



Supplemental Financial Reporting Package

Fourth Quarter 2015

Rexford Industrial Realty, Inc.
NYSE: REXR
11620 Wilshire Blvd
Suite 1000
Los Angeles, CA 90025
310-966-1680

www.RexfordIndustrial.com

Table of Contents

| Section | Page |
|--|-------|
| Corporate Data: | |
| Investor Company Summary | 3 |
| Financial and Portfolio Highlights and Common Stock Data | 4 |
| Consolidated and Combined Financial Results: | |
| Consolidated and Combined Balance Sheet | 5 |
| Consolidated and Combined Statement of Operations | 6-7 |
| Non-GAAP FFO and AFFO Reconciliations | 8-9 |
| Statement of Operations Reconciliations | 10-11 |
| Same Property Portfolio Performance | 12-13 |
| Joint Venture Financial Summary | 14-15 |
| Capitalization Summary | 16 |
| Debt Summary | 17 |
| Debt Covenants | 18 |
| Portfolio Data: | |
| Portfolio Overview | 19 |
| Occupancy and Leasing Trends | 20 |
| Leasing Statistics | 21 |
| Top Tenants and Lease Segmentation | 22 |
| Capital Expenditure Summary | 23 |
| Properties Under Repositioning | 24 |
| Acquisitions and Dispositions Summary | 25 |
| Net Asset Value Components | 26 |
| Fixed Charge Coverage Ratio | 27 |
| Definitions / Discussion of Non-GAAP Financial Measures | 28-29 |

Disclosures:

Forward Looking Statements: This supplemental package contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. We caution investors that any forward-looking statements presented herein are based on management’s beliefs and assumptions and information currently available to management. Such statements are subject to risks, uncertainties and assumptions and may be affected by known and unknown risks, trends, uncertainties and factors that are beyond our control. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those anticipated, estimated or projected. These risks and uncertainties include, without limitation: general risks affecting the real estate industry (including, without limitation, the market value of our properties, the inability to enter into or renew leases at favorable rates, dependence on tenants’ financial condition, and competition from other developers, owners and operators of real estate); risks associated with the disruption of credit markets or a global economic slowdown; risks associated with the potential loss of key personnel (most importantly, members of senior management); risks associated with our failure to maintain our status as a Real Estate Investment Trust under the Internal Revenue Code of 1986, as amended; possible adverse changes in tax and environmental laws; litigation, including costs associated with prosecuting or defending pending or threatened claims and any adverse outcomes, and potential liability for uninsured losses and environmental contamination.

For a further discussion of these and other factors that could cause our future results to differ materially from any forward-looking statements, see Item 1A. Risk Factors in our 2014 Annual Report on Form 10-K, as amended, which was filed with the Securities and Exchange Commission (“SEC”) on March 9, 2015. We disclaim any obligation to publicly update or revise any forward-looking statement to reflect changes in underlying assumptions or factors, of new information, data or methods, future events or other changes.

Investor Company Summary

Senior Management Team

Howard Schwimmer
Michael S. Frankel
Adeel Khan
Patrick Schlehuber
Bruce Herbkersman
Shannon Lewis
Ashley Arthur

Co-Chief Executive Officer, Director
Co-Chief Executive Officer, Director
Chief Financial Officer
Director of Acquisitions
Director of Construction & Development
Director of Leasing & Asset Management
Director of Property Operations

Board of Directors

Richard Ziman
Howard Schwimmer
Michael S. Frankel
Robert L. Antin
Steven C. Good
Peter Schwab
Tyler H. Rose

Chairman
Co-Chief Executive Officer, Director
Co-Chief Executive Officer, Director
Director
Director
Director
Director

Company Contact Information

11620 Wilshire Blvd, Suite 1000
Los Angeles, CA 90025
310-966-1680
www.RexfordIndustrial.com

Investor Relations Information

ICR
Stephen Swett
www.icrinc.com
212-849-3882

Equity Research Coverage

Bank of America Merrill Lynch
Capital One
Citigroup Investment Research
D.A Davidson
J.P. Morgan
Jeffries LLC
Stifel Nicolaus & Co.
Wells Fargo Securities
Wunderlich Securities

Juan Sanabria
Tom Lesnick, CFA
Emmanuel Korchman
Barry Oxford
Michael W. Mueller, CFA
Jonathan Peterson
John Guinee
Brendan Maiorana, CFA
Craig Kucera

Disclaimer: This list may not be complete and is subject to change as firms add or delete coverage of our company. Please note that any opinions, estimates, forecasts or predictions regarding our historical or predicted performance made by these analysts are theirs alone and do not represent opinions, estimates, forecasts or predictions of Rexford Industrial Realty, Inc. or its management. We are providing this listing as a service to our stockholders and do not by listing these firms imply our endorsement of, or concurrence with, such information, conclusions or recommendations. Interested persons may obtain copies of analysts' reports on their own; we do not distribute these reports.

Financial and Portfolio Highlights and Common Stock Data ⁽¹⁾

(in thousands except share and per share data and portfolio statistics)

| | Three Months Ended | | | | |
|--|--------------------|--------------------|---------------|----------------|----------------------|
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Financial Results: | | | | | |
| Total rental revenues | \$ 26,059 | \$ 23,335 | \$ 22,281 | \$ 20,931 | \$ 19,370 |
| Net income | \$ 1,056 | \$ 617 | \$ 196 | \$ 81 | \$ 145 |
| Net income per common share-basic and diluted | \$ 0.02 | \$ 0.01 | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Company share of Recurring FFO | \$ 11,870 | \$ 11,201 | \$ 11,089 | \$ 10,085 | \$ 8,932 |
| Recurring FFO per common share-basic and diluted | \$ 0.21 | \$ 0.20 | \$ 0.20 | \$ 0.20 | \$ 0.21 |
| Company share of FFO | \$ 11,365 | \$ 10,780 | \$ 10,220 | \$ 9,513 | \$ 8,145 |
| FFO per common share-basic and diluted | \$ 0.21 | \$ 0.20 | \$ 0.19 | \$ 0.19 | \$ 0.19 |
| EBITDA | \$ 14,606 | \$ 13,508 | \$ 12,364 | \$ 11,819 | \$ 10,334 |
| Adjusted EBITDA | \$ 16,385 | \$ 14,607 | \$ 14,066 | \$ 12,927 | \$ 12,585 |
| Dividend declared per common share | \$ 0.135 | \$ 0.135 | \$ 0.12 | \$ 0.12 | \$ 0.12 |
| Portfolio Statistics: | | | | | |
| Portfolio SF-consolidated | 11,955,455 | 11,078,912 | 10,649,768 | 10,253,580 | 9,829,020 |
| Ending occupancy-consolidated portfolio | 89.2% | 88.8% | 88.4% | 89.5% | 90.7% |
| Pro-forma occupancy including uncommenced leases | 89.3% | 90.5% | 90.0% | 90.8% | 90.7% |
| Leasing spreads-cash | 6.4% | 5.4% | 7.0% | 4.5% | 1.9% ⁽²⁾ |
| Leasing spreads-GAAP | 12.9% | 16.3% | 15.4% | 11.6% | 11.8% ⁽²⁾ |
| Same Property Performance: | | | | | |
| Total rental revenue growth | 2.8% | 5.0% | 5.5% | 4.2% | 8.8% |
| Total property expense growth | -5.4% | -3.2% | 3.8% | -3.4% | 4.1% |
| NOI growth | 4.8% | 8.4% | 6.2% | 7.4% | 10.7% |
| Cash NOI growth | 7.5% | 7.1% | 8.0% | 7.3% | 9.7% |
| Same Property Portfolio ending occupancy | 94.4% | 93.7% | 92.6% | 92.4% | 92.1% |
| Stabilized Same Property Portfolio ending occupancy | 95.6% | 94.8% | 94.0% | 94.9% | 93.7% |
| Same Property Portfolio occupancy growth (ppt) | 1.6% | 2.4% | 2.3% | 2.1% | 2.3% |
| Capitalization: | | | | | |
| Common stock price at quarter end | \$ 16.36 | \$ 13.79 | \$ 14.58 | \$ 15.81 | \$ 15.71 |
| Common shares issued and outstanding | 55,265,243 | 55,198,780 | 55,051,832 | 54,909,083 | 43,382,425 |
| Total shares and units issued and outstanding at period end ⁽³⁾ | 57,291,885 | 57,265,484 | 57,229,405 | 57,205,769 | 45,705,769 |
| Weighted average shares outstanding - basic and diluted | 55,244,664 | 55,145,963 | 54,963,093 | 50,683,528 | 43,234,602 |
| Total equity market capitalization | \$ 937,295 | \$ 789,691 | \$ 834,405 | \$ 904,423 | \$ 718,038 |
| Total consolidated debt | \$ 418,698 | \$ 335,904 | \$ 296,715 | \$ 269,879 | \$ 357,076 |
| Total combined market capitalization (debt and equity) | \$ 1,350,792 | \$ 1,120,512 | \$ 1,121,132 | \$ 1,126,761 | \$ 1,066,508 |
| Ratios: | | | | | |
| Net debt (pro-rata) to total combined market capitalization | 30.6% | 29.5% | 25.6% | 19.7% | 32.7% |
| Net debt (pro-rata) to adjusted EBITDA (quarterly results annualized) | 6.3x | 5.7x | 5.1x | 4.3x | 6.9x |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ Excluding the effect of one new 15,040 sqft lease transaction in our San Diego market, the weighted average cash and GAAP growth for total leases (new & renewal) executed during Q4-14 was 3.3% and 13.3%, respectively.

⁽³⁾ Includes the following number of OP Units held by noncontrolling interests: 2,026,642 (Dec 31, 2015), 2,066,704 (Sep 30, 2015), 2,177,573 (Jun 30, 2015), 2,296,686 (Mar 31, 2015) and 2,323,344 (Dec 31, 2014). Excludes the following number of shares of unvested restricted stock: 333,441 (Dec 31, 2015), 389,123 (Sep 30, 2015), 407,463 (Jun 30, 2015), 420,280 (Mar 31, 2015) and 320,017 (Dec 31, 2014). Excludes 166,669 unvested LTIP Units and 315,998 unvested performance units which were granted in Q4-15.

