444,006	1,443,464	1,442,922	1,442,380	1,591,756
Accounts payable and accrued expenses	112,413	99,904	115,079	103,404	106,546	91,425	112,203
Distributions payable	28,391	28,376	30,047	30,032	30,036	29,880	28,295
Deferred income, gains and rent	41,468	40,764	30,592	31,620	30,022	31,171	27,331
Acquired lease intangibles, net	17,156	15,989	16,604	18,119	19,731	21,413	23,248
Liabilities related to assets held for sale	269	-	387	81	49	11	-
Other liabilities	15,512	17,521	16,916	19,408	31,399	42,841	37,749
Total liabilities	\$ 2,104,849	\$ 2,114,726	\$ 2,222,296	\$ 2,215,776	\$ 2,231,344	\$ 2,251,362	\$ 2,413,774
Brandywine Realty Trust's equity:							
Preferred shares - Series E	-	-	40	40	40	40	40
Common shares	1,755	1,754	1,752	1,752	1,752	1,751	1,749
Additional paid-in-capital	3,167,481	3,165,935	3,262,459	3,258,870	3,258,049	3,256,735	3,255,908
Deferred compensation payable in common shares	14,090	14,107	14,244	13,684	13,684	13,744	13,155
Common shares in grantor trust	(14,090)	(14,107)	(14,244)	(13,684)	(13,684)	(13,744)	(13,155)
Cumulative earnings	586,954	568,078	560,422	539,319	551,572	543,743	545,041
Accumulated other comprehensive loss	(906)	(1,528)	(457)	(1,745)	(15,052)	(17,769)	(14,271)
Cumulative distributions	(2,021,568)	(1,993,419)	(1,961,739)	(1,931,892)	(1,902,076)	(1,872,100)	(1,842,450)
Total Brandywine Realty Trust's equity	1,733,716	1,740,820	1,862,477	1,866,344	1,894,285	1,912,400	1,946,017
Non-controlling interests	16,854	16,903	17,089	17,093	17,289	17,426	18,273
Total equity	\$ 1,750,570	\$ 1,757,723	\$ 1,879,566	\$ 1,883,437	\$ 1,911,574	\$ 1,929,826	\$ 1,964,290
Total liabilities and equity	\$ 3,855,419	\$ 3,872,449	\$ 4,101,862	\$ 4,099,213	\$ 4,142,918	\$ 4,181,188	\$ 4,378,064

	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
High closing price of common shares	\$ 17.65	\$ 17.80	\$ 16.89	\$ 16.51	\$ 16.87	\$ 16.80	\$ 14.11
Low closing price of common shares	\$ 16.58	\$ 16.16	\$ 15.74	\$ 14.21	\$ 15.22	\$ 13.72	\$ 11.29
End of period closing market price	\$ 17.49	\$ 17.53	\$ 16.23	\$ 16.51	\$ 15.62	\$ 16.80	\$ 14.03
Dividends paid per common share	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.15
Dividend yield (based on annualized dividend paid)	3.7%	3.7%	3.9%	3.9%	4.1%	3.8%	4.3%
Net book value per share (fully diluted, end of period)	\$ 9.80	\$ 9.84	\$ 10.55	\$ 10.59	\$ 10.73	\$ 10.84	\$ 11.06
Total cash and cash equivalents	\$ 25,287	\$ 37,900	\$ 234,654	\$ 193,919	\$ 219,059	\$ 265,597	\$ 423,517
Revolving credit facilities							
Gross potential available under current credit facilities	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000
less: Outstanding balance	(178,000)	(200,000)	-	-	-	-	-
less: Holdback for letters of credit	(13,485)	(12,437)	(12,437)	(13,147)	(14,254)	(14,335)	(14,335)
Net potential available under current credit facilities	\$ 408,515	\$ 387,563	\$ 587,563	\$ 586,853	\$ 585,746	\$ 585,665	\$ 585,665
Total equity market capitalization (end of period)							
Basic common shares	174,476,532	174,388,849	174,265,465	174,241,303	174,241,303	174,199,764	174,043,425
Unvested restricted shares	457,768	458,686	618,961	488,604	492,520	492,637	698,382
Partnership units outstanding	1,479,799	1,479,799	1,479,799	1,479,799	1,479,799	1,479,799	1,535,102
Options and other contingent securities	2,264,787	2,268,634	1,725,216	1,611,025	1,968,685	1,884,683	1,272,589
Fully diluted common shares (end of period)	178,678,886	178,595,968	178,089,441	177,820,731	178,182,307	178,056,882	177,549,498
Value of common stock (fully diluted, end of period)	\$ 3,125,094	\$ 3,130,787	\$ 2,890,392	\$ 2,935,820	\$ 2,783,208	\$ 2,991,355	\$ 2,491,019
Par value of preferred shares	-	-	100,000	100,000	100,000	100,000	100,000
Total equity market capitalization (fully diluted, end of period)	\$ 3,125,094	\$ 3,130,787	\$ 2,990,392	\$ 3,035,820	\$ 2,883,208	\$ 3,091,355	\$ 2,591,019
Total debt excluding unamortized premiums, discounts and deferred financing costs	\$ 1,902,967	\$ 1,926,205	\$ 2,027,433	\$ 2,028,648	\$ 2,029,852	\$ 2,051,710	\$ 2,202,416
less: Cash and cash equivalents	(25,287)	(37,900)	(234,654)	(193,919)	(219,059)	(265,597)	(423,517)
less: Section 1031 exchange proceeds	-	(32,009)	(32,009)	-	-	-	-
Net debt	1,877,680	1,856,296	1,760,770	1,834,729	1,810,793	1,786,113	1,778,899
Total equity market capitalization (fully diluted, end of period)	3,125,094	3,130,787	2,990,392	3,035,820	2,883,208	3,091,355	2,591,019
Total market capitalization	\$ 5,002,774	\$ 4,987,083	\$ 4,751,162	\$ 4,870,549	\$ 4,694,001	\$ 4,877,468	\$ 4,369,918
Net debt to total market capitalization	37.5%	37.2%	37.1%	37.7%	38.6%	36.6%	40.7%
Total gross assets (excl. cash, cash equivalents & section 1031 exchange proceeds)	\$ 4,731,761	\$ 4,684,768	\$ 4,699,474	\$ 4,790,686	\$ 4,798,218	\$ 4,798,836	\$ 4,845,810
Net debt to total gross assets (excl. cash and cash equivalents)	39.7%	39.6%	37.5%	38.3%	37.7%	37.2%	36.7%
Annualized quarterly EBITDA, excluding capital market and transactional items	\$ 348,984	\$ 352,356	\$ 354,812	\$ 353,400	\$ 350,464	\$ 341,992	\$ 351,028
Ratio of net debt (including the Company's share of unconsolidated R/E venture debt) to annualized quarterly EBITDA, excluding capital market transaction items	6.7 (a)	6.6	6.3	6.6	6.6	6.6	6.4
Ratio of net debt (including the Company's share of unconsolidated R/E venture debt) to annualized quarterly EBITDA, excluding capital market transaction items & including Preferred Shares	6.7	6.6	6.6	6.9	6.9	6.9	6.7
Ratio of net debt to annualized quarterly wholly owned EBITDA, excluding capital market transaction items, Preferred Shares & the Company's share of unconsolidated R/E venture debt	6.4	6.5	5.9	6.2	6.1	6.1	5.9

(a) Ratio adjusted to remove the impact from DRA Austin JV properties under agreement of sale as of September 30, 2017 was 6.6. The sale was completed October 18, 2017.

	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Fixed rate debt	\$ 1,396,357	\$ 1,397,595	\$ 1,698,823	\$ 1,700,038	\$ 1,701,242	\$ 1,723,100	\$ 1,873,806
Fixed rate debt (variable rate debt swapped to fixed rate)	328,610	328,610	328,610	328,610	328,610	328,610	328,610
Variable rate debt - unhedged	178,000	200,000	-	-	-	-	-
Total debt (excluding unamortized premiums & discounts)	\$ 1,902,967	\$ 1,926,205	\$ 2,027,433	\$ 2,028,648	\$ 2,029,852	\$ 2,051,710	\$ 2,202,416
% Fixed rate debt	73.3%	72.5%	83.8%	83.8%	83.8%	84.0%	85.1%
% Fixed rate debt (variable rate debt swapped to fixed)	17.3%	17.1%	16.2%	16.2%	16.2%	16.0%	14.9%
% Variable rate debt - unhedged	9.4%	10.4%	0.0%	0.0%	0.0%	0.0%	0.0%
Total debt (excluding premiums & discounts)	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Secured mortgage debt	\$ 321,357	\$ 322,595	\$ 323,823	\$ 325,038	\$ 326,242	\$ 348,100	\$ 348,887
Unsecured debt	1,581,610	1,603,610	1,703,610	1,703,610	1,703,610	1,703,610	1,853,529
Total debt (excluding premiums & discounts)	\$ 1,902,967	\$ 1,926,205	\$ 2,027,433	\$ 2,028,648	\$ 2,029,852	\$ 2,051,710	\$ 2,202,416
% Secured mortgage debt	16.9%	16.7%	16.0%	16.0%	16.1%	17.0%	15.8%
% Unsecured debt	83.1%	83.3%	84.0%	84.0%	83.9%	83.0%	84.2%
Total debt (excluding premiums & discounts)	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Total gross assets, excluding cash and cash equivalents	\$ 4,731,761	\$ 4,684,768	\$ 4,699,474	\$ 4,790,686	\$ 4,798,218	\$ 4,798,836	\$ 4,845,810
% Secured mortgage debt	6.8%	6.9%	6.9%	6.8%	6.8%	7.3%	7.2%
% Unsecured debt	33.4%	34.2%	36.3%	35.6%	35.5%	35.5%	38.3%
less: cash and cash equivalents (including Section 1031 exchange proceeds)	(0.5%)	(1.5%)	(5.7%)	(4.1%)	(4.6%)	(5.5%)	(8.7%)
Net debt to total gross assets, excluding cash and cash equivalents	39.7%	39.6%	37.5%	38.3%	37.7%	37.2%	36.7%
Weighted-average interest rate on mortgage notes payable	4.03%	4.03%	4.03%	4.03%	4.03%	4.04%	4.93%
Weighted-average interest rate on unsecured senior debt (including swap costs)	4.12%	4.08%	4.57%	4.57%	4.57%	4.57%	4.68%
Weighted-average maturity on mortgage notes payable	4.8 years	5.1 years	5.3 years	5.6 years	5.8 years	5.7 years	5.0 years
Weighted-average maturity on unsecured senior debt	5.9 years	6.1 years	5.7 years	6.0 years	6.2 years	6.5 years	6.2 years
Weighted-average interest rate on fixed rate debt (includes variable rate swapped to fixe	4.27%	4.27%	4.48%	4.48%	4.48%	4.48%	4.72%
Weighted-average interest rate on variable rate debt	2.44%	2.37%	N/A	N/A	N/A	N/A	N/A
Weighted-average maturity on fixed rate debt (includes variable rate swapped to fixed)	6.1 years	6.4 years	5.7 years	5.9 years	6.2 years	6.4 years	6.0 years
Weighted-average maturity on variable rate debt	1.6 years	1.9 years	N/A	N/A	N/A	N/A	N/A