Consolidated Balance Sheets

(unaudited and in thousands)

| | Rexford Industrial Realty, Inc. | | | | |
|---|---------------------------------|---------------------|---------------------|---------------------|-------------------|
| | 12/31/15 | 9/30/15 | 6/30/2015 | 3/31/2015 | 12/31/2014 |
| Assets | | | | | |
| Land | \$ 492,704 | \$ 445,454 | \$ 420,349 | \$ 392,594 | \$ 368,033 |
| Buildings and improvements | 650,075 | 620,341 | 586,178 | 557,382 | 530,191 |
| Tenant improvements | 28,977 | 26,539 | 25,008 | 22,417 | 21,404 |
| Furniture, fixtures, and equipment | 188 | 188 | 188 | 188 | 188 |
| Construction in progress | 16,822 | 14,265 | 13,181 | 13,306 | 10,646 |
| Total real estate held for investment | 1,188,766 | 1,106,787 | 1,044,904 | 985,887 | 930,462 |
| Accumulated depreciation | (103,623) | (96,403) | (89,539) | (83,140) | (76,884) |
| Investments in real estate, net | 1,085,143 | 1,010,384 | 955,365 | 902,747 | 853,578 |
| Cash and cash equivalents | 5,201 | 5,083 | 9,988 | 47,541 | 8,606 |
| Notes receivable | — | — | 13,137 | 13,135 | 13,137 |
| Rents and other receivables, net | 3,040 | 2,221 | 2,210 | 1,892 | 1,812 |
| Deferred rent receivable | 7,827 | 7,009 | 6,067 | 5,520 | 5,165 |
| Deferred leasing costs, net | 5,331 | 5,044 | 4,526 | 3,744 | 3,608 |
| Deferred loan costs, net | 1,445 | 1,595 | 1,745 | 1,895 | 2,045 |
| Acquired lease intangible assets, net ⁽¹⁾ | 30,383 | 27,838 | 28,580 | 26,504 | 28,136 |
| Indefinite-lived intangible | 5,271 | 5,271 | 5,271 | 5,271 | 5,271 |
| Other assets | 5,523 | 5,491 | 5,221 | 5,534 | 4,699 |
| Acquisition related deposits | — | 1,250 | 1,400 | 250 | 2,110 |
| Investment in unconsolidated real estate entities | 4,087 | 4,056 | 4,018 | 4,013 | 4,018 |
| Total Assets | \$ 1,153,251 | \$ 1,075,242 | \$ 1,037,528 | \$ 1,018,046 | \$ 932,185 |
| Liabilities | | | | | |
| Notes payable | \$ 418,154 | \$ 335,058 | \$ 296,333 | \$ 269,541 | \$ 356,362 |
| Interest rate swap liability | 3,144 | 4,716 | 2,960 | 3,279 | 1,402 |
| Accounts payable and accrued expenses | 12,631 | 13,886 | 9,257 | 11,566 | 10,053 |
| Dividends payable | 7,806 | 7,504 | 6,655 | 6,639 | 5,244 |
| Acquired lease intangible liabilities, net ⁽²⁾ | 3,387 | 2,700 | 2,579 | 2,903 | 3,016 |
| Tenant security deposits | 11,539 | 10,523 | 9,711 | 9,112 | 8,768 |
| Prepaid rents | 2,846 | 1,935 | 2,517 | 1,144 | 1,463 |
| Total Liabilities | 459,507 | 376,322 | 330,012 | 304,184 | 386,308 |
| Equity | | | | | |
| Common stock | 553 | 552 | 550 | 549 | 434 |
| Additional paid in capital | 722,722 | 722,102 | 720,583 | 719,199 | 542,318 |
| Cumulative distributions in excess of earnings | (48,103) | (41,613) | (34,702) | (28,235) | (21,673) |
| Accumulated other comprehensive loss | (3,033) | (4,546) | (2,847) | (3,147) | (1,331) |
| Total stockholders' equity | 672,139 | 676,495 | 683,584 | 688,366 | 519,748 |
| Noncontrolling interests | 21,605 | 22,425 | 23,932 | 25,496 | 26,129 |
| Total Equity | 693,744 | 698,920 | 707,516 | 713,862 | 545,877 |
| Total Liabilities and Equity | \$ 1,153,251 | \$ 1,075,242 | \$ 1,037,528 | \$ 1,018,046 | \$ 932,185 |

⁽¹⁾ Includes net above-market tenant lease intangibles of \$6,225 (Dec. 31, 2015), \$5,621 (Sept. 30, 2015), \$5,725 (June 30, 2015), \$3,312 (March 31, 2015) and \$3,644 (Dec. 31 2014).

⁽²⁾ Includes net below-market tenant lease intangibles of \$3,174 (Dec. 31, 2015), \$2,479 (Sept. 30, 2015), \$2,350 (June 30, 2015), \$2,666 (March 31, 2015) and \$2,771 (Dec. 31 2014).

Consolidated Statements of Operations

Quarterly Results

(unaudited and in thousands, except share and per share data)

| | Three Months Ended | | | | |
|---|--------------------|--------------------|---------------|----------------|-------------------|
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Revenues | | | | | |
| Rental income | \$ 22,665 | \$ 20,617 | \$ 19,275 | \$ 18,557 | \$ 16,719 |
| Tenant reimbursements | 3,074 | 2,377 | 2,844 | 2,184 | 2,417 |
| Other income | 320 | 341 | 162 | 190 | 234 |
| Total rental revenues | 26,059 | 23,335 | 22,281 | 20,931 | 19,370 |
| Management, leasing, and development services | 105 | 186 | 161 | 132 | 206 |
| Interest income | — | 153 | 280 | 277 | 282 |
| Total Revenues | 26,164 | 23,674 | 22,722 | 21,340 | 19,858 |
| Operating Expenses | | | | | |
| Property expenses | 7,118 | 6,237 | 5,874 | 5,771 | 5,477 |
| General and administrative | 3,952 | 3,778 | 3,740 | 3,546 | 3,486 |
| Depreciation and amortization | 10,821 | 10,642 | 10,490 | 9,884 | 8,443 |
| Total Operating Expenses | 21,891 | 20,657 | 20,104 | 19,201 | 17,406 |
| Other Expense | | | | | |
| Acquisition expenses | 528 | 528 | 847 | 233 | 627 |
| Interest expense | 2,724 | 2,245 | 1,658 | 1,826 | 1,655 |
| Total Other Expense | 3,252 | 2,773 | 2,505 | 2,059 | 2,282 |
| Total Expenses | 25,143 | 23,430 | 22,609 | 21,260 | 19,688 |
| Equity in income (loss) from unconsolidated real estate entities | 35 | 45 | 12 | 1 | (25) |
| Gain from early repayment of note receivable | — | 581 | — | — | — |
| (Loss) gain on extinguishment of debt | — | (253) | 71 | — | — |
| Net Income | 1,056 | 617 | 196 | 81 | 145 |
| Less: net income attributable to noncontrolling interest | (40) | (24) | (8) | (4) | — |
| Net income attributable to Rexford Industrial Realty, Inc. | 1,016 | 593 | 188 | 77 | 145 |
| Less: earnings allocated to participating securities | (71) | (53) | (49) | (50) | (38) |
| Net income attributable to common stockholders | \$ 945 | \$ 540 | \$ 139 | \$ 27 | \$ 107 |
| Earnings per Common Share - Basic and Diluted | | | | | |
| Net income attributable to common stockholders | \$ 0.02 | \$ 0.01 | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Weighted average shares outstanding - basic and diluted | 55,244,664 | 55,145,963 | 54,963,093 | 50,683,528 | 43,234,602 |

Consolidated Statements of Operations

Quarterly Results

(unaudited and in thousands)

| | Three Months Ended December 31, | | Year Ended December 31, | |
|--|---------------------------------|---------------|-------------------------|----------------|
| | 2015 | 2014 | 2015 | 2014 |
| Rental Revenues | | | | |
| Rental income | \$ 22,665 | \$ 16,719 | \$ 81,114 | \$ 56,636 |
| Tenant reimbursements | 3,074 | 2,417 | 10,479 | 7,661 |
| Other income | 320 | 234 | 1,013 | 307 |
| Total Rental Revenues | 26,059 | 19,370 | 92,606 | 64,604 |
| Management, leasing, and development services | 105 | 206 | 584 | 860 |
| Interest income | — | 282 | 710 | 1,117 |
| Total Revenues | 26,164 | 19,858 | 93,900 | 66,581 |
| Operating Expenses | | | | |
| Property expenses | 7,118 | 5,477 | 25,000 | 18,382 |
| General and administrative | 3,952 | 3,486 | 15,016 | 12,144 |
| Depreciation and amortization | 10,821 | 8,443 | 41,837 | 28,608 |
| Total Operating Expenses | 21,891 | 17,406 | 81,853 | 59,134 |
| Other Expense | | | | |
| Acquisition expenses | 528 | 627 | 2,136 | 2,038 |
| Interest expense | 2,724 | 1,655 | 8,453 | 6,400 |
| Total Other Expense | 3,252 | 2,282 | 10,589 | 8,438 |
| Total Expenses | 25,143 | 19,688 | 92,442 | 67,572 |
| Equity in income (loss) from unconsolidated real estate entities | 35 | (25) | 93 | (29) |
| Gain from early repayment of note receivable | — | — | 581 | — |
| Loss on extinguishment of debt | — | — | (182) | — |
| Loss on sale of real estate | — | — | — | (150) |
| Net Income (Loss) from Continuing Operations | 1,056 | 145 | 1,950 | (1,170) |
| Discontinued Operations | | | | |
| Income from discontinued operations before gain on sale of real estate | — | — | — | 21 |
| Gain on sale of real estate | — | — | — | 2,125 |
| Income from Discontinued Operations | — | — | — | 2,146 |
| Net Income | 1,056 | 145 | 1,950 | 976 |
| Less: net income attributable to noncontrolling interest | (40) | — | (76) | (80) |
| Net income attributable to Rexford Industrial Realty, Inc. | 1,016 | 145 | 1,874 | 896 |
| Less: earnings allocated to participating securities | (71) | (38) | (223) | (102) |
| Net income attributable to common stockholders | \$ 945 | \$ 107 | \$ 1,651 | \$ 794 |

Non-GAAP FFO ⁽¹⁾

(unaudited and in thousands, except share and per share data)

| | Rexford Industrial Realty, Inc. | | | | |
|---|---------------------------------|--------------------|------------------|------------------|-------------------|
| | Three Months Ended | | | | |
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Funds From Operations (FFO) | | | | | |
| Net Income | \$ 1,056 | \$ 617 | \$ 196 | \$ 81 | \$ 145 |
| Add: | | | | | |
| Depreciation and amortization, including amounts in discontinued operations | 10,821 | 10,642 | 10,490 | 9,884 | 8,443 |
| Depreciation and amortization from unconsolidated joint ventures | 5 | 4 | 20 | 28 | 66 |
| Deduct: | | | | | |
| Gain on sale of real estate from unconsolidated joint ventures | — | — | — | — | 3 |
| FFO ⁽²⁾ | <u>11,882</u> | <u>11,263</u> | <u>10,706</u> | <u>9,993</u> | <u>8,651</u> |
| Company share of FFO ⁽³⁾⁽⁴⁾ | <u>\$ 11,365</u> | <u>\$ 10,780</u> | <u>\$ 10,220</u> | <u>\$ 9,513</u> | <u>\$ 8,145</u> |
| FFO per share-basic and diluted | <u>\$ 0.21</u> | <u>\$ 0.20</u> | <u>\$ 0.19</u> | <u>\$ 0.19</u> | <u>\$ 0.19</u> |
| FFO | 11,882 | 11,263 | 10,706 | 9,993 | 8,651 |
| Add: | | | | | |
| Non-recurring legal fees (reimbursements) ⁽⁵⁾ | — | (88) | 64 | 369 | 205 |
| Acquisition expenses | 528 | 528 | 847 | 233 | 627 |
| Recurring FFO ⁽²⁾ | <u>\$ 12,410</u> | <u>\$ 11,703</u> | <u>\$ 11,617</u> | <u>\$ 10,595</u> | <u>\$ 9,483</u> |
| Company share of Recurring FFO ⁽³⁾ | <u>\$ 11,870</u> | <u>\$ 11,201</u> | <u>\$ 11,089</u> | <u>\$ 10,085</u> | <u>\$ 8,932</u> |
| Recurring FFO per share-basic and diluted | <u>\$ 0.21</u> | <u>\$ 0.20</u> | <u>\$ 0.20</u> | <u>\$ 0.20</u> | <u>\$ 0.21</u> |
| Weighted-average shares outstanding-basic and diluted | 55,244,664 | 55,145,963 | 54,963,093 | 50,683,528 | 43,234,602 |
| Weighted-average diluted shares and units | 57,289,069 | 57,257,186 | 57,220,536 | 52,989,102 | 45,705,769 |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ FFO and Recurring FFO for the three months ended September 30, 2015, includes the following: (i) \$581 gain from the early repayment of the Calle Perfecto note receivable and (ii) \$253 loss on extinguishment of debt. FFO and Recurring FFO for the three months ended June 30, 2015, includes a \$71 gain on extinguishment of debt.

⁽³⁾ Company share of FFO and Recurring FFO is based on the weighted average interest in our operating partnership of 96.4%, 96.3%, 96.1%, 95.6% and 94.6% for the three months ended December 31, 2015, September 30, 2015, June 30, 2015, March 31, 2015 and December 31, 2014, respectively.

⁽⁴⁾ Company share of FFO excludes FFO allocated to participating securities of \$99, \$76, \$76, \$71 and \$38 for the three months ended December 31, 2015, September 30, 2015, June 30, 2015, March 31, 2015 and December 31, 2014, respectively. Participating securities include unvested shares of restricted stock, unvested LTIP units and unvested performance units.

⁽⁵⁾ Non-recurring legal fees (reimbursements) relate to litigation. For more information, see Item 3. Legal Proceedings in our 2014 Annual Report on Form 10-K, as amended, and Item 1. Legal Proceedings in our subsequent quarterly reports on Form 10-Q.

Non-GAAP AFFO ⁽¹⁾

(unaudited and in thousands)

AFFO

| | Rexford Industrial Realty, Inc. | | | | |
|---|---------------------------------|--------------------|-----------------|-------------------------------|----------------------------------|
| | Three Months Ended | | | | |
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 ⁽²⁾ | December 31, 2014 ⁽²⁾ |
| Adjusted Funds From Operations (AFFO) | | | | | |
| Funds From Operations | \$ 11,882 | \$ 11,263 | \$ 10,706 | \$ 9,993 | \$ 8,651 |
| Add: | | | | | |
| Amortization of deferred financing costs | 194 | 200 | 209 | 209 | 206 |
| Fair value lease expense | 48 | 69 | 46 | 39 | 115 |
| Non-cash stock compensation | 494 | 443 | 467 | 348 | 250 |
| Straight line corporate office rent expense adjustment | (1) | 21 | 37 | 24 | — |
| Loss (gain) on extinguishment of debt | — | 253 | (71) | — | — |
| Deduct: | | | | | |
| Straight line rental revenue adjustment ⁽³⁾ | 1,409 | 1,039 | 612 | 365 | 595 |
| Capitalized payments ⁽⁴⁾ | 651 | 548 | 497 | 344 | 302 |
| Note receivable discount amortization | — | 38 | 71 | 69 | 68 |
| Note payable premium amortization | 33 | 33 | 33 | 92 | 82 |
| Gain from early repayment of note receivable | — | 581 | — | — | — |
| Recurring capital expenditures ⁽⁵⁾ | 1,346 | 921 | 871 | 392 | 908 |
| 2nd generation tenant improvements and leasing commissions ⁽⁶⁾ | 762 | 701 | 893 | 706 | 918 |
| Unconsolidated joint venture AFFO adjustments | 4 | 5 | (4) | (9) | 3 |
| AFFO | \$ 8,412 | \$ 8,383 | \$ 8,421 | \$ 8,654 | \$ 6,346 |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ For comparability, prior period amounts have been reclassified to conform to current period presentation.

⁽³⁾ For the three months ended December 31, 2015, the straight line rental revenue adjustment includes \$727 of concessions and \$554 of free rent under a license agreement at one of our properties. The straight line rental revenue adjustment includes concessions of \$870, \$485, \$358, and \$494 for the three months ended September 30, 2015, June 30, 2015, March 31, 2015 and December 31, 2014, respectively.

⁽⁴⁾ Includes capitalized interest, and leasing and construction development compensation.

⁽⁵⁾ Excludes nonrecurring capital expenditures of \$4,018, \$4,222, \$3,312, \$2,920, and \$4,118 for the three months ended December 31, 2015, September 30, 2015, June 30, 2015, March 31, 2015 and December 31, 2014, respectively.

⁽⁶⁾ Excludes 1st generation tenant improvements and leasing commissions of \$418, \$624, \$996, \$236 and \$640 for the three months ended December 31, 2015, September 30, 2015, June 30, 2015, March 31, 2015 and December 31, 2014, respectively.

Statement of Operations Reconciliations ⁽¹⁾

(unaudited and in thousands)

| | Rexford Industrial Realty, Inc. | | | | |
|--|---------------------------------|--------------------|------------------|------------------|-------------------|
| | Three Months Ended | | | | |
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Net Operating Income (NOI) | | | | | |
| Rental income | \$ 22,665 | \$ 20,617 | \$ 19,275 | \$ 18,557 | \$ 16,719 |
| Tenant reimbursements | 3,074 | 2,377 | 2,844 | 2,184 | 2,417 |
| Other income | 320 | 341 | 162 | 190 | 234 |
| Total rental revenues | 26,059 | 23,335 | 22,281 | 20,931 | 19,370 |
| Property expenses | 7,118 | 6,237 | 5,874 | 5,771 | 5,477 |
| NOI | \$ 18,941 | \$ 17,098 | \$ 16,407 | \$ 15,160 | \$ 13,893 |
| Fair value lease revenue | 48 | 69 | 46 | 39 | 115 |
| Straight line rental revenue adjustment | (1,409) | (1,039) | (612) | (365) | (595) |
| Cash NOI | \$ 17,580 | \$ 16,128 | \$ 15,841 | \$ 14,834 | \$ 13,413 |
| Net Income | \$ 1,056 | \$ 617 | \$ 196 | \$ 81 | \$ 145 |
| Add: | | | | | |
| General and administrative | 3,952 | 3,778 | 3,740 | 3,546 | 3,486 |
| Depreciation and amortization | 10,821 | 10,642 | 10,490 | 9,884 | 8,443 |
| Acquisition expenses | 528 | 528 | 847 | 233 | 627 |
| Interest expense | 2,724 | 2,245 | 1,658 | 1,826 | 1,655 |
| Loss (gain) on extinguishment of debt | — | 253 | (71) | — | — |
| Subtract: | | | | | |
| Management, leasing, and development services | 105 | 186 | 161 | 132 | 206 |
| Interest income | — | 153 | 280 | 277 | 282 |
| Equity in income (loss) from unconsolidated real estate entities | 35 | 45 | 12 | 1 | (25) |
| Gain from early repayment of note receivable | — | 581 | — | — | — |
| NOI | \$ 18,941 | \$ 17,098 | \$ 16,407 | \$ 15,160 | \$ 13,893 |
| Fair value lease revenue | 48 | 69 | 46 | 39 | 115 |
| Straight line rental revenue adjustment | (1,409) | (1,039) | (612) | (365) | (595) |
| Cash NOI | \$ 17,580 | \$ 16,128 | \$ 15,841 | \$ 14,834 | \$ 13,413 |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

Statement of Operations Reconciliations ⁽¹⁾

(unaudited and in thousands)

| Rexford Industrial Realty, Inc. | | | | | |
|---|-------------------|--------------------|------------------|------------------|-------------------|
| Three Months Ended | | | | | |
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Net income | 1,056 | 617 | 196 | 81 | 145 |
| Interest expense | 2,724 | 2,245 | 1,658 | 1,826 | 1,655 |
| Proportionate share of interest expense from unconsolidated joint ventures | — | — | — | — | 25 |
| Depreciation and amortization | 10,821 | 10,642 | 10,490 | 9,884 | 8,443 |
| Proportionate share of real estate related depreciation and amortization from unconsolidated joint ventures | 5 | 4 | 20 | 28 | 66 |
| EBITDA | \$ 14,606 | \$ 13,508 | \$ 12,364 | \$ 11,819 | \$ 10,334 |
| Stock-based compensation amortization | 494 | 443 | 467 | 348 | 250 |
| Loss (gain) on extinguishment of debt | — | 253 | (71) | — | — |
| Gain from early repayment of note receivable | — | (581) | — | — | — |
| Non-recurring legal fees (reimbursements) ⁽²⁾ | — | (88) | 64 | 369 | 205 |
| Acquisition expenses | 528 | 528 | 847 | 233 | 627 |
| Pro forma effect of acquisitions ⁽³⁾ | 757 | 544 | 395 | 158 | 1,169 |
| Adjusted EBITDA | \$ 16,385 | \$ 14,607 | \$ 14,066 | \$ 12,927 | \$ 12,585 |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ Non-recurring legal fees (reimbursements) relate to Litigation. For more information, see Item 3. Legal Proceedings in our 2014 Annual Report on Form 10-K, as amended, and Item 1. Legal Proceedings in our subsequent quarterly reports on Form 10-Q.