Debt Instrument	Maturity Date	Stated Rate (1)	Effective Rate (1)	09/30/2017 Balance	12/31/2016 Balance	09/30/2017 Percent of total indebtedness
Unsecured senior notes payable						
\$300 MM Notes due 2017	May 1, 2017	5.700%	5.678%	\$ -	\$ 300,000	0.0%
\$325 MM Notes due 2018	April 15, 2018	4.950%	5.131%	325,000	325,000	17.2%
\$250 MM Notes due 2023	February 15, 2023	3.950%	4.022%	250,000	250,000	13.2%
\$250 MM Notes due 2024	October 1, 2024	4.100%	4.328%	250,000	250,000	13.2%
\$250 MM Notes due 2029	October 1, 2029	4.550%	4.604%	250,000	250,000	13.2%
\$27.1 MM Trust Preferred I - Indenture IA (2)	March 30, 2035	LIBOR + 1.250%	2.750%	27,062	27,062	1.4%
\$25.8 MM Trust Preferred I - Indenture IB (3)	April 30, 2035	LIBOR + 1.250%	3.300%	25,774	25,774	1.4%
\$25.8 MM Trust Preferred II - Indenture II (4)	July 30, 2035	LIBOR + 1.250%	3.090%	25,774	25,774	1.4%
Total unsecured senior notes payable	6.7 (wtd-avg maturity)		4.460% (wtd-avg effective rate)	1,153,610	1,453,610	61.0%
Net original issue premium/(discount)				(3,937)	(4,678)	(0.2%)
Unsecured deferred financing costs				(4,697)	(5,468)	(0.2%)
Total unsecured senior notes payable including original issue premium/(discount) and deferred financing costs				1,144,976	1,443,464	60.6%
Unsecured bank facilities						
\$600 MM Revolving Credit Facility	May 15, 2019	LIBOR + 1.200%	2.435%	178,000	-	9.4%
\$250 MM Seven-year Term Loan - Swapped to fixed	October 8, 2022	LIBOR + 1.800%	3.718%	250,000	250,000	13.2%
Total unsecured bank facilities	3.7 (wtd-avg maturity)		3.184% (wtd-avg effective rate)	428,000	250,000	22.7%
Unsecured deferred financing costs				(1,653)	(1,901)	(0.1%)
Total unsecured bank facilities including deferred financing costs				426,347	248,099	22.6%
Total unsecured senior debt	5.9 (wtd-avg maturity)		4.115% (wtd-avg effective rate)	1,581,610	1,703,610	83.7%
Net original issue premium/(discount)				(3,937)	(4,678)	(0.2%)
Unsecured deferred financing costs				(6,350)	(7,369)	(0.3%)
Total unsecured senior debt including original issue premium/(discount) and deferred financing costs				\$ 1,571,323	\$ 1,691,563	83.2%

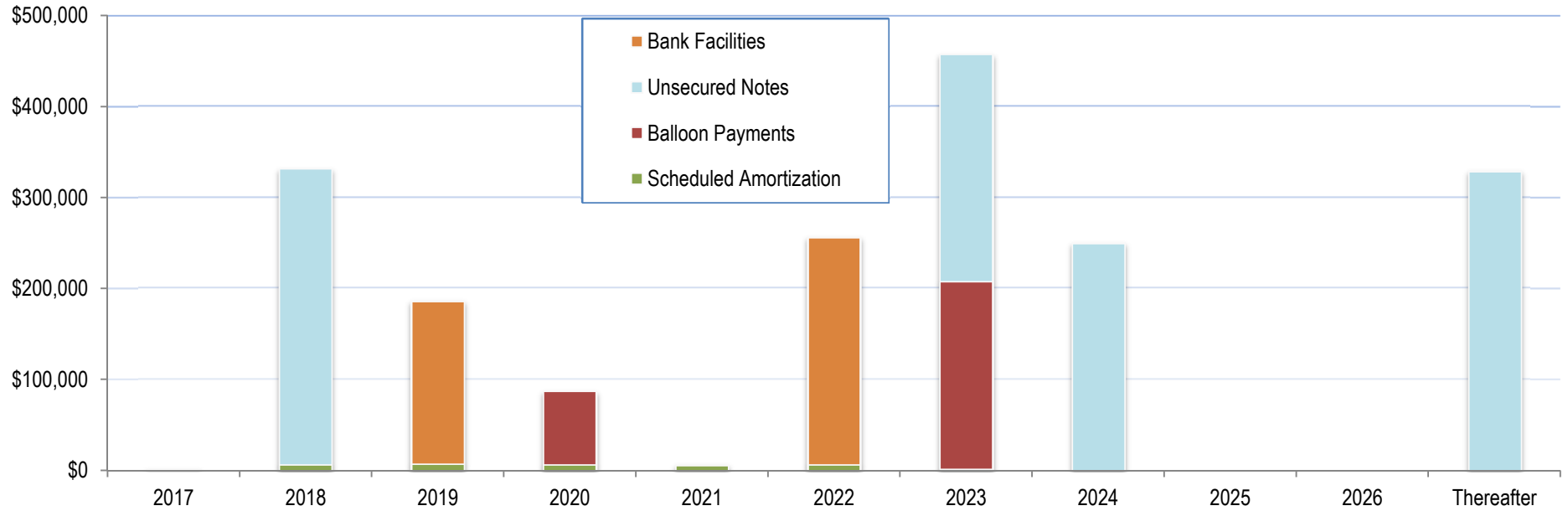
(See page 36 for footnotes)

Debt Instrument	Maturity Date	Stated Rate (1)	Effective Rate (1)	09/30/2017 Balance	12/31/2016 Balance	09/30/2017 Percent of total indebtedness
Mortgage notes payable						
Two Logan Square	May 1, 2020	3.980%	3.980%	\$ 84,839	\$ 86,012	4.5%
One Commerce Square	April 5, 2023	3.640%	3.640%	124,518	127,026	6.6%
Two Commerce Square	April 5, 2023	3.960%	4.513%	112,000	112,000	5.9%
Total mortgage notes payable	4.8 (wtd-avg maturity)		4.034% (wtd-avg effective rate)	321,357	325,038	17.0%
Net fair market value premium/(discount)				(2,434)	(2,761)	(0.1%)
Secured deferred financing costs				(606)	(728)	(0.0%)
Total mortgage notes payable including fair market value premium/(discount) and deferred financing costs				318,317	321,549	16.8%
Total debt	5.7 (wtd-avg maturity)		4.101% (wtd-avg effective rate)	1,902,967	2,028,648	100.7%
Net premium/(discount)				(6,371)	(7,439)	(0.3%)
Unsecured Deferred Financing Costs				(6,350)	(7,369)	(0.3%)
Secured Deferred Financing Costs				(606)	(728)	(0.0%)
Total debt, including net premium/(discount) and deferred financing costs				\$ 1,889,640	\$ 2,013,112	100.0%

(See page 36 for further footnotes)

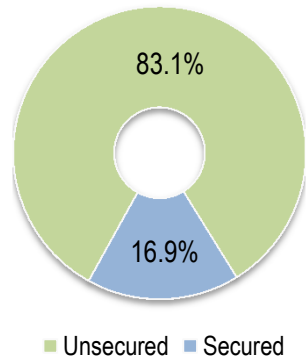
Maturity Schedule By Year	Secured Debt		Unsecured Debt		Total	Percent of Debt Maturing	Weighted Average Interest Rate of Maturing Debt ⁽⁶⁾
	Scheduled Amortization	Balloon Payments	Bank Facilities	Senior Notes			
2017	1,250	-	-	-	1,250	0.1%	3.900%
2018	6,601	-	-	325,000	331,601	17.4%	5.107%
2019	7,360	-	178,000	-	185,360	9.7%	2.489%
2020	6,457	80,521	-	-	86,978	4.6%	3.978%
2021	6,099	-	-	-	6,099	0.3%	3.957%
2022	6,332	-	250,000	-	256,332	13.5%	3.631%
2023	1,621	205,116	-	250,000	456,737	24.0%	4.044%
2024	-	-	-	250,000	250,000	13.1%	4.232%
2025	-	-	-	-	-	0.0%	0.000%
2026	-	-	-	-	-	0.0%	0.000%
Thereafter	-	-	-	328,610	328,610	17.3%	4.375%
Total	\$ 35,720	\$ 285,637	\$ 428,000	\$ 1,153,610	\$ 1,902,967	100.0%	4.101%