⁽³⁾ Represents the estimated impact of Q4'15 acquisition as if they had been acquired October 1, 2015, Q3'15 acquisitions as if they had been acquired July 1, 2015, Q2'15 acquisitions as if they had been acquired April 1, 2015, Q1'15 acquisitions as if they had been acquired January 1, 2015 and Q4'14 acquisitions as if they had been acquired October 1, 2014. We have made a number of assumptions in such estimates and there can be no assurance that we would have generated the projected levels of EBITDA had we owned the acquired entities as of the beginning of each period.

Same Property Portfolio Performance ⁽¹⁾

Statement of Operations and NOI Reconciliation

(unaudited and in thousands)

Same Property Portfolio Statement of Operations:

| | Three Months Ended December 31, | | | | Year Ended December 31, | | | |
|---------------------------------|---------------------------------|-----------------|-----------------|-----------------|-------------------------|------------------|-----------------|----------------|
| | 2015 | 2014 | \$ Change | % Change | 2015 | 2014 | \$ Change | % Change |
| Rental Revenues | | | | | | | | |
| Rental income | \$ 12,533 | \$ 12,080 | \$ 453 | 3.8% | \$ 48,545 | \$ 46,423 | \$ 2,122 | 4.6% |
| Tenant reimbursements | 1,593 | 1,671 | (78) | (4.7)% | 5,976 | 6,106 | (130) | (2.1)% |
| Other income | 228 | 213 | 15 | 7.0% | 600 | 282 | 318 | 112.8% |
| Total Rental Revenues | 14,354 | 13,964 | 390 | 2.8% | 55,121 | 52,811 | 2,310 | 4.4% |
| Interest income | — | — | — | 0.0% | — | 1 | (1) | (100.0)% |
| Total Revenues | 14,354 | 13,964 | 390 | 2.8% | 55,121 | 52,812 | 2,309 | 4.4% |
| Operating Expenses | | | | | | | | |
| Property expenses | 3,876 | 3,964 | (88) | (2.2)% | 14,950 | 15,162 | (212) | (1.4)% |
| Depreciation and amortization | 4,469 | 4,855 | (386) | (8.0)% | 18,343 | 21,103 | (2,760) | (13.1)% |
| Total Operating Expenses | 8,345 | 8,819 | (474) | (5.4)% | 33,293 | 36,265 | (2,972) | (8.2)% |
| Other Expense | | | | | | | | |
| Interest expense | — | 185 | (185) | (100.0)% | 549 | 1,062 | (513) | (48.3)% |
| Total Other Expense | — | 185 | (185) | (100.0)% | 549 | 1,062 | (513) | (48.3)% |
| Total Expenses | 8,345 | 9,004 | (659) | (7.3)% | 33,842 | 37,327 | (3,485) | (9.3)% |
| Net Income | \$ 6,009 | \$ 4,960 | \$ 1,049 | 21.1% | \$ 21,279 | \$ 15,485 | \$ 5,794 | 37.4% |

Same Property Portfolio NOI Reconciliation:

| | Three Months Ended December 31, | | | | Year Ended December 31, | | | |
|----------------------------------|---------------------------------|------------------|---------------|-------------|-------------------------|------------------|-----------------|-------------|
| | 2015 | 2014 | \$ Change | % Change | 2015 | 2014 | \$ Change | % Change |
| NOI | | | | | | | | |
| Net Income | \$ 6,009 | \$ 4,960 | | | \$ 21,279 | \$ 15,485 | | |
| Add: | | | | | | | | |
| Interest expense | — | 185 | | | 549 | 1,062 | | |
| Depreciation and amortization | 4,469 | 4,855 | | | 18,343 | 21,103 | | |
| Deduct: | | | | | | | | |
| Interest income | — | — | | | — | 1 | | |
| NOI | \$ 10,478 | \$ 10,000 | \$ 478 | 4.8% | \$ 40,171 | \$ 37,649 | \$ 2,522 | 6.7% |
| Straight-line rents | (149) | (438) | | | (569) | (1,015) | | |
| Amort. above/below market leases | 36 | 80 | | | 191 | 370 | | |
| Cash NOI | \$ 10,365 | \$ 9,642 | \$ 723 | 7.5% | \$ 39,793 | \$ 37,004 | \$ 2,789 | 7.5% |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

Same Property Portfolio Performance ⁽¹⁾

NOI Reconciliation, Portfolio Summary and Occupancy

(unaudited and dollars in thousands)

Same Property Portfolio NOI Reconciliation Continued:

| | Three Months Ended December 31, | | | | Year Ended December 31, | | | |
|----------------------------------|---------------------------------|------------------|---------------|-------------|-------------------------|------------------|-----------------|-------------|
| | 2015 | 2014 | \$ Change | % Change | 2015 | 2014 | \$ Change | % Change |
| Rental income | \$ 12,533 | \$ 12,080 | \$ 453 | 3.8% | \$ 48,545 | \$ 46,423 | \$ 2,122 | 4.6% |
| Tenant reimbursements | 1,593 | 1,671 | (78) | (4.7)% | 5,976 | 6,106 | (130) | (2.1)% |
| Other income | 228 | 213 | 15 | 7.0% | 600 | 282 | 318 | 112.8% |
| Total rental revenues | 14,354 | 13,964 | 390 | 2.8% | 55,121 | 52,811 | 2,310 | 4.4% |
| Property expenses | 3,876 | 3,964 | (88) | (2.2)% | 14,950 | 15,162 | (212) | (1.4)% |
| NOI | \$ 10,478 | \$ 10,000 | \$ 478 | 4.8% | \$ 40,171 | \$ 37,649 | \$ 2,522 | 6.7% |
| Straight-line rents | (149) | (438) | 289 | (66.0)% | (569) | (1,015) | 446 | (43.9)% |
| Amort. above/below market leases | 36 | 80 | (44) | (55.0)% | 191 | 370 | (179) | (48.4)% |
| Cash NOI | \$ 10,365 | \$ 9,642 | \$ 723 | 7.5% | \$ 39,793 | \$ 37,004 | \$ 2,789 | 7.5% |

Same Property Portfolio Summary:

| | Same Property Portfolio | Stabilized Same Property Portfolio ⁽²⁾ |
|----------------------|-------------------------|---|
| Number of properties | 62 | 62 |
| Square Feet | 6,083,359 | 6,011,359 |

Same Property Portfolio Occupancy:

| | December 31, 2015 | | December 31, 2014 | | Change (ppt) | |
|-------------------------------|-------------------------|---|-------------------------|---|-------------------------|---|
| | Same Property Portfolio | Stabilized Same Property Portfolio ⁽²⁾ | Same Property Portfolio | Stabilized Same Property Portfolio ⁽²⁾ | Same Property Portfolio | Stabilized Same Property Portfolio ⁽²⁾ |
| Occupancy: | | | | | | |
| Los Angeles County | 94.8% | 96.9% | 96.0% | 95.9% | (1.2)% | 1.0% |
| Orange County | 96.1% | 96.1% | 96.2% | 96.2% | (0.1)% | (0.1)% |
| San Bernardino County | 96.2% | 96.2% | 87.6% | 87.6% | 8.6% | 8.6% |
| Ventura County | 95.5% | 95.5% | 90.5% | 90.5% | 5.0% | 5.0% |
| San Diego County | 89.1% | 89.1% | 81.7% | 81.7% | 7.4% | 7.4% |
| Total/Weighted Average | 94.4% | 95.6% | 92.8% | 92.7% | 1.6% | 2.9% |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ Reflects the square footage and occupancy of our Same Property Portfolio adjusted for space aggregating 72,000 rentable square feet that was classified as repositioning as of December 31, 2015. For additional details, refer to page 24 of this report.

Joint Venture Financial Summary

Balance Sheet

(unaudited and in thousands)

| | Mission Oaks ⁽¹⁾ | | | | |
|---|-----------------------------|--------------------|------------------|------------------|-------------------|
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Assets: | | | | | |
| Investments in real estate, net | \$ 21,558 | \$ 21,153 | \$ 20,690 | \$ 20,635 | \$ 20,268 |
| Cash and cash equivalents | 2,474 | 2,631 | 2,891 | 2,573 | 2,331 |
| Rents and other receivables, net | 34 | 5 | 183 | 220 | 231 |
| Deferred rent receivable | 61 | 39 | 2 | — | — |
| Deferred leasing costs and acquisition related intangible assets, net | 140 | 152 | 74 | 164 | 290 |
| Acquired above-market leases, net | — | — | — | 44 | 110 |
| Other assets | 13 | 16 | 22 | 28 | 19 |
| Total Assets | \$ 24,280 | \$ 23,996 | \$ 23,862 | \$ 23,664 | \$ 23,249 |
| Liabilities: | | | | | |
| Accounts payable, accrued expenses and other liabilities | \$ 646 | \$ 686 | \$ 836 | \$ 930 | \$ 678 |
| Deferred rent payable | — | — | — | 4 | 11 |
| Tenant security deposits | 436 | 429 | 429 | 292 | 292 |
| Prepaid rents | 168 | 130 | 177 | 129 | — |
| Total Liabilities | 1,250 | 1,245 | 1,442 | 1,355 | 981 |
| Equity: | | | | | |
| Equity | 8,202 | 8,202 | 8,202 | 8,202 | 8,202 |
| Accumulated deficit and distributions | 14,828 | 14,549 | 14,218 | 14,107 | 14,066 |
| Total Equity | 23,030 | 22,751 | 22,420 | 22,309 | 22,268 |
| Total Liabilities and Equity | \$ 24,280 | \$ 23,996 | \$ 23,862 | \$ 23,664 | \$ 23,249 |
| Rexford Industrial Realty, Inc. Ownership %: | 15% | 15% | 15% | 15% | 15% |

⁽¹⁾ These financial statements represent amounts attributable to the entities and do not represent our 15% proportionate share.

Joint Venture Financial Summary⁽¹⁾

Statement of Operations

(unaudited and in thousands)

Statement of Operations:

| | Mission Oaks ⁽²⁾ | | | | |
|------------------------------------|-----------------------------|--------------------|---------------|----------------|-------------------|
| | Three Months Ended | | | | |
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| Income Statement | | | | | |
| Rental revenues | \$ 526 | \$ 502 | \$ 373 | \$ 348 | \$ 807 |
| Tenant reimbursements | 106 | 191 | 312 | 315 | 355 |
| Other operating revenues | (2) | 2 | — | — | — |
| Total revenue | 630 | 695 | 685 | 663 | 1,162 |
| Total operating expense | 288 | 334 | 423 | 425 | 555 |
| NOI | 342 | 361 | 262 | 238 | 607 |
| General and administrative | 36 | 3 | 13 | 12 | 11 |
| Depreciation and amortization | 27 | 27 | 138 | 185 | 442 |
| Interest expense | — | — | — | — | 165 |
| Loss on Extinguishment of Debt | — | — | — | — | 70 |
| Gain on sale of assets/investments | — | — | — | — | (13,389) |
| Total expense (income) | 351 | 364 | 574 | 622 | (12,146) |
| Net Income | \$ 279 | \$ 331 | \$ 111 | \$ 41 | \$ 13,308 |
| EBITDA | | | | | |
| Net income | \$ 279 | \$ 331 | \$ 111 | \$ 41 | \$ 13,308 |
| Interest expense | — | — | — | — | 165 |
| Depreciation and amortization | 27 | 27 | 138 | 185 | 442 |
| EBITDA | \$ 306 | \$ 358 | \$ 249 | \$ 226 | \$ 13,915 |

Rexford Industrial Realty, Inc. Ownership %: 15% 15% 15% 15% 15%

Reconciliation - Equity Income in Joint Venture:

| | | | | | |
|---|--------------|--------------|--------------|-------------|----------------|
| Net income | \$ 279 | \$ 331 | \$ 111 | \$ 41 | \$ 13,308 |
| Rexford Industrial Realty, Inc. Ownership %: | 15% | 15% | 15% | 15% | 15% |
| Company share | 42 | 50 | 17 | 6 | 1,996 |
| Intercompany eliminations/basis adjustments | (7) | (5) | (5) | (5) | (2,021) |
| Equity in net income (loss) from unconsolidated real estate entities | \$ 35 | \$ 45 | \$ 12 | \$ 1 | \$ (25) |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ These financial statements represent amounts attributable to the entities and do not represent our 15% proportionate share.

Capitalization Summary

(unaudited and in thousands, except share and per share data)

Capitalization as of December 31, 2015

| Description | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Common shares ⁽¹⁾ | 55,265,243 | 55,198,780 | 55,051,832 | 54,909,083 | 43,382,425 |
| Operating partnership units ⁽²⁾ | 2,026,642 | 2,066,704 | 2,177,573 | 2,296,686 | 2,323,344 |
| Total shares and units at period end | 57,291,885 | 57,265,484 | 57,229,405 | 57,205,769 | 45,705,769 |
| Share price at end of quarter | \$ 16.36 | \$ 13.79 | \$ 14.58 | \$ 15.81 | \$ 15.71 |
| Total Equity Market Capitalization | \$ 937,295 | \$ 789,691 | \$ 834,405 | \$ 904,423 | \$ 718,038 |
| Total Debt | \$ 418,698 | \$ 335,904 | \$ 296,715 | \$ 269,879 | \$ 357,076 |
| Less: Cash and cash equivalents | (5,201) | (5,083) | (9,988) | (47,541) | (8,606) |
| Net Debt | \$ 413,497 | \$ 330,821 | \$ 286,727 | \$ 222,338 | \$ 348,470 |
| Total Combined Market Capitalization (Debt and Equity) | \$ 1,350,792 | \$ 1,120,512 | \$ 1,121,132 | \$ 1,126,761 | \$ 1,066,508 |
| Net debt to total combined market capitalization | 30.6% | 29.5% | 25.6% | 19.7% | 32.7% |
| Net debt to adjusted EBITDA (quarterly results annualized) ⁽³⁾ | 6.3x | 5.7x | 5.1x | 4.3x | 6.9x |

⁽¹⁾ Excludes the following number of shares of unvested restricted stock: 333,441 (December 31, 2015), 389,123 (September 30, 2015), 407,463 (June 30, 2015), 420,280 (March 31, 2015) and 320,017 (December 31, 2014).

⁽²⁾ Represents outstanding common units of the Company's operating partnership, Rexford Industrial Realty, LP, that are owned by unit holders other than Rexford Industrial Realty, Inc. Represents the noncontrolling interest in our operating partnership. Excludes 166,669 unvested LTIP Units and 315,998 unvested performance units which were granted during Q4-15.

⁽³⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

Debt Summary

(unaudited and dollars in thousands)

Debt Detail:

As of December 31, 2015

| Debt Description | Maturity Date | Stated Interest Rate | Effective Interest Rate ⁽¹⁾ | Principal Balance | Maturity Date of Effective Swaps |
|---|--------------------------|------------------------------|--|-------------------|----------------------------------|
| Secured Debt: | | | | | |
| \$60M Term Loan | 8/1/2019 ⁽²⁾ | LIBOR + 1.90% | 3.818% | 60,000 | 2/15/2019 |
| Gilbert/La Palma | 3/1/2031 | 5.125% | 5.125% | 3,044 | -- |
| 12907 Imperial Highway | 4/1/2018 | 5.950% | 5.950% | 5,299 | -- |
| 1065 Walnut St | 2/1/2019 ⁽⁶⁾ | 4.550% | 4.550% | 9,855 | -- |
| Unsecured Debt: | | | | | |
| \$100M Term Loan Facility | 6/11/2019 | LIBOR + 1.25% ⁽³⁾ | 3.040% | 50,000 | 12/14/2018 |
| \$100M Term Loan Facility ⁽⁴⁾ | 6/11/2019 | LIBOR + 1.25% ⁽³⁾ | 1.680% | 50,000 | -- |
| \$200M Revolving Credit Facility ⁽⁵⁾ | 6/11/2018 ⁽²⁾ | LIBOR + 1.30% ⁽³⁾ | 1.730% | 140,500 | -- |
| \$100M Senior Notes | 8/6/2025 | 4.290% | 4.290% | 100,000 | -- |
| Total Consolidated: | | | 2.935% | 418,698 | |

⁽¹⁾ Includes the effect of interest rate swaps effective as of December 31, 2015, and excludes the effect of discounts/premiums, deferred loan costs and the unused commitment fee.

⁽²⁾ One additional one-year extension is available, provided that certain conditions are satisfied.

⁽³⁾ The applicable LIBOR margin will range from 1.30% to 1.90% for the revolving credit facility and 1.25% to 1.85% for the term loan facility, depending on the ratio of our outstanding consolidated indebtedness to the value of our consolidated gross asset value, which is measured on a quarterly basis. As a result, the effective interest rate will fluctuate from period to period.

⁽⁴⁾ We have executed a forward interest swap that will effectively fix \$50M of this \$100M term loan at 2.005% plus the applicable term loan facility LIBOR margin from 2/16/16 to 12/14/18.

⁽⁵⁾ The credit facility is subject to an unused commitment fee which is calculated as 0.30% or 0.20% of the daily unused commitment if the balance is under \$100M or over \$100M, respectively.

⁽⁶⁾ One additional five-year extension is available, provided that certain conditions are satisfied.

Debt Composition:

| Category | Avg. Term Remaining (yrs) ⁽¹⁾ | Stated Interest Rate | Effective Interest Rate | Balance | % of Total |
|-------------------------|--|----------------------|-------------------------|-----------|------------|
| Fixed ⁽²⁾ | 6.3 | 3.95% | 3.95% | \$228,198 | 55% |
| Variable ⁽²⁾ | 2.7 | LIBOR + 1.29% | 1.72% | \$190,500 | 45% |
| Secured | 3.9 | | 4.11% | \$78,198 | 19% |
| Unsecured | 4.8 | | 2.67% | \$340,500 | 81% |

⁽¹⁾ The weighted average remaining term to maturity of our consolidated debt is 4.7 years.

⁽²⁾ If all of our interest rate swaps were effective as of December 31, 2015, our consolidated debt would be 66% fixed and 34% variable. See footnote (4) above.

Debt Maturity Schedule:

| Year | Secured | Unsecured Debt | Total | % Total | Interest Rate |
|--------------|------------------|-------------------|-------------------|-------------|---------------|
| 2016-2017 | — | — | — | —% | —% |
| 2018 | 5,299 | 140,500 | 145,799 | 35% | 1.883% |
| 2019 | 69,855 | 100,000 | 169,855 | 41% | 3.002% |
| Thereafter | 3,044 | 100,000 | 103,044 | 25% | 4.315% |
| Total | \$ 78,198 | \$ 340,500 | \$ 418,698 | 100% | 2.935% |

Debt Covenants

(unaudited results)

Unsecured Revolving Credit Facility and Term Loan Facility Covenants⁽¹⁾

| | Covenant | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 |
|--|-----------------------|-------------------|--------------------|---------------|----------------|
| Maximum Leverage Ratio | less than 60% | 36.3% | 30.2% | 28.1% | 26.6% |
| Maximum Secured Leverage Ratio | less than 45% | 5.9% | 6.2% | 15.1% | 16.7% |
| Maximum Secured Recourse Debt ⁽²⁾ | less than 15% | 0.0% | —% | —% | —% |
| Maximum Recourse Debt ⁽²⁾ | less than 15% | -- | -- | 1.0% | 1.1% |
| Minimum Tangible Net Worth | \$582,432,000 | \$753,641,000 | \$755,982,000 | \$756,231,000 | \$762,145,000 |
| Minimum Fixed Charge Coverage Ratio | at least 1.50 to 1.00 | 4.72 to 1.00 | 5.26 to 1.00 | 8.47 to 1.00 | 7.60 to 1.00 |
| Unencumbered Leverage Ratio | less than 60% | 33.6% | 27.1% | 17.1% | 13.1% |
| Unencumbered Interest Coverage Ratio | at least 1.75 to 1.00 | 3.31 to 1.00 | 3.87 to 1.00 | 5.96 to 1.00 | 7.55 to 1.00 |

⁽¹⁾ Our actual performance for each covenant is calculated based on the definitions set forth in the loan agreement.

⁽²⁾ On July 15, 2015, we amended our credit agreement. The amendment provides for, among other things, the replacement of the maximum recourse debt covenant with a maximum secured recourse debt covenant.