- (1) The stated rate for unsecured debt and mortgage notes represents its face coupon. The effective rate for unsecured notes and bank facilities incorporates original issue discounts, hedge amortization and the effect of floating to fixed-interest rate swaps. The effective rate for mortgage notes represents the rate incorporating any fair market value adjustments.
- (2) The variable three-month LIBOR on the full \$27.1 MM was swapped beginning December 30, 2011 to a 1.500% fixed rate (or an all-in fixed rate of 2.750% incorporating the 1.250% credit spread) through September 30, 2017, after which the rate will revert to three-month LIBOR plus the 1.250% credit spread.
- (3) The variable three-month LIBOR on the full \$25.8 MM was swapped beginning January 30, 2012 to a 2.050% fixed rate (or an all-in fixed rate of 3.300% incorporating the 1.250% credit spread) through January 30, 2021, after which the rate will revert to three-month LIBOR plus the 1.250% credit spread.
- (4) The variable three-month LIBOR on the full \$25.8 MM was swapped beginning January 30, 2012 to a 1.840% fixed rate (or an all-in fixed rate of 3.090% incorporating the 1.250% credit spread) through October 30, 2019, after which the rate will revert to three-month LIBOR plus the 1.250% credit spread.
- (5) Excludes the effect of any net premium/(discount) on balances or rates.
- (6) The weighted average calculations include variable rate debt at current rates.



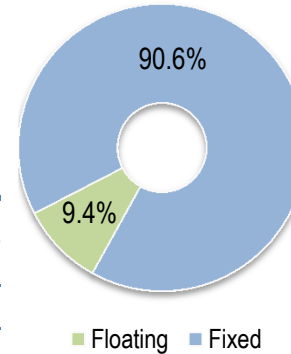
% of total	0.1%	17.4%	9.7%	4.6%	0.3%	13.5%	24.0%	13.1%	0.0%	0.0%	17.3%
Expiring rate	3.90%	5.11%	2.49%	3.98%	3.96%	3.63%	4.04%	4.23%	0.00%	0.00%	4.38%

Unsecured and Secured Debt



Debt	Amount	Weighted Average Effective Rate	Weighted Average Maturity (in years)
Unsecured	\$ 1,581,610	4.115%	5.9
Secured	321,357	4.034%	4.8
Total	\$ 1,902,967	4.101%	5.7

Floating and Fixed Rate Debt



Debt	Amount	Weighted Average Effective Rate	Weighted Average Maturity (in years)
Floating	\$ 178,000	2.435%	1.6
Fixed	1,724,967	4.273%	6.1
Total	\$ 1,902,967	4.101%	5.7

Note: Excludes the effect of any net interest premium/(discount).

Revolving Credit Agreement dated May 15, 2015 and Amended and Restated Term Loan C Agreement dated October 8, 2015

Covenant	Required	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
Fixed Charge Coverage Ratio	>=1.50x	3.08x	2.87x	2.72x	2.68x	2.59x	2.62x	2.33x
Net Worth	>=\$1,481.1	\$1,750.6	\$1,757.7	\$1,879.6	\$1,883.4	\$1,911.6	\$1,929.8	\$1,964.3
Leverage Ratio	<=60% *	41.1%	40.9%	40.6%	41.7%	41.8%	42.7%	43.0%
Unsecured Debt Limitation	<=60% *	39.1%	39.1%	38.6%	39.4%	39.6%	40.4%	41.7%
Secured Debt Limitation	<=40%	14.5%	14.6%	14.6%	15.5%	15.5%	16.0%	15.7%
Unencumbered Cash Flow	>=1.75x	3.65x	3.41x	3.17x	3.12x	3.10x	3.05x	2.70x

* This ratio may exceed 60% at the end of up to four individual quarters provided it does not exceed 65%.

First Supplemental Indenture dated May 25, 2005 and Second Supplemental Indenture dated October 4, 2006

Section - Covenant	Required	09/30/2017	06/30/2017	03/31/2017	12/31/2016	09/30/2016	06/30/2016	03/31/2016
1006 (a) - Total Leverage Ratio	<60%	42.1%	42.5%	42.8%	42.7%	42.4%	42.5%	43.8%
1006 (b) - Debt Service Coverage Ratio	>=1.50x	3.87x	3.82x	3.80x	2.94x	2.90x	2.92x	2.77x
1006 (c) - Secured Debt Ratio	<40%	7.0%	7.1%	6.8%	6.8%	6.7%	7.1%	6.9%
1006 (d) - Unencumbered Asset Ratio	>=150%	235.3%	229.2%	228.0%	229.8%	231.6%	231.3%	223.4%

Unconsolidated Real Estate Ventures	Location	Project Value (a)	Gross Asset Value @ 09/30/2017 (b)	BDN Investment @ 09/30/2017	Number of Properties	As of September 30, 2017					BDN's Share	
						Net Operating Income (YTD)	Rentable Square Feet	Percent Occupied	Percent Leased (c)	BDN Ownership %	Net Operating Income (YTD)	Rentable Square Feet
Office Properties												
Allstate DC JV (i)	Various	\$ 208,114	\$ 228,087	\$ 44,312	5	\$ 9,696	874,479	78.0%	82.0%	50.0%	\$ 4,848	437,240
DRA Austin JV	Austin, TX	671,262	698,705	52,940	19	41,047	2,734,619	91.6%	96.1%	50.0%	20,524	1,367,310
MAP Venture	Various	210,041	261,362	16,283	58	21,390	3,924,783	91.0%	92.6%	50.0%	10,695	1,962,392
Four Tower Bridge	Conshohocken, PA	16,750	21,968	2,784	1	1,353	86,109	97.6%	97.6%	65.0%	879	55,971
PJP Ventures	Virginia	27,210	30,423	1,922	3	2,517	204,347	94.2%	94.2%	(d)	658	54,155
Total							7,824,337	89.9%	93.0%			3,877,066
Other												
Brandywine 1919 Ventures	Philadelphia, PA	126,753	143,698	24,650	1	5,108	321 Units	(e)		50.0%	2,554	
evo at Cira Centre South	Philadelphia, PA	153,092	163,208	17,648	1	7,014	850 Beds	(f)		50.0%	3,507	
Development Properties												
4040 Wilson	Arlington, VA	77,778	78,020	36,166	1	(302)	-	-		50.0%	(151)	
51 N Street	Washington, D.C.	28,498	28,661	21,193	1	(186)	-	-		70.0%	(130)	
1250 First Street Office	Washington, D.C.	23,964	23,997	17,878	1	(129)	-	-		70.0%	(90)	
Seven Tower Bridge (g)	Conshohocken, PA	23,628	23,732	537	-	(249)	-	-		20.0%	(50)	
Total			\$ 1,701,861	\$ 236,313	91	\$ 87,259					\$ 43,244	
Current Year Sold												
Parc at Plymouth Meeting (h)	Plymouth Mtg, PA				1	\$ 537	398 Units			50.0%	\$ 269	
7101 Wisconsin Avenue (i)	Bethesda, MD				1	4,310	230,904			50.0%	2,155	

(a) Amount represents the fair value of the real estate ventures upon acquisition. For ventures that are ground up developments, the amount represents the total construction costs incurred through the date the assets are placed into service.

(b) Gross asset value represents net assets on the balance sheet of each venture plus accumulated depreciation. Gross assets do not include any fully depreciated or disposed of assets. For ventures that are ground up developments, the amount represents the total construction costs, including cash.

(c) Includes leases entered into through October 6, 2017 that will commence subsequent to the end of the current period.

(d) The Company's ownership interest in the PJP Joint Ventures ranges from 25% to 30%.

(e) Office and retail space is fully leased (24,000 SF). Of the 321 apartment units placed into service, as of October 6, 2017, 308 units or 96.0% were occupied and 312 units or 97.2% have been leased.

(f) The property is 94.6% occupied as of September 30, 2017.

(g) Seven Tower Bridge is not currently under active development.

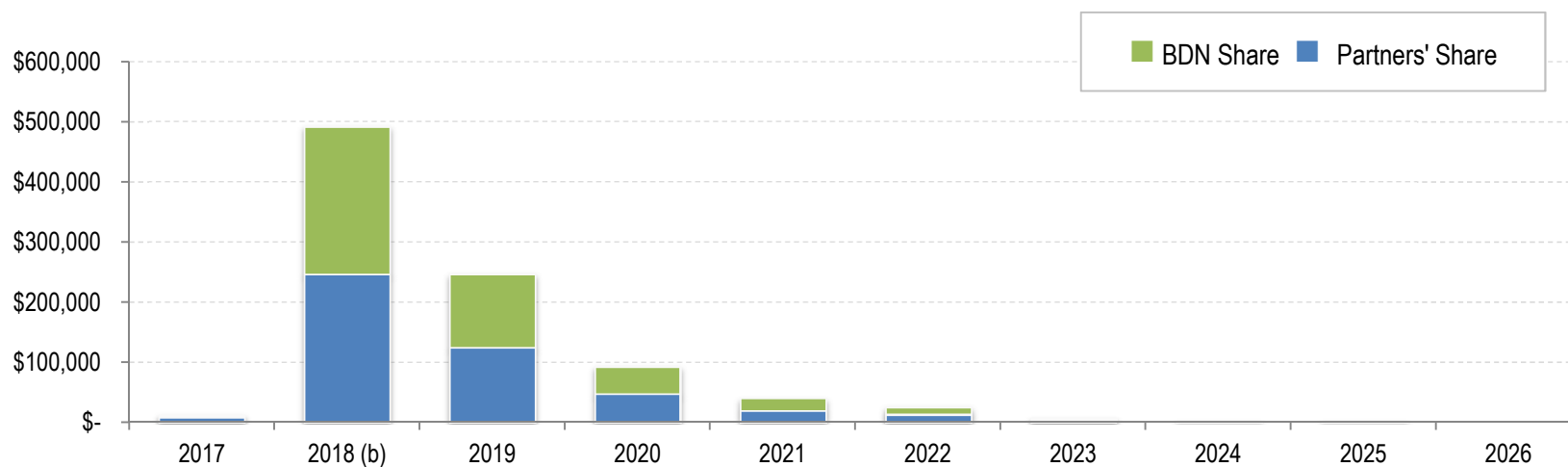
(h) On January 31, 2017, completed the sale of Parc at Plymouth Meeting for cash proceeds of \$27.2 million after closing costs and the related debt payoff.

(i) On September 14, 2017, this property was sold by Allstate DC JV, in which our ownership interest is 50%. We received net cash proceeds of \$31.8 million after closing costs and related debt payoff.

Debt Instrument	BDN Ownership Percentage	Maturity Date	Stated Rate (1)	09/30/2017 Balance	09/30/2017 BDN Share of Venture Debt
Office Properties					
Allstate DC JV	50%	(2)	3.91%	\$ 93,240	\$ 46,620
DRA Austin JV	50%	(3)	3.42%	401,627	200,814
MAP Venture	50%	February 9, 2018	LIBOR + 6.25% (4)	180,800	90,400
Four Tower Bridge	65%	February 10, 2021	5.20%	9,803	6,372
PJP VII	25%	December 31, 2019	LIBOR + 2.65%	4,833	1,208
PJP II	30%	November 1, 2023	6.12%	2,648	794
PJP VI	25%	April 1, 2023	6.08%	7,442	1,861
Other					
evo at Cira Centre South (\$117,000 term loan)	50%	October 31, 2019	LIBOR + 2.25%	110,886	55,443
Brandywine 1919 Ventures (\$88,900 construction loan)	50%	October 21, 2018	LIBOR + 2.00% (5)	85,581	42,791
Development Properties					
Seven Tower Bridge	20%	(6)	2.54%	14,649	2,930
4040 Wilson	50%	March 11, 2019	LIBOR + 2.40%	3,452	1,726
Total debt				\$ 914,961	\$ 450,959

- (1) The stated rate for mortgage notes is its face coupon.
- (2) The debt for these properties is comprised of two fixed rate mortgages: (i) \$26,740 with a 4.65% fixed interest rate due January 1, 2022 and (ii) \$66,500 with a 3.22% fixed interest rate due August 1, 2019, resulting in a time weighted average rate of 3.910%. On September 14, 2017, the JV sold 7101 Wisconsin Avenue and repaid the remaining mortgage balance of \$37.4 million.
- (3) The debt for these properties is comprised of seven mortgages: (a) Three mortgages related to properties remaining in DRA Austin JV including (i) \$134,483 that was swapped to a 1.43% fixed rate (for an all-in fixed rate of 3.44% incorporating the 2.01% spread) due November 1, 2018, (ii) \$28,819 with a 4.50% fixed interest rate due April 6, 2019, and (iii) \$87,149 that was swapped to a 1.36% fixed rate (or an all-in fixed rate of 3.36% incorporating the 2.00% spread) due with a February 10, 2020 and (b) Four mortgages related to properties sold October 18, 2017 including (i) \$33,421 that was swapped to a 1.59% fixed rate (or an all-in fixed rate of 3.52% incorporating the 1.93% spread) due November 1, 2018, (ii) \$53,907 that was swapped to a 1.49% fixed rate (or an all-in rate of 3.19% incorporating the 1.7% spread) due October 15, 2018, (iii) \$33,848 with a 3.87% fixed interest rate due August 6, 2019, and (iv) \$30,000 with a rate of LIBOR + 1.85% with a cap of 2.75% due January 1, 2021. As of September 30, 2017, the above existing mortgages resulted in a time and dollar weighted average rate of 3.424%.
- (4) The JV designated a libor interest rate cap of 1.75% effective February 3, 2016 and maturing on February 9, 2018 for the notional amount of \$200,799. There are three options to extend the maturity date of the debt for three successive terms, each year representing a separate option.
- (5) The stated rate for this construction loan is LIBOR + 2.00%. It is further reduced to 1.75% upon reaching 90% residential occupancy and commencement of lease in the retail space. To fulfill interest rate protection requirements, an interest rate cap was purchased at 4.50%. The unfunded debt, totaling \$3,319 at September 30, 2017, represents the estimated remaining project costs.
- (6) Comprised of two fixed rate mortgages totaling \$8,000 that matured on March 1, 2017, which are currently in default and accrue interest at a current rate of 7%, a \$745 3% fixed rate loan through its September 1, 2025 maturity, a \$2,000 4% fixed rate loan with interest only through its February 7, 2018 maturity, and a \$3,904 3% fixed rate loan with interest only beginning March 11, 2018 through its March 11, 2020 maturity, resulting in a time and dollar weighted average rate of 2.541%.

Maturity Schedule By Year	Secured Debt			Partners' Share	BDN Share	Percent of BDN Share Maturing	Weighted Average Interest Rate of Maturing Debt (a)
	Scheduled Amortization	Balloon Payments	Total				
2017	\$ 2,122	\$ 10,000	\$ 12,122	\$ 9,104	\$ 3,018	0.5%	3.681%
2018 (b)	9,258	482,137	491,395	245,875	245,520	52.5%	4.836%
2019	3,659	242,712	246,371	124,487	121,884	29.8%	3.455%
2020	1,626	91,053	92,679	47,664	45,015	9.6%	3.451%
2021	1,497	39,001	40,498	19,094	21,404	4.6%	3.946%
2022	975	24,396	25,371	12,899	12,472	2.7%	3.951%
2023	674	5,569	6,243	4,662	1,581	0.3%	6.051%
2024	200	-	200	150	50	0.0%	5.151%
2025	82	-	82	67	15	0.0%	3.783%
2026	-	-	-	-	-	0.0%	0.000%
Total	\$ 20,093	\$ 894,868	\$ 914,961	\$ 464,002	\$ 450,959	100.0%	4.254% (c)



% of total	0.5%	52.5%	29.8%	9.6%	4.6%	2.7%	0.3%	0.0%	0.0%	0.0%
Expiring rate	3.68%	4.84%	3.46%	3.45%	3.95%	3.95%	6.05%	5.15%	3.78%	0.00%

(a) The weighted average calculations include variable rate debt at current rates.

(b) \$180,800 of debt relating to the MAP Venture matures February 9, 2018. There are three options to extend the maturity date of the debt for three successive terms, each year representing a separate option.

(c) The weighted average interest rate of maturing debt excluding the five portfolios sold within the DRA Austin JV on October 18, 2017 is 4.467%.

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Stock Exchange Listing
New York Stock Exchange

Trading Symbol
Common Shares: BDN

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Senior Unsecured Debt Ratings
Moody's / Standard & Poor's
Available upon request

Non-GAAP Measures

We believe that the measures defined below that are not determined in accordance with generally accepted accounting principles (“GAAP”) are helpful to investors in measuring our performance and comparing it to that of other real estate investment trusts (“REITs”). Since these measures exclude certain items includable in their respective most comparable GAAP measures, reliance on the measures has limitations; management uses supplemental measures that are weighed in balance with other GAAP and non-GAAP measures. These measures are not necessarily indications of our cash flow available to fund cash needs. Additionally, they should not be used as an alternative to the respective most comparable GAAP measures when evaluating our financial performance or to cash flow from operating, investing and financing activities when evaluating our liquidity or ability to make cash distributions or pay debt service.

Funds from Operations (FFO)

FFO is a widely recognized measure of REIT performance. Although FFO is a non-GAAP financial measure, the Company believes that information regarding FFO is helpful to shareholders and potential investors. The Company computes FFO in accordance with standards established by the National Association of Real Estate Investment Trusts (NAREIT), which may not be comparable to FFO reported by other REITs that do not compute FFO in accordance with the NAREIT definition, or that interpret the NAREIT definition differently than the Company. NAREIT defines FFO as net income (loss) before non-controlling interests of unitholders (preferred and common) and excluding gains (losses) on sales of depreciable operating property, impairment losses on depreciable consolidated real estate, impairment losses on investments in unconsolidated real estate ventures and extraordinary items (computed in accordance with GAAP); plus real estate related depreciation and amortization (excluding amortization of deferred financing costs), and after adjustment for unconsolidated real estate ventures. We also present an adjusted FFO to exclude certain items related to capital market, transactional items and certain other non-recurring items in order to facilitate a review of normalized operating results. Net income, the GAAP measure that the Company believes to be most directly comparable to FFO, includes depreciation and amortization expenses, gains or losses on property sales and non-controlling interests. FFO per share is calculated by dividing FFO by fully diluted shares available to common shareholders and limited partnership unitholders.

To facilitate a clear understanding of the Company’s historical operating results, FFO should be examined in conjunction with net income (determined in accordance with GAAP) as presented in the financial statements included elsewhere in this supplemental package. FFO does not represent cash generated from operating activities in accordance with GAAP and should not be considered to be an alternative to net income (loss) (determined in accordance with GAAP) as an indication of the Company’s financial performance or to be an alternative to cash flow from operating activities (determined in accordance with GAAP) as a measure of the Company’s liquidity, nor is it indicative of funds available for the Company’s cash needs, including its ability to make cash distributions to shareholders.