Portfolio Overview

at 12/31/15

(unaudited results)

Consolidated Portfolio:

| Market | # Properties | Rentable Square Feet | | | Occupancy | | | Total Portfolio Excluding Repositioning ⁽¹⁾ | Annualized Base Rent | |
|-------------------------------------|--------------|---------------------------|-------------------------------|-------------------|---------------------------|-------------------------------|-----------------|--|-------------------------------------|----------------|
| | | Same Properties Portfolio | Non-Same Properties Portfolio | Total Portfolio | Same Properties Portfolio | Non-Same Properties Portfolio | Total Portfolio | | Total (in thousands) ⁽²⁾ | per SF |
| Greater San Fernando Valley | 23 | 1,283,251 | 1,329,723 | 2,612,974 | 87.3% | 84.7% | 86.0% | 94.0% | 21,274 | \$9.47 |
| San Gabriel Valley | 12 | 978,356 | 350,858 | 1,329,214 | 99.8% | 100.0% | 99.8% | 99.8% | 10,644 | \$8.02 |
| Central LA | 4 | 190,663 | 196,647 | 387,310 | 100.0% | 87.9% | 93.9% | 100.0% | 3,631 | \$9.99 |
| Mid-Countries | 10 | 522,430 | 302,740 | 825,170 | 100.0% | 79.1% | 92.3% | 100.0% | 5,615 | \$7.37 |
| South Bay | 13 | 331,076 | 658,281 | 989,357 | 98.2% | 89.5% | 92.5% | 97.4% | 8,093 | \$8.85 |
| Los Angeles County | 62 | 3,305,776 | 2,838,249 | 6,144,025 | 94.8% | 87.3% | 91.4% | 97.0% | 49,257 | \$8.77 |
| North Orange County | 6 | 459,754 | 184,262 | 644,016 | 96.5% | 100.0% | 97.5% | 97.5% | 5,769 | \$9.19 |
| West Orange County | 2 | — | 285,777 | 285,777 | 0.0% | 100.0% | 100.0% | 100.0% | 2,263 | \$7.92 |
| South Orange County | 1 | — | 46,178 | 46,178 | 0.0% | 100.0% | 100.0% | 100.0% | 371 | \$8.04 |
| OC Airport | 6 | 289,040 | 222,230 | 511,270 | 95.6% | 22.2% | 63.7% | 96.2% | 2,899 | \$8.90 |
| Orange County | 15 | 748,794 | 738,447 | 1,487,241 | 96.1% | 76.6% | 86.4% | 97.8% | 11,302 | \$8.79 |
| Inland Empire West | 11 | 495,431 | 675,452 | 1,170,883 | 95.5% | 97.6% | 96.7% | 96.7% | 8,204 | \$7.24 |
| Inland Empire East | 2 | 85,282 | — | 85,282 | 100.0% | 0.0% | 100.0% | 100.0% | 551 | \$6.46 |
| San Bernardino County | 13 | 580,713 | 675,452 | 1,256,165 | 96.2% | 97.6% | 97.0% | 97.0% | 8,755 | \$7.19 |
| Ventura | 11 | 649,128 | 495,143 | 1,144,271 | 95.5% | 95.1% | 95.3% | 95.3% | 9,011 | \$8.26 |
| Ventura County | 11 | 649,128 | 495,143 | 1,144,271 | 95.5% | 95.1% | 95.3% | 95.3% | 9,011 | \$8.26 |
| North County San Diego | 6 | 584,258 | — | 584,258 | 91.1% | 0.0% | 91.1% | 91.1% | 4,980 | \$9.36 |
| Central San Diego | 11 | 137,989 | 1,124,805 | 1,262,794 | 95.5% | 66.3% | 69.5% | 98.7% | 9,973 | \$11.37 |
| South County San Diego | 1 | 76,701 | — | 76,701 | 62.6% | 0.0% | 62.6% | 62.6% | 432 | \$9.00 |
| San Diego County | 18 | 798,948 | 1,124,805 | 1,923,753 | 89.1% | 66.3% | 75.8% | 94.0% | 15,386 | \$10.56 |
| CONSOLIDATED TOTAL / WTD AVG | 119 | 6,083,359 | 5,872,096 | 11,955,455 | 94.4% | 83.8% | 89.2% | 96.5% | 93,710 | \$8.79 |

Unconsolidated Joint Ventures:

| | | | | | | | | | | |
|---------------------------------------|----------|----------|---------------|---------------|-------------|--------------|--------------|--------------|------------|---------------|
| Ventura | 1 | — | 68,370 | 68,370 | 0.0% | 55.0% | 55.0% | 55.0% | 311 | \$8.26 |
| UNCONSOLIDATED TOTAL / WTD AVG | 1 | — | 68,370 | 68,370 | 0.0% | 55.0% | 55.0% | 55.0% | 311 | \$8.26 |

Total Portfolio:

| | | | | | | | | | | |
|------------------------------|------------|------------------|------------------|-------------------|--------------|--------------|--------------|--------------|---------------|---------------|
| GRAND TOTAL / WTD AVG | 120 | 6,083,359 | 5,940,466 | 12,023,825 | 94.4% | 83.5% | 89.0% | 96.3% | 94,020 | \$8.78 |
|------------------------------|------------|------------------|------------------|-------------------|--------------|--------------|--------------|--------------|---------------|---------------|

⁽¹⁾ Excludes space at nine of our properties that were in various stages of repositioning (including current and future repositioning) or lease-up as of December 31, 2015. See page 24 for additional details on these properties.

⁽²⁾ Calculated for each property as monthly contracted base rent per the terms of the lease(s) at such property, as of December 31, 2015, multiplied by 12 and then multiplied by our ownership interest for such property, and then aggregated by market. Excludes billboard and antenna revenue and rent abatements.

Occupancy and Leasing Trends

(unaudited results, data represents consolidated portfolio only)

Occupancy by County:

| | Dec 31, 2015 ⁽¹⁾ | Sep 30, 2015 | June 30, 2015 | Mar 31, 2015 | Dec 31, 2014 |
|----------------------------------|-----------------------------|-------------------|-------------------|-------------------|------------------|
| Occupancy: | | | | | |
| Los Angeles County | 91.4% | 86.1% | 87.7% | 87.1% | 91.0% |
| Orange County | 86.4% | 85.1% | 84.4% | 92.6% | 92.1% |
| San Bernardino County | 97.0% | 97.2% | 96.7% | 96.3% | 92.1% |
| Ventura County | 95.3% | 94.7% | 90.8% | 91.8% | 91.4% |
| San Diego County | 75.8% | 91.7% | 87.5% | 89.0% | 86.3% |
| Total/Weighted Average | 89.2% | 88.8% | 88.4% | 89.5% | 90.7% |
| Consolidated Portfolio SF | 11,955,455 | 11,078,912 | 10,649,768 | 10,253,580 | 9,829,020 |

Leasing Activity:

| | Three Months Ended | | | | |
|--|--------------------|--------------|--------------------------|--------------|--------------|
| | Dec 31, 2015 | Sep 30, 2015 | June 30, 2015 | Mar 31, 2015 | Dec 31, 2014 |
| Leasing Activity (SF): ⁽²⁾ | | | | | |
| New leases | 343,876 | 216,499 | 283,695 | 458,301 | 201,269 |
| Renewal | 237,935 | 323,085 | 442,019 | 319,849 | 229,226 |
| Gross leasing | 581,811 | 539,584 | 725,714 | 778,150 | 430,495 |
| Expiring leases | 378,694 | 455,677 | 857,483 | 625,534 | 388,816 |
| Net absorption | 203,117 | 83,907 | (131,769) ⁽³⁾ | 152,616 | 41,679 |
| Retention rate | 63% | 71% | 52% ⁽³⁾ | 51% | 59% |

Weighted Average New/Renewal Leasing Spreads:

| | Three Months Ended | | | | |
|------------------|--------------------|--------------|---------------|--------------|----------------------|
| | Dec 31, 2015 | Sep 30, 2015 | June 30, 2015 | Mar 31, 2015 | Dec 31, 2014 |
| Cash Rent Change | 6.4% | 5.4% | 7.0% | 4.5% | 1.9% ⁽⁴⁾ |
| GAAP Rent Change | 12.9% | 16.3% | 15.4% | 11.6% | 11.8% ⁽⁴⁾ |

⁽¹⁾ See page 19 for the occupancy by county of our total consolidated portfolio excluding repositioning space.

⁽²⁾ Excludes month-to-month tenants.

⁽³⁾ Excluding the effect of two move-outs aggregating 146,133 square feet at two of our repositioning properties, Birch and Frampton, our net absorption was 14,364 square feet and our retention rate was 62%, respectively.

⁽⁴⁾ Excluding the effect of one 15,040 sqft lease transaction in our San Diego market, the weighted average cash and GAAP growth for total executed leases was 3.3% and 13.3%, respectively.

Leasing Statistics

(unaudited results, data represents consolidated portfolio only)

Leasing Activity:

| | # Leases Signed | SF of Leasing | Wtd. Avg. Lease Term | Rent Change - Cash | Rent Change - GAAP |
|-------------------------------|-----------------|----------------|----------------------|--------------------|--------------------|
| Fourth Quarter 2015: | | | | | |
| New | 61 | 343,876 | 4.8 | 9.5% | 17.6% |
| Renewal ⁽¹⁾ | 58 | 237,935 | 3.0 | 4.3% | 9.8% |
| Total/Weighted Average | 119 | 581,811 | 4.1 | 6.4% | 12.9% |

Uncommenced Leases by County:

| Market | Leased SF | Uncommenced Leases Annual Base Rent (in thousands) | Total Pro Forma Annualized Base Rent (in thousands) | Pro Forma Occupancy | Pro Forma Annualized Base Rent per SF |
|-------------------------------|---------------|--|---|---------------------|---------------------------------------|
| Los Angeles County | 5,806 | 83 | 49,340 | 91.5% | \$8.78 |
| Orange County | — | — | 11,302 | 86.4% | \$8.79 |
| San Bernardino County | 1,680 | 13 | 8,768 | 97.1% | \$7.19 |
| Ventura County | 3,318 | 34 | 9,045 | 95.6% | \$8.27 |
| San Diego County | 1,818 | 22 | 15,408 | 75.9% | \$10.56 |
| Total/Weighted Average | 12,622 | \$ 152 | \$ 93,862 | 89.3% | \$8.79 |

Lease Expiration Schedule:

| Year of Lease Expiration | # of Leases Expiring | Total Rentable SF | Annualized Base Rent (in thousands) | % of Annualized Base Rent | Annualized Base Rent per SF |
|--------------------------|----------------------|-------------------|-------------------------------------|---------------------------|-----------------------------|
| Available | — | 1,290,124 | — | —% | \$— |
| MTM Tenants | 117 | 247,789 | 2,716 | 2.9% | \$10.96 |
| 2015 ⁽²⁾ | 11 | 152,349 | 1,128 | 1.2% | \$7.40 |
| 2016 | 417 | 2,955,395 | 24,361 | 26.0% | \$8.24 |
| 2017 | 362 | 2,188,195 | 19,138 | 20.4% | \$8.75 |
| 2018 | 227 | 1,435,427 | 13,296 | 14.2% | \$9.26 |
| 2019 | 59 | 915,368 | 7,570 | 8.1% | \$8.27 |
| 2020 | 50 | 1,067,540 | 9,764 | 10.4% | \$9.15 |
| 2021 | 21 | 487,033 | 5,231 | 5.6% | \$10.74 |
| 2022 | 7 | 156,065 | 895 | 1.0% | \$5.74 |
| 2023 | 4 | 106,278 | 1,284 | 1.4% | \$12.08 |
| 2024 | 4 | 472,125 | 3,602 | 3.8% | \$7.63 |
| Thereafter | 6 | 481,767 | 4,725 | 5.0% | \$9.81 |
| Total Portfolio | 1,285 | 11,955,455 | \$ 93,710 | 100.0% | \$8.79 |

⁽¹⁾ 100% of lease renewals during the quarter achieved positive cash rent growth.