Cash Available for Distribution (CAD)

Cash available for distribution, CAD, is a measure that is not intended to represent cash flow for the period and is not indicative of cash flow provided by operating activities as determined under GAAP. CAD is presented solely as a supplemental disclosure with respect to liquidity because the Company believes it provides useful information regarding the Company’s ability to fund its dividends. Although not intended to represent cash flow for the period, the Company believes that to further understand our liquidity, CAD should be compared with our cash flows determined in accordance with GAAP, as presented in our consolidated financial statements. Because all companies do not calculate CAD the same way, the presentation of CAD may not be comparable to similarly titled measures of other companies.

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)

EBITDA, a non-GAAP financial measure, represents net income before allocation to minority interest plus interest expense, federal income tax expense (if any), depreciation and amortization expense and is adjusted for capital market and other transactional items related to capital market and other transactions. EBITDA is not intended to represent cash flow for the period, is not presented as an alternative to operating income as an indicator of operating performance, should not be considered in isolation or as a substitute for measures of performance prepared in accordance with GAAP and is not indicative of operating income or cash provided by operating activities as determined under GAAP. EBITDA is presented solely as a supplemental disclosure with respect to liquidity because the Company believes it provides useful information regarding the Company’s ability to service or incur debt. Because all companies do not calculate EBITDA the same way, the presentation of EBITDA may not be comparable to similarly titled measures of other companies. The Company believes that net income is the financial measure calculated and presented in accordance with GAAP that is most directly comparable to EBITDA.

The Company has included three EBITDA-based coverage ratios (an interest coverage ratio; a debt service coverage ratio; and a fixed coverage ratio) and other leverage metrics, which are non-GAAP financial measures. The Company has provided these ratios so that investors may evaluate the non-GAAP ratios and the Company is providing such ratios as supplemental disclosure with respect to liquidity because the Company believes such ratios provide useful information regarding the Company’s ability to service or incur debt.

Net Operating Income (NOI)

NOI is a financial measure equal to net income available to common shareholders, the most directly comparable GAAP financial measure, plus corporate general and administrative expense, depreciation and amortization, interest expense, non-controlling interest in the Operating Partnership and losses from early extinguishment of debt, less interest income, development and management income, gains from property dispositions, gains on sale from discontinued operations, gains on early extinguishment of debt, income from discontinued operations, income from unconsolidated real estate ventures and non-controlling interest in property partnerships. In some cases the Company also presents NOI on a cash basis, which is NOI after eliminating the effects of straight-lining of rent and deferred market intangible amortization. NOI presented by the Company may not be comparable to NOI reported by other REITs that define NOI differently. Cash NOI provides revenues and expenses directly associated with our portfolio of real estate and provides meaningful information about occupancy rates, rental rates and operating costs that may not be apparent from net income. NOI should not be considered an alternative to net income as an indication of our performance or to cash flows as a measure of the Company’s liquidity or its ability to make distributions.

Net Operating Income (NOI) (continued)

NOI is a useful measure for evaluating the operating performance of our properties, as it excludes certain components from net income available to common shareholders in order to provide results that are more closely related to a property's results of operations. The Company uses NOI internally to evaluate the performance of our operating segments and to make decisions about resource allocations. The Company believes it provides useful information to investors regarding our financial condition and results of operations, as it reflects only the income and expense items incurred at the property level, as well as the impact on operations from trends in occupancy rates, rental rates, operating costs and acquisition and development activity on an unlevered basis.

Same Store Properties

In our analysis of NOI, particularly to make comparisons of NOI between periods meaningful, it is important to provide information for properties that were in-service and owned by us throughout each period presented. We refer to properties acquired or placed in-service prior to the beginning of the earliest period presented and owned by us through the end of the latest period presented as Same Store Properties. Same Store Properties therefore exclude properties placed in-service, acquired, repositioned, held for sale or in development or redevelopment after the beginning of the earliest period presented or disposed of prior to the end of the latest period presented. Accordingly, it takes at least one year and one quarter after a property is acquired for that property to be included in Same Store Properties.

Revenue Maintaining Capital Expenditures

Revenue maintaining capital expenditures are a component of the Company's CAD calculation and represent the portion of capital expenditures required to maintain the Company's current level of cash available for distribution. Revenue maintaining capital expenditures include current tenant improvement and allowance expenditures for all tenant spaces that have been owned for at least one year, and that were not vacant during the twelve-month period prior to the date that the tenant improvement or allowance expenditure was incurred. Revenue maintaining capital expenditures also include other expenditures intended to maintain the Company's current revenue base. Accordingly, the Company excludes capital expenditures related to development and redevelopment projects, as well as certain projects at our core properties that are intended to attract prospective tenants in order to increase revenues and/or occupancy rates. Because all companies do not calculate revenue maintaining capital expenditures the same way, the Company's presentation may not be comparable to similarly titled measures of other companies.

The Statements of Cash Flows prepared in accordance with GAAP include both the costs associated with developing/redeveloping and acquiring properties and those expenditures necessary for operating and maintaining existing properties. Disaggregating capital expenditures into Revenue Maintaining Capital Expenditures and Revenue Creating Capital Expenditures is useful in evaluating both the economic performance of our properties and their valuation.

Revenue Creating Capital Expenditures

Revenue creating capital expenditures include direct and indirect capital expenditures related to current tenant spaces that have not been owned for at least a year or were vacant for more than a year. Because all companies do not calculate revenue creating capital expenditures the same way, the Company's presentation may not be comparable to similarly titled measures of other companies.

Forward Looking Statements

Certain statements in this package may constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance, achievements or transactions of the Company and its affiliates to be materially different from any future results, performance, achievements or transactions expressed or implied by such forward-looking statements. Such risks, uncertainties and other factors relate to, among others: the Company's ability to lease vacant space and to renew or relet space under expiring leases at expected levels, the potential loss of major tenants, interest rate levels, the availability of debt and equity financing, competition with other real estate companies for tenants and acquisitions, risks of real estate acquisitions and developments, dependence upon certain geographic markets, the impact of newly adopted accounting principles on the Company's accounting policies and on period to period comparisons and general economic, business and real estate conditions.

Additional information on factors which could impact the Company and the forward-looking statements contained herein are included in the Company's filings with the Securities and Exchange Commission, including the Company's Form 10-K for the year ended December 31, 2016, filed with the Securities and Exchange Commission on March 1, 2017.



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Brandywine Realty Trust Announces Third Quarter 2017 Results, Revises 2017 Guidance, Increased Sales Activity, Provides Initial 2018 Guidance and Plans 2018 Dividend Increase

Philadelphia, PA, October 18, 2017 — Brandywine Realty Trust (NYSE:BDN) today reported its financial and operating results for the three and nine-month periods ended September 30, 2017, revised full year 2017 guidance and introduced 2018 earnings guidance.

Management Comments

“In addition to the progress on our 2017 operating plan, we have commenced our anticipated development start in Austin, Texas and accelerated our disposition program well above the \$200 million goal outlined in our 2017 Business Plan,” stated Gerard H. Sweeney, President and Chief Executive Officer of Brandywine Realty Trust. “Taking advantage of the current investment sales market, we are increasing our anticipated 2017 disposition target by \$230 million to \$430 million, highlighted by a \$333 million portfolio sale within our Austin Joint Venture where we have a 50% ownership position. Our latest development project is a 165,000 square foot, 100% pre-leased office building on one of our development sites at our Four Points project with an existing tenant that needs expansion. As a result of the increased sales activity, we are revising and narrowing our 2017 FFO guidance range from \$1.34 to \$1.38 per share to \$1.32 to \$1.34 per share. We are also introducing our 2018 FFO guidance range of \$1.36 to \$1.46 per share which includes the effects of our increased 2017 sales activity. Reflecting confidence in our business plan and strong cash flow outlook, our Board of Trustees intends to increase our quarterly cash dividend rate by \$0.02 per common share, or 12.5%, commencing in calendar year 2018, from an annualized rate of \$0.64 per common share to an annualized rate of \$0.72 per common share. Dividends will continue to be declared and paid quarterly and remain, as always, subject to the discretion of the Board as to both timing and amount.”

Third Quarter Highlights

Financial Results

- Net income available to common shareholders; \$18.8 million, or \$0.11 per diluted share.
- Funds from Operations (FFO); \$61.9 million, or \$0.35 per diluted share.

Portfolio Results

- Core portfolio was 92.0% occupied and 94.1% leased.
- Signed 888,000 square feet of new and renewal leases.
- Achieved 81% tenant retention ratio.
- Rental rate mark-to-market increased 10.7% on a GAAP basis and increased 3.2% on a cash basis.

2017 Business Plan Revisions

- Increased 2017 disposition target by \$230 million to \$430 million.

2018 Business Plan and Guidance Introduced

- Net income: \$0.34 to \$0.44 per diluted share
- FFO: \$1.36 to \$1.46 per diluted share
- Same Store Growth Range: 1-3% cash and (1)-1% GAAP
- Anticipate an \$0.02 per share, or 12.5%, increase to our quarterly dividend commencing in 2018

Transaction Activity

Joint Venture Dispositions

- On October 18, 2017, the Austin Joint Venture, a real estate venture in which we own a 50% interest, sold five office portfolios containing an aggregate of approximately 1,164,500 square feet located in Austin, Texas for a gross sales price of \$333.3 million. These properties were encumbered with \$151.4 million of first mortgage financing. After closing costs and related debt payoffs, we received net cash proceeds totaling approximately \$86.4 million. These properties were 86% occupied and 95% leased at September 30, 2017. Net cash proceeds will be used to lower the outstanding balance on our unsecured line of credit.
- On September 14, 2017, Allstate DC JV, in which our ownership interest is 50%, completed the sale of an office property containing approximately 231,000 rentable square feet located in Bethesda, Maryland, known as 7101 Wisconsin Avenue, for a gross sales price of \$105.7 million. At the time of sale, the property was encumbered by a \$37.4 million first mortgage. We received net cash proceeds of \$31.8 million after closing costs and related first mortgage payoff. Net cash proceeds were used to lower the outstanding balance on our unsecured line of credit.

Dispositions

- During October 2017, we entered into an agreement to sell five buildings in Newtown Square, Pennsylvania for \$42.0 million. The buildings total approximately 253,000 square feet and are classified as held-for-sale in our balance sheet as of September 30, 2017. Subject to customary closing conditions, the transaction is expected to close during fourth quarter 2017. Net cash proceeds will be used to lower the outstanding balance on our unsecured line of credit.
- During September 2017, we entered into an agreement to sell an office property located in King of Prussia, Pennsylvania for \$17.5 million. The property contains approximately 150,000 rentable square feet, and is classified as held-for-sale in our balance sheet as of September 30, 2017. Subject to customary closing conditions, the transaction is expected to close during the fourth quarter 2017. Net cash proceeds will be used to lower the outstanding balance on our unsecured line of credit.
- On September 13, 2017, we completed the sale of 12 acres of land known as 50 E. Swedesford Square, in Malvern, PA, for a gross sales price of \$7.2 million.
- As previously disclosed, on July 18, 2017, we completed the sale of 49.5 acres of land known as Bishops Gate, in Mount Laurel, New Jersey for a gross sales price of \$6.0 million.

Development/Redevelopment Acquisitions

Schuylkill Yards

- On October 13, 2017, we acquired a leasehold interest in an office building known as One Drexel Plaza in Philadelphia, Pennsylvania, containing approximately 283,000 rentable square feet for a gross purchase price of \$35.0 million. The acquisition represents an investment in our Schuylkill Yards development and the property will be repositioned over the next 12-18 months. The acquisition was funded from borrowings under our unsecured line of credit.

- On July 28, 2017, we acquired an office building known as 3000 Market Street in Philadelphia, Pennsylvania, containing approximately 59,000 rentable square feet, for \$32.0 million. The acquisition was funded with the 1031 exchange proceeds from the Concord Airport Plaza sale on February 2, 2017. The property is located within the overall Schuylkill Yards development and represents an additional development site in the University City sub-market.

Development

- During October, we signed a 165,000 square foot, 10-year lease for a build-to-suit property located in our project at Four Points in Austin, Texas. We have commenced construction on the 100% pre-leased building in October 2017. Estimated construction costs total \$48.2 million, with delivery anticipated in the first quarter 2019. We expect to fund the project with available cash balances and/or our unsecured line of credit.

Finance Activity

- We have \$178.0 million outstanding balance on our \$600.0 million unsecured revolving credit facility as of September 30, 2017.
- We have \$25.3 million of cash and cash equivalents on-hand as of September 30, 2017.

Results for the Three and Nine-Month Periods Ended September 30, 2017

Net income allocated to common shares totaled \$18.8 million or \$0.11 per diluted share in the third quarter of 2017 compared to a net income of \$6.0 million or \$0.03 per diluted share in the third quarter of 2016.

FFO available to common shares and units in the third quarter of 2017 totaled \$61.9 million or \$0.35 per diluted share versus \$58.3 million or \$0.33 per diluted share in the third quarter of 2016. Our third quarter 2017 payout ratio (\$0.16 common share distribution / \$0.35 FFO per diluted share) was 45.7%.

Net income allocated to common shares totaled \$42.2 million or \$0.24 per diluted share for the first nine months of 2017 compared to net income of \$47.0 million or \$0.27 per diluted share in the first nine months of 2016.

Our FFO available to common shares and units for the first nine months of 2017 totaled \$175.5 million, or \$0.99 per diluted share compared to FFO available to common shares and units of \$104.0 million, or \$0.59 per diluted share, for the first nine months of 2016, which includes a \$66.6 million, or \$0.38 per share, charge for the early extinguishment of debt related to our sale of our Cira Square property located in Philadelphia, Pennsylvania. Excluding the early extinguishment of debt, FFO available to common shares and units in the first nine months of 2016 totaled \$170.6 million, or \$0.96 per diluted share. Our first nine months 2017 FFO payout ratio (\$0.48 common share distribution / \$0.99 FFO per diluted share) was 48.5%.

Operating and Leasing Activity

In the third quarter of 2017, our Net Operating Income (NOI) excluding termination revenues and other income items decreased (1.3%) on a GAAP basis and increased 6.3% on a cash basis for our 83 same store properties, which were 92.7% and 94.5% occupied on September 30, 2017 and September 30, 2016, respectively.

We leased approximately 888,000 square feet and commenced occupancy on 525,000 square feet during the third quarter of 2017. The third quarter occupancy activity includes 250,000 square feet of renewals, 154,000 square feet of new leases and 121,000 square feet of tenant expansions. We have an additional 322,000 square feet of executed new leasing scheduled to commence subsequent to September 30, 2017.

We achieved an 81% tenant retention ratio in our core portfolio with net absorption of 69,000 square feet during the third quarter of 2017. Third quarter rental rate growth increased 10.7% as our renewal rental rates increased 12.4% and our new lease/expansion rental rates increased 5.7%, all on a GAAP basis.

At September 30, 2017, our core portfolio of 87 properties comprising 15.6 million square feet was 92.0% occupied and we are now 94.1% leased (reflecting new leases commencing after September 30, 2017).

Distributions

On September 12, 2017, our Board of Trustees declared a quarterly dividend distribution of \$0.16 per common share that was paid on October 18, 2017 to shareholders of record as of October 4, 2017.

2017 Earnings and FFO Guidance

Based on current plans and assumptions and subject to the risks and uncertainties more fully described in our Securities and Exchange Commission filings, we are adjusting our previously issued 2017 net income guidance of \$0.17 to \$0.21 per diluted share to \$0.72 to \$0.74 per diluted share and adjusting our previously issued 2017 FFO guidance of \$1.34 to \$1.38 per diluted share to \$1.32 to \$1.34 per diluted share. This guidance is provided for informational purposes and is subject to change. The following is a reconciliation of the calculation of 2017 FFO and earnings per diluted share:

<u>Guidance for 2017</u>	<u>Range</u>
Income per diluted share allocated to common shareholders.....	\$0.72 to \$0.74
Less: net (gain) loss on sale of depreciable assets & impairment on non-depreciable assets....	(0.59) (0.59)
Plus: real estate depreciation, amortization.....	<u>1.19</u> <u>1.19</u>
FFO per diluted share.....	<u>\$1.32 to \$1.34</u>

Our 2017 FFO guidance does not include income arising from the sale of undepreciated real estate. Other key assumptions include:

- Core Occupancy ranging between 93-94% by year-end 2017 with 95-96% leased;
- 6-7% GAAP increase in overall lease rates during 2017 with a resulting 0-1% increase in 2017 same store GAAP NOI;
- 10-11% cash increase in overall lease rates during 2017 resulting in a 7-8% increase in 2017 same store cash NOI;
- Speculative Revenue Target: \$27.7 million, 99% achieved;
- \$430 million of net sales activity; 100% executed or under contract;
- One development start (Four Points, Building 3), and
- Annual FFO per diluted share based on 178.3 million fully diluted weighted average common shares.

2018 Earnings and FFO Guidance

Based on current plans and assumptions and subject to the risks and uncertainties more fully described in our Securities and Exchange Commission filings, we are initiating our 2018 net income guidance of \$0.34 to \$0.44 per diluted share and 2018 FFO guidance of \$1.36 to \$1.46 per diluted share. This guidance is provided for informational purposes and is subject to change. The following is a reconciliation of the calculation of 2018 FFO and earnings per diluted share:

<u>Guidance for 2018</u>	<u>Range</u>
Earnings per diluted share allocated to common shareholders	\$0.34 to \$0.44
Plus: real estate depreciation, amortization	<u>1.02</u> <u>1.02</u>
FFO per diluted share	<u>\$ 1.36</u> to <u>\$ 1.46</u>

Our 2018 FFO guidance does not include income arising from the sale of undepreciated real estate. Other key assumptions include:

- Core Occupancy improving to a range of 94-95% by year-end 2018 and 95-96% leased;
- Average Same-Store Occupancy of 92.6% during 2018 versus 93.5% during 2017;
- 8-10% GAAP increase in overall lease rates during 2018 with a resulting (1)-1% (decrease)/increase in 2018 same store GAAP NOI;
- (2)-2% cash increase in overall lease rates during 2018 with a resulting 1-3% increase in 2018 same store cash NOI growth;
- Speculative Revenue Target: \$26.3 million, 49% achieved;
- Anticipate an \$0.02 per share, or 12.5%, increase to our quarterly dividend commencing in 2018
- No acquisition activity;
- No sales activity;
- One development start; and
- Annual earnings and FFO per diluted share based on 179.0 million fully diluted weighted average common shares.

About Brandywine Realty Trust

Brandywine Realty Trust (NYSE: BDN) is one of the largest, publicly traded, full-service, integrated real estate companies in the United States with a core focus in the Philadelphia, Washington, D.C., and Austin markets. Organized as a real estate investment trust (REIT), we own, develop, lease and manage an urban, town center and transit-oriented portfolio comprising 190 properties and 26.0 million square feet as of September 30, 2017, which excludes assets held for sale. Our purpose is to shape, connect and inspire the world around us through our expertise, the relationships we foster, the communities in which we live and work, and the history we build together. For more information, please visit www.brandywinerealty.com.