⁽²⁾ Of the 11 leases expiring on December 31, 2015, six (6) leases aggregating 46,389 rentable square feet and \$352,580 annualized base rent vacated, four (4) leases aggregating 28,967 rentable square feet and \$216,653 annualized base rent subsequently renewed and one (1) lease with 76,993 rentable square feet and \$558,704 annualized base rent relocated to another space.

Top Tenants and Lease Segmentation

(unaudited results, data represents consolidated portfolio only)

Top 10 Tenants:

| Tenant | Submarket | Leased SF | % of Total Ann. Base Rent | Ann. Base Rent per SF | Lease Expiration |
|---|-----------------------------|------------------|---------------------------|-----------------------|---------------------------|
| 32 Cold, LLC | Central LA | 149,157 | 2.2% | \$13.80 | 1/31/2026 ⁽¹⁾ |
| Cosmetic Laboratories of America, LLC | Greater San Fernando Valley | 319,348 | 1.9% | \$5.64 | 6/30/2020 |
| PureTek Corporation, a California corporation | Greater San Fernando Valley | 189,550 | 1.6% | \$7.94 | 1/31/2026 ⁽²⁾ |
| Valeant Pharmaceuticals International, Inc. | West Orange County | 170,865 | 1.5% | \$8.24 | 12/31/2019 |
| Triumph Processing, Inc. | South Bay | 164,662 | 1.4% | \$7.86 | 5/31/2030 |
| Senior Operations, Inc. | Greater San Fernando Valley | 130,800 | 1.2% | \$8.88 | 11/30/2024 |
| Biosense Webster, Inc. | San Gabriel Valley | 89,920 | 1.2% | \$12.82 | 10/31/2020 ⁽³⁾ |
| KT's Kitchen | South Bay | 87,420 | 1.2% | \$12.79 | 4/30/2021 |
| Warehouse Specialists, Inc. | San Gabriel Valley | 245,961 | 1.2% | \$4.50 | 11/30/2017 |
| Department of Corrections | Inland Empire West | 58,781 | 1.1% | \$18.25 | 3/31/2020 |
| Top 10 Total / Wtd. Avg. | | 1,606,464 | 14.5% | \$8.51 | |

⁽¹⁾ Includes (i) 78,280 rentable square feet expiring September 30, 2025 and (ii) 70,877 rentable square feet expiring January 31, 2026.

⁽²⁾ As of December 31, 2015, PureTek occupied (i) 76,993 rentable square feet expiring December 31, 2015 with annualized base rent of approximately \$7.26 PSF and (ii) 112,557 rentable square feet expiring January 31, 2026 with annualized base rent of approximately \$8.44 PSF.

⁽³⁾ Includes (i) 1,120 rentable square feet expiring September 30, 2016, (ii) 12,800 rentable square feet expiring September 30, 2017 and (iii) 76,000 rentable square feet expiring October 31, 2020.

Lease Segmentation by Size:

| Square Feet | Number of Leases | Leased SF | Ann. Base Rent (in thousands) | % of Total Ann. Base Rent | Ann. Base Rent per SF |
|--------------------------|------------------|-------------------|-------------------------------|---------------------------|-----------------------|
| <4,999 | 907 | 1,895,912 | \$ 20,212 | 21.6% | \$10.66 |
| 5,000-9,999 | 157 | 1,089,921 | 10,823 | 11.5% | \$9.93 |
| 10,000-24,999 | 142 | 2,216,792 | 20,488 | 21.9% | \$9.24 |
| 25,000-49,999 | 35 | 1,229,941 | 10,495 | 11.2% | \$8.53 |
| >50,000 | 44 | 4,232,765 | 31,692 | 33.8% | \$7.49 |
| Total / Wtd. Avg. | 1,285 | 10,665,331 | \$ 93,710 | 100.0% | \$8.79 |

Capital Expenditure Summary

(unaudited results, in thousands, except square feet and per square foot data)
(data represents consolidated portfolio only)

Quarter Ended December 31, 2015

| | Amount | SF ⁽¹⁾ | PSF |
|---|----------|-------------------|---------|
| Tenant Improvements: | | | |
| New Leases-1st Generation | \$ 227 | 154,646 | \$ 1.47 |
| New Leases-2nd Generation | \$ 258 | 156,828 | \$ 1.65 |
| Renewals | \$ 45 | 20,048 | \$ 2.24 |
| Leasing Commissions & Lease Costs: | | | |
| New Leases-1st Generation | \$ 191 | 106,966 | \$ 1.79 |
| New Leases-2nd Generation | \$ 336 | 223,355 | \$ 1.50 |
| Renewals | \$ 123 | 165,557 | \$ 0.74 |
| Total Recurring Capex: | | | |
| Recurring Capex | \$ 1,346 | 11,502,212 | \$ 0.12 |
| Recurring Capex % NOI | 7.1% | | |
| Recurring Capex % Operating Revenue | 5.2% | | |
| Nonrecurring Capex | \$ 4,018 | 3,842,881 | \$ 1.05 |

Year Ended December 31, 2015

| | Amount | SF ⁽¹⁾ | PSF |
|---|-----------|-------------------|---------|
| Tenant Improvements: | | | |
| New Leases -1st Generation | \$ 736 | 516,605 | \$ 1.42 |
| New Leases-2nd Generation | \$ 1,509 | 893,499 | \$ 1.69 |
| Renewals | \$ 190 | 209,910 | \$ 0.91 |
| Leasing Commissions & Lease Costs: | | | |
| New Leases-1st Generation | \$ 1,538 | 868,335 | \$ 1.77 |
| New Leases-2nd Generation | \$ 1,108 | 890,044 | \$ 1.24 |
| Renewals | \$ 255 | 579,677 | \$ 0.44 |
| Total Recurring Capex: | | | |
| Recurring Capex | \$ 3,530 | 10,710,780 | \$ 0.33 |
| Recurring Capex % NOI | 5.2% | | |
| Recurring Capex % Operating Revenue | 3.8% | | |
| Nonrecurring Capex | \$ 14,472 | 6,118,145 | \$ 2.37 |

⁽¹⁾ For tenant improvements and leasing commissions, reflects the aggregate square footage of the leases in which we incurred such costs, excluding new/renewal leases in which there were no tenant improvements and/or leasing commissions. For recurring capex, reflects the weighted average square footage of our consolidated portfolio for the period. For nonrecurring capex, reflects the aggregate square footage of the properties in which we incurred such capital expenditures.

Properties and Space Under Repositioning

As of December 31, 2015

(unaudited results, in thousands, except square feet)

Repositioning Properties

| Property (Submarket) | Rentable Square Feet | Acquisition Date | Est. Construction Period | | Costs Incurred | | | Projected Total Investment ⁽²⁾ | Occ % 12/31/15 | Actual Cash NOI 4Q-2015 ⁽³⁾ | Est. Annual Stabilized Cash NOI | Est. Period to Stabilization (months) ⁽⁴⁾ |
|--|----------------------|------------------|--------------------------|------------|------------------|-----------------|--|---|----------------|--|---------------------------------|--|
| | | | Start | Completion | Purchase Price | Repositioning | Cumulative Investment to date ⁽¹⁾ | | | | | |
| CURRENT REPOSITIONING/LEASE-UP: | | | | | | | | | | | | |
| 2610 & 2701 S. Birch St. (OC Airport) ⁽⁵⁾ | 98,230 | Jun 2014 | 2Q-2015 | 4Q-2015 | \$ 11,000 | \$ 2,596 | \$ 13,596 | \$ 13,606 | 0% | \$ (19) | \$ 868 | 2 - 8 |
| 1601 Alton Pkwy. (OC Airport) | 124,000 | Jun 2014 | 4Q-2014 | 4Q-2016 | \$ 13,276 | \$ 1,016 | \$ 14,292 | \$ 18,663 | 40% | \$ 103 | \$ 1,359 | 24 - 30 |
| 9401 De Soto Ave. (SF Valley) | 150,263 | Mar 2015 | 2Q-2015 | 1Q-2016 | \$ 14,075 | \$ 1,387 | \$ 15,462 | \$ 16,906 | 0% | \$ (24) | \$ 1,007 | 2 - 8 |
| 24105 Frampton Ave. (South Bay) | 49,841 | Mar 2014 | 2Q-2015 | 1Q-2016 | \$ 3,930 | \$ 472 | \$ 4,402 | \$ 5,323 | 0% | \$ (43) | \$ 362 | 1 - 7 |
| 9615 Norwalk Blvd. (Mid-Counties) ⁽⁶⁾ | 38,362 | Apr 2015 | 3Q-2015 | 2Q-2017 | \$ 9,642 | \$ 77 | \$ 9,719 | \$ 23,682 | 0% | \$ 40 | \$ 1,556 | 16 - 22 |
| 12247 Lakeland Rd. (Mid-Counties) | 24,875 | Dec 2015 | 1Q-2016 | 3Q-2016 | \$ 4,257 | \$ 0 | \$ 4,257 | \$ 5,025 | 0% | \$ 3 | \$ 297 | 10 - 16 |
| 2535 Midway Drive Phase I (Central SD) | 228,824 | Oct 2015 | 4Q-2015 | 1Q-2017 | \$ 19,295 | \$ 13 | \$ 19,308 | \$ 37,762 | 0% | \$ (64) | \$ 2,696 | 23 - 29 |
| 2535 Midway Drive Phase II (Central SD) | 144,920 | Oct 2015 | 4Q-2017 | 1Q-2018 | \$ 0 | \$ 0 | \$ 0 | \$ 10,198 | 0% | \$ 0 | \$ 1,493 | 24 - 36 |
| TOTAL/WEIGHTED AVERAGE | 859,315 | | | | \$ 75,475 | \$ 5,561 | \$ 81,036 | \$ 131,165 | 6% | \$ (4) ⁽⁷⁾ | \$ 9,638 | |
| FUTURE REPOSITIONING: | | | | | | | | | | | | |
| 679-691 S. Anderson St. (Central LA) | 47,490 | Nov 2014 | 1Q-2016 | 2Q-2016 | \$ 6,490 | \$ 22 | \$ 6,512 | \$ 7,770 | 50% | \$ 53 | \$ 585 | -- |
| COMPLETED REPOSITIONING: | | | | | | | | | | | | |
| 7110 Rosecrans Ave. (South Bay) | 73,439 | Jan 2014 | 3Q-2014 | 1Q-2015 | \$ 5,000 | \$ 746 | \$ 5,746 | \$ 5,746 | 100% | \$ 113 | \$ 451 | Stabilized |
| 7900 Nelson Rd. (SF Valley) ⁽⁸⁾ | 202,905 | Nov 2014 | 1Q-2015 | 1Q-2016 | \$ 24,287 | \$ 1,059 | \$ 25,346 | \$ 25,887 | 100% | \$ 166 | \$ 1,697 | Stabilized |
| 605 8th Street (SF Valley) ⁽⁸⁾ | 55,715 | Aug 2014 | 4Q-2014 | 1Q-2016 | \$ 5,075 | \$ 1,448 | \$ 6,523 | \$ 6,775 | 100% | \$ (10) | \$ 439 | Stabilized |
| TOTAL/WEIGHTED AVERAGE | 332,059 | | | | \$ 34,362 | \$ 3,253 | \$ 37,615 | \$ 38,408 | 100% | \$ 269 ⁽⁶⁾⁽⁷⁾ | \$ 2,587 | |