Conference Call and Audio Webcast

BDN management will discuss updated earnings guidance for fiscal 2017 on Thursday, October 19, 2017, during the company's earnings call. The conference call will begin at 9:00 a.m. Eastern Time and will last approximately one hour. The conference call can be accessed by dialing 1-800-683-1525 and providing conference ID: 26645917. Beginning two hours after the conference call, a taped replay of the call can be accessed through Thursday, November 2, 2017, by calling 1-855-859-2056 and entering access code 26645917. The conference call can also be accessed via a webcast on our website at www.brandywinerealty.com.

Looking Ahead - Fourth Quarter 2017 Conference Call

We anticipate we will release our fourth quarter 2017 earnings on Thursday, January 25, 2018, after the market close and will host our fourth quarter 2017 conference call on Friday, January 26, 2018 at 9:00 a.m. Eastern Time. We expect to issue a press release in advance of these events to reconfirm the dates and times and provide all related information.

Forward-Looking Statements

Estimates of future earnings per share, FFO per share, common share dividend distributions and certain other statements in this release constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our and our affiliates' actual results, performance, achievements or transactions to be materially different from any future results, performance, achievements or transactions expressed or implied

by such forward-looking statements. Such risks, uncertainties and other factors relate to, among others: our ability to lease vacant space and to renew or relet space under expiring leases at expected levels; competition with other real estate companies for tenants; the potential loss or bankruptcy of major tenants; interest rate levels; the availability of debt, equity or other financing; risks of acquisitions, dispositions and developments, including the cost of construction delays and cost overruns; unanticipated operating and capital costs; our ability to obtain adequate insurance, including coverage for terrorist acts; dependence upon certain geographic markets; and general and local economic and real estate conditions, including the extent and duration of adverse changes that affect the industries in which our tenants operate. The declaration and payment of future dividends (both timing and amount) is subject to the determination of our Board of Trustees, in its sole discretion, after considering various factors, including the Company's financial condition, historical and forecast operating results, and available cash flow, as well as any applicable laws and contractual covenants and any other relevant factors. The Company's practice regarding payment of dividends may be modified at any time and from time to time. Additional information on factors which could impact us and the forward-looking statements contained herein are included in our filings with the Securities and Exchange Commission, including our Form 10-K for the year ended December 31, 2015. We assume no obligation to update or supplement forward-looking statements that become untrue because of subsequent events except as required by law.

Non-GAAP Supplemental Financial Measures

We compute our financial results in accordance with generally accepted accounting principles (GAAP). Although FFO and NOI are non-GAAP financial measures, we believe that FFO and NOI calculations are helpful to shareholders and potential investors and are widely recognized measures of real estate investment trust performance. At the end of this press release, we have provided a reconciliation of the non-GAAP financial measures to the most directly comparable GAAP measure.

Funds from Operations (FFO)

We compute FFO in accordance with standards established by the National Association of Real Estate Investment Trusts (NAREIT), which may not be comparable to FFO reported by other REITs that do not compute FFO in accordance with the NAREIT definition, or that interpret the NAREIT definition differently than us. NAREIT defines FFO as net income (loss) before non-controlling interests and excluding gains (losses) on sales of depreciable operating property, impairment losses on depreciable consolidated real estate, impairment losses on investments in unconsolidated real estate ventures and extraordinary items (computed in accordance with GAAP); plus real estate related depreciation and amortization (excluding amortization of deferred financing costs), and after similar adjustments for unconsolidated joint ventures. Net income, the GAAP measure that we believe to be most directly comparable to FFO, includes depreciation and amortization expenses, gains or losses on property sales, extraordinary items and non-controlling interests. To facilitate a clear understanding of our historical operating results, FFO should be examined in conjunction with net income (determined in accordance with GAAP) as presented in the financial statements included elsewhere in this release. FFO does not represent cash flow from operating activities (determined in accordance with GAAP) and should not be considered to be an alternative to net income (loss) (determined in accordance with GAAP) as an indication of our financial performance or to be an alternative to cash flow from operating activities (determined in accordance with GAAP) as a measure of our liquidity, nor is it indicative of funds available for our cash needs, including our ability to make cash distributions to shareholders.

Net Operating Income (NOI)

NOI is a financial measure equal to net income available to common shareholders, the most directly comparable GAAP financial measure, plus corporate general and administrative expense, depreciation and amortization, interest expense, non-controlling interest in the Operating Partnership and losses from early extinguishment of debt, less interest income, development and management income, gains from property dispositions, gains on sale from discontinued operations, gains on early extinguishment of debt, income from discontinued operations, income from unconsolidated joint ventures and non-controlling interest in property partnerships. In some cases we also present NOI on a cash basis, which is NOI after eliminating the effects of straight-lining of rent and deferred market intangible amortization. NOI presented by us may not be comparable to NOI reported by other REITs that define NOI differently. NOI should not be considered an alternative to net income as an indication of

our performance or to cash flows as a measure of the Company's liquidity or its ability to make distributions. NOI is a useful measure for evaluating the operating performance of our properties, as it excludes certain components from net income available to common shareholders in order to provide results that are more closely related to a property's results of operations. NOI is used internally to evaluate the performance of our operating segments and to make decisions about resource allocations. We concluded that NOI provides useful information to investors regarding our financial condition and results of operations, as it reflects only the income and expense items incurred at the property level, as well as the impact on operations from trends in occupancy rates, rental rates, operating costs and acquisition and development activity on an unlevered basis.

Core Portfolio

Our core portfolio is comprised of our wholly-owned properties, excluding any properties currently in development, re-development or re-entitlement.

BRANDYWINE REALTY TRUST
CONSOLIDATED BALANCE SHEETS
(in thousands)

	September 30, 2017 <i>(unaudited)</i>	December 31, 2016
ASSETS		
Real estate investments:		
Operating properties	\$ 3,769,067	\$ 3,586,295
Accumulated depreciation	(885,438)	(852,476)
Operating real estate investments, net	2,883,629	2,733,819
Construction-in-progress	127,141	297,462
Land held for development	120,696	150,970
Total real estate investments, net	3,131,466	3,182,251
Assets held for sale, net	31,125	41,718
Cash and cash equivalents	25,287	193,919
Accounts receivable, net of allowance of \$3,294 and \$2,373 as of September 30, 2017 and December 31, 2016, respectively	14,785	12,446
Accrued rent receivable, net of allowance of \$13,731 and \$13,743 as of September 30, 2017 and December 31, 2016, respectively	166,093	149,624
Investment in real estate ventures, at equity	236,313	281,331
Deferred costs, net	96,980	91,342
Intangible assets, net	58,817	72,478
Other assets	94,553	74,104
Total assets	<u>\$ 3,855,419</u>	<u>\$ 4,099,213</u>
LIABILITIES AND BENEFICIARIES' EQUITY		
Mortgage notes payable, net	\$ 318,317	\$ 321,549
Unsecured credit facility	178,000	-
Unsecured term loans, net	248,347	248,099
Unsecured senior notes, net	1,144,976	1,443,464
Accounts payable and accrued expenses	112,413	103,404
Distributions payable	28,391	30,032
Deferred income, gains and rent	41,468	31,620
Acquired lease intangibles, net	17,156	18,119
Liabilities related to assets held for sale	269	81
Other liabilities	15,512	19,408
Total liabilities	<u>\$ 2,104,849</u>	<u>\$ 2,215,776</u>
Brandywine Realty Trust's Equity:		
Preferred Shares (shares authorized-20,000,000)		
6.90% Series E Preferred Shares, \$0.01 par value; issued and outstanding- 0 as of September 30, 2017 and 4,000,000 as of December 31, 2016	-	40
Common Shares of Brandywine Realty Trust's beneficial interest, \$0.01 par value; shares authorized 400,000,000; 175,477,498 and 175,140,760 issued and outstanding as of September 30, 2017 and December 31, 2016, respectively		
	1,755	1,752
Additional paid-in-capital	3,167,481	3,258,870
Deferred compensation payable in common shares	14,090	13,684
Common shares in grantor trust, 1,000,966 as of September 30, 2017, 899,457 as of December 31, 2016	(14,090)	(13,684)
Cumulative earnings	586,954	539,319
Accumulated other comprehensive loss	(906)	(1,745)
Cumulative distributions	(2,021,568)	(1,931,892)
Total Brandywine Realty Trust's equity	1,733,716	1,866,344
Non-controlling interests	16,854	17,093
Total beneficiaries' equity	1,750,570	1,883,437
Total liabilities and beneficiaries' equity	<u>\$ 3,855,419</u>	<u>\$ 4,099,213</u>

BRANDYWINE REALTY TRUST
CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited, in thousands, except share and per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
Revenue				
Rents	\$ 102,557	\$ 104,537	\$ 307,446	\$ 318,324
Tenant reimbursements	17,239	17,324	53,812	53,315
Termination fees	200	611	2,013	1,459
Third party management fees, labor reimbursement and leasing	6,918	6,248	20,483	17,691
Other	1,524	974	3,395	2,588
Total revenue	128,438	129,694	387,149	393,377
Operating expenses:				
Property operating expenses	36,847	37,250	110,947	114,208
Real estate taxes	11,235	11,566	34,062	34,933
Third party management expenses	2,619	2,501	7,391	7,172
Depreciation and amortization	42,429	46,956	132,584	142,736
General and administrative expenses	5,813	5,515	21,797	20,711
Provision for impairment	-	-	3,057	13,069
Total operating expenses	98,943	103,788	309,838	332,829
Operating income	29,495	25,906	77,311	60,548
Other income (expense)				
Interest income	79	291	635	970
Interest expense	(19,732)	(20,814)	(61,473)	(64,334)
Interest expense - amortization of deferred financing costs	(577)	(645)	(1,807)	(2,063)
Interest expense - financing obligation	-	(156)	-	(679)
Equity in loss of Real Estate Ventures	(5,723)	(7,254)	(5,387)	(9,323)
Net gain (loss) on disposition of real estate	-	(104)	8,411	114,625
Net gain on sale of undepreciated real estate	953	188	953	188
Net gain on real estate venture transactions	13,758	10,472	28,340	19,529
Loss on early extinguishment of debt	-	-	-	(66,590)
Net income before income taxes	18,253	7,884	46,983	52,871
Income tax benefit	793	-	1,032	-
Net income	19,046	7,884	48,015	52,871
Net income attributable to non-controlling interests	(170)	(58)	(384)	(425)
Net income attributable to Brandywine Realty Trust	18,876	7,826	47,631	52,446
Distribution to preferred shareholders	-	(1,725)	(2,032)	(5,175)
Preferred share redemption charge	-	-	(3,181)	-
Nonforfeitable dividends allocated to unvested restricted shareholders	(73)	(79)	(245)	(263)
Net income attributable to Common Shareholders of Brandywine Realty Trust	\$ 18,803	\$ 6,022	\$ 42,173	\$ 47,008
PER SHARE DATA				
Basic income per common share	\$ 0.11	\$ 0.03	\$ 0.24	\$ 0.27
Basic weighted average shares outstanding	175,433,657	175,127,110	175,315,581	174,976,998
Diluted income per common share	\$ 0.11	\$ 0.03	\$ 0.24	\$ 0.27
Diluted weighted average shares outstanding	176,835,022	176,364,615	176,599,332	176,009,822

BRANDYWINE REALTY TRUST
FUNDS FROM OPERATIONS
(unaudited, in thousands, except share and per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
Reconciliation of Net Income to Funds from Operations:				
Net income attributable to common shareholders	\$ 18,803	\$ 6,022	\$ 42,173	\$ 47,008
Add (deduct):				
Net income attributable to non-controlling interests - LP units	158	52	359	413
Nonforfeitable dividends allocated to unvested restricted shareholders	73	79	245	263
Net gain on real estate venture transactions	(13,758)	(10,472)	(28,340)	(19,529)
Net (gain) loss on disposition of real estate	-	104	(8,411)	(114,625)
Provision for impairment	-	-	2,730	13,069
Other than temporary impairment of equity method investment	4,844	-	4,844	-
Company's share of impairment of an unconsolidated real estate venture	-	5,238	-	5,238
Depreciation and amortization:				
Real property	34,742	34,071	104,340	100,923
Leasing costs including acquired intangibles	7,464	12,783	27,713	41,528
Company's share of unconsolidated real estate ventures	9,816	10,631	30,505	30,185
Partners' share of consolidated real estate ventures	(54)	(58)	(177)	(176)
Funds from operations	\$ 62,088	\$ 58,450	\$ 175,981	\$ 104,297
Funds from operations allocable to unvested restricted shareholders	(162)	(166)	(511)	(281)
Funds from operations available to common share and unit holders (FFO)	\$ 61,926	\$ 58,284	\$ 175,470	\$ 104,016
FFO per share - fully diluted	<u>\$ 0.35</u>	<u>\$ 0.33</u>	<u>\$ 0.99</u>	<u>\$ 0.59</u>
Weighted-average shares/units outstanding - fully diluted/basic	178,314,821	177,844,414	178,079,131	177,524,135
Distributions paid per common share	<u>\$ 0.16</u>	<u>\$ 0.16</u>	<u>\$ 0.48</u>	<u>\$ 0.47</u>
FFO payout ratio (distributions paid per common share/FFO per diluted share)	45.7%	48.5%	48.5%	79.7%

BRANDYWINE REALTY TRUST
SAME STORE OPERATIONS – 3rd QUARTER
(unaudited and in thousands)

Of the 97 properties owned by the Company as of September 30, 2017, a total of 83 properties ("Same Store Properties") containing an aggregate of 14.3 million net rentable square feet were owned for the entire three-month periods ended September 30, 2017 and 2016. As of September 30, 2017, four properties were recently completed/acquired, one property was in development, three properties were in redevelopment and six properties were held for sale. Average occupancy for the Same Store Properties was 92.8% during 2017 and 94.1% during 2016. The following table sets forth revenue and expense information for the Same Store Properties:

	Three Months Ended September 30,	
	2017	2016
Revenue		
Rents	\$ 90,685	\$ 91,581
Tenant reimbursements	16,031	15,517
Termination fees	200	133
Other	633	376
Total revenue	<u>107,549</u>	<u>107,607</u>
Operating expenses		
Property operating expenses	31,351	30,968
Real estate taxes	10,025	9,920
Net operating income	<u>\$ 66,173</u>	<u>\$ 66,719</u>
Net operating income - percentage change over prior year	-0.8%	
Net operating income, excluding net termination fees & other	<u>\$ 65,340</u>	<u>\$ 66,210</u>
Net operating income, excluding net termination fees & other - percentage change over prior year	-1.3%	
Net operating income	\$ 66,173	\$ 66,719
Straight line rents & other	(1,841)	(5,327)
Above/below market rent amortization	(451)	(1,518)
Amortization of tenant inducements	364	346
Non-cash ground rent	22	22
Cash - Net operating income	<u>\$ 64,267</u>	<u>\$ 60,242</u>
Cash - Net operating income - percentage change over prior year	6.7%	
Cash - Net operating income, excluding net termination fees & other	<u>\$ 63,375</u>	<u>\$ 59,633</u>
Cash - Net operating income, excluding net termination fees & other - percentage change over prior year	6.3%	
	Three Months Ended September 30,	
	2017	2016
Net income	\$ 19,046	\$ 7,884
Add/(deduct):		
Interest income	(79)	(291)
Interest expense	19,732	20,814
Interest expense - amortization of deferred financing costs	577	645
Interest expense - financing obligation	-	156
Equity in loss of real estate ventures	5,723	7,254
Net gain on real estate venture transactions	(13,758)	(10,472)
Net loss on disposition of real estate	-	104
Net gain on sale of undepreciated real estate	(953)	(188)
Depreciation and amortization	42,429	46,956
General & administrative expenses	5,813	5,515
Income tax benefit	(793)	-
Consolidated net operating income	<u>77,737</u>	<u>78,377</u>
Less: Net operating income of non-same store properties and elimination of non-property specific operations	<u>(11,564)</u>	<u>(11,658)</u>
Same store net operating income	<u>\$ 66,173</u>	<u>\$ 66,719</u>

BRANDYWINE REALTY TRUST
SAME STORE OPERATIONS – NINE MONTHS
(unaudited and in thousands)

Of the 97 properties owned by the Company as of September 30, 2017, a total of 83 properties ("Same Store Properties") containing an aggregate of 14.3 million net rentable square feet were owned for the entire nine-month periods ended September 30, 2017 and 2016. As of September 30, 2017, four properties were recently completed/acquired, one property was in development, three properties were in redevelopment and six properties were held for sale. Average occupancy for the Same Store Properties was 93.8% during 2017 and 94.2% during 2016. The following table sets forth revenue and expense information for the Same Store Properties:

	Nine Months Ended September 30,	
	2017	2016
Revenue		
Rents	\$ 275,114	\$ 273,667
Tenant reimbursements	49,263	46,105
Termination fees	1,536	324
Other	1,641	1,307
Total revenue	327,554	321,403
Operating expenses		
Property operating expenses	93,835	92,828
Real estate taxes	29,916	29,379
Net operating income	\$ 203,803	\$ 199,196
Net operating income - percentage change over prior year	2.3%	
Net operating income, excluding net termination fees & other	\$ 200,626	\$ 197,565
Net operating income, excluding net termination fees & other - percentage change over prior year	1.5%	
Net operating income	\$ 203,803	\$ 199,196
Straight line rents & other	(5,974)	(17,067)
Above/below market rent amortization	(2,244)	(5,197)
Amortization of tenant inducements	1,058	1,027
Non-cash ground rent	66	66
Cash - Net operating income	\$ 196,709	\$ 178,025
Cash - Net operating income - percentage change over prior year	10.5%	
Cash - Net operating income, excluding net termination fees & other	\$ 192,603	\$ 175,957
Cash - Net operating income, excluding net termination fees & other - percentage change over prior year	9.5%	
	Nine Months Ended September 30,	
	2017	2016
Net income:	\$ 48,015	\$ 52,871
Add/(deduct):		
Interest income	(635)	(970)
Interest expense	61,473	64,334
Interest expense - amortization of deferred financing costs	1,807	2,063
Interest expense - financing obligation	-	679
Equity in loss of real estate ventures	5,387	9,323
Net gain on real estate venture transactions	(28,340)	(19,529)
Net gain on disposition of real estate	(8,411)	(114,625)
Net gain on sale of undepreciated assets	(953)	(188)
Loss on early extinguishment of debt	-	66,590
Depreciation and amortization	132,584	142,736
General & administrative expenses	21,797	20,711
Income tax benefit	(1,032)	-
Provision for impairment	3,057	13,069
Consolidated net operating income	234,749	237,064
Less: Net operating income of non-same store properties and elimination of non-property specific operations	(30,946)	(37,868)
Same store net operating income	\$ 203,803	\$ 199,196