Repositioning Space

| Property (Submarket) | Rentable Square Feet | Space Under Repositioning | Est. Construction Period | | Occ % 12/31/15 | Actual Cash NOI 4Q-2015 ⁽³⁾ | Est. Annual Stabilized Cash NOI | Est. Period to Stabilization (months) ⁽⁴⁾ |
|---------------------------------------|----------------------|---------------------------|--------------------------|------------|----------------|--|---------------------------------|--|
| | | | Start | Completion | | | | |
| 15140 & 15148 Bledsoe St. (SF Valley) | 133,356 | 72,000 | 1Q-2015 | 1Q-2016 | 46% | \$104 ⁽⁷⁾ | \$882 | 6 |

(1) Cumulative investment-to-date includes the purchase price of the property and subsequent costs incurred for nonrecurring capital expenditures.

(2) Projected total investment includes the purchase price of the property and an estimate of total expected nonrecurring capital expenditures to be incurred on each repositioning project to reach completion.

(3) Represents the actual net operating income for each property for the three months ended December 31, 2015. For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

(4) Represents the estimated remaining number of months, as of December 31, 2015, for the property to reach stabilization. Includes time to complete construction and to lease-up property.

(5) Repositioning at 2610 & 2701 S. Birch was completed during 4Q-2015 and as of December 31, 2015 is in lease-up.

(6) 9615 Norwalk has 10.26 acres of partially paved storage yard/industrial land that is currently under a short-term lease. The current projected total investment reflects the cost of designing and constructing a new building after the short-term lease ends, and assumes we do not re-lease the land on a longer term basis. If we decide to re-lease the land on a longer term basis, the projected total investment would decrease to \$10,729, which reflects the cost of making improvements to the storage yard/land, including upgrading the paving and adding lighting.

(7) Actual NOI for the three months ended December 31, 2015, reflects the capitalization of \$109 of real estate property taxes for current repositioning/lease-up, \$35 for repositioning completed during the current quarter and \$18 for repositioning space, respectively. We will continue to capitalize real estate property taxes during the period in which construction is taking place to get each repositioning property ready for its intended use.

(8) As of December 31, 2015, we have substantially completed the repositioning of 7900 Nelson Road and 605 8th Street and have fully leased both buildings. The remaining construction work, which primarily consists of completing exterior improvements, is estimated to be completed in Q1-2016.

Current Year Acquisitions Summary

(unaudited results, data represents consolidated portfolio only)

2015 Acquisitions

| Acquisition Date | Property Address | County | Submarket | Rentable Square Feet | Price (\$ in MM) | Occ. % at Acquisition | Occ.% at December 31, 2015 |
|------------------|---|----------------|-----------------------------|------------------------|------------------|-----------------------|----------------------------|
| 1/21/2015 | 12907 Imperial Highway | Los Angeles | Mid-Counties | 101,080 | \$12.2 | 100% | 100% |
| 1/21/2015 | 8902-8940 Activity Road | San Diego | Central San Diego | 112,501 | \$18.5 | 93% | 98% |
| 3/9/2015 | 1210 North Red Gum Street | Orange | North Orange County | 64,570 | \$7.7 | 100% | 100% |
| 3/18/2015 | 9401 De Soto Avenue ⁽¹⁾ | Los Angeles | Greater San Fernando Valley | 150,263 ⁽²⁾ | \$14.1 | —% | —% |
| 4/30/2015 | 9615 Norwalk Boulevard ⁽¹⁾ | Los Angeles | Mid-Counties | 38,362 | \$9.6 | 100% | —% |
| 5/1/2015 | 16221 Arthur Street | Los Angeles | Mid-Counties | 61,372 | \$5.8 | 100% | 100% |
| 5/12/2015 | 2588 & 2605 Industry Way | Los Angeles | South Bay | 164,662 | \$22.0 | 100% | 100% |
| 5/15/2015 | 425 Hacienda Boulevard | Los Angeles | San Gabriel Valley | 51,823 | \$7.0 | 100% | 100% |
| 6/29/2015 | 6700 S Alameda Street | Los Angeles | Central LA | 78,280 | \$14.5 | 100% | 100% |
| 7/10/2015 | 12720-12860 Danielson Court | San Diego | Central San Diego | 112,062 | \$16.9 | 100% | 100% |
| 7/29/2015 | 10950 Norwalk Boulevard & 12241 Lakeland Road | Los Angeles | Mid-Counties | 18,995 | \$5.0 | 100% | 100% |
| 8/11/2015 | 610-760 W Hueneme Road & 5651-5721 Perkins Road | Ventura | Ventura | 86,904 | \$9.6 | 87% | 96% |
| 9/1/2015 | 10701-10719 Norwalk Boulevard | Los Angeles | Mid-Counties | 58,056 | \$7.2 | 100% | 100% |
| 9/18/2015 | 6020 Sheila Street | Los Angeles | Central LA | 70,877 | \$12.2 | —% | 100% |
| 9/30/2015 | 9805 6th Street | San Bernardino | Inland Empire West | 81,377 | \$6.9 | 100% | 100% |
| 10/14/2015 | 16321-16327 Arrow Highway | Los Angeles | San Gabriel Valley | 64,296 | \$8.1 | 100% | 100% |
| 10/22/2015 | 2535 Midway Drive ⁽¹⁾ | San Diego | Central San Diego | 373,744 | \$19.3 | —% | —% |
| 12/8/2015 | 601-605 Milliken Avenue | San Bernardino | Inland Empire West | 128,322 | \$13.0 | 96% | 95% |
| 12/11/2015 | 1065 E. Walnut Street | Los Angeles | South Bay | 172,420 | \$16.7 | 100% | 100% |
| 12/16/2015 | 12247 Lakeland Road ⁽¹⁾ | Los Angeles | Mid-Counties | 24,875 | \$4.3 | —% | —% |
| 12/30/2015 | 17311 Nichols Lane | Orange | West Orange County | 114,912 | \$17.1 | 100% | 100% |

⁽¹⁾ As of December 31, 2015, this property was undergoing repositioning. See page 24 for additional details.

⁽²⁾ Represents the expected square footage of the building after completion of the planned repositioning. At acquisition, the property was measured at 153,984 square feet.

Net Asset Value Components

At 12/31/2015

(unaudited and in thousands, except share data)

Net Operating Income

| | For the Three Months Ended December 31, 2015 | |
|---|---|---------------|
| ProForma Net Operating Income (NOI)⁽¹⁾ | | |
| Total operating revenues | \$ | 26,059 |
| Property operating expenses | | (7,118) |
| Pro forma effect of acquisitions ⁽²⁾ | | 757 |
| Pro forma NOI effect of properties and space under repositioning ⁽³⁾ | | 3,002 |
| ProForma NOI | | 22,700 |
| Fair value lease revenue | | 48 |
| Straight line rental revenue adjustment | | (1,409) |
| ProForma Cash NOI | \$ | 21,339 |

Balance Sheet Items

| | December 31, 2015 | |
|--|-------------------|-----------------|
| Other assets and liabilities | | |
| Cash and cash equivalents | \$ | 5,201 |
| Rents and other receivables, net | | 3,040 |
| Other assets | | 5,523 |
| Accounts payable, accrued expenses and other liabilities | | (12,631) |
| Dividends payable | | (7,806) |
| Tenant security deposits | | (11,539) |
| Prepaid rents | | (2,846) |
| Total other assets and liabilities | | (21,058) |

Debt and Shares Outstanding

| | | |
|--|----|-------------------|
| Total consolidated debt ⁽⁴⁾ | \$ | 418,698 |
| Common shares outstanding ⁽⁵⁾ | | 55,265,243 |
| Operating partnership units outstanding ⁽⁶⁾ | | 2,026,642 |
| | | <u>57,291,885</u> |

⁽¹⁾ For a definition and discussion of non-GAAP financial measures, see the definitions section beginning on page 28 of this report.

⁽²⁾ Represents the estimated impact of Q4'15 acquisitions as if they had been acquired October 1, 2015.

⁽³⁾ Represents the estimated impact of properties and space under repositioning during Q4-15, as if the projects had been completed and the property was stabilized as of October 1, 2015. See page 24 for properties included.

⁽⁴⁾ Excludes net deferred loan fees and net loan premium aggregating \$544.

⁽⁵⁾ Represents outstanding shares of common stock of the Company, which excludes 333,441 shares of unvested restricted stock.

⁽⁶⁾ Represents outstanding common units of the Company's operating partnership, Rexford Industrial Realty, L.P., that are owned by unit holders other than Rexford Industrial Realty, Inc.

Fixed Charge Coverage Ratio

at 12/31/15

(unaudited and in thousands)

| | For the Three Months Ended | | | | |
|---|----------------------------|--------------------|---------------|----------------|-------------------|
| | December 31, 2015 | September 30, 2015 | June 30, 2015 | March 31, 2015 | December 31, 2014 |
| EBITDA | 14,606 | 13,508 | 12,364 | 11,819 | 10,334 |
| Recurring cash distributions from unconsolidated joint ventures | 46 | 54 | 37 | 34 | 89 |
| Fair value lease expense | 48 | 69 | 46 | 39 | 115 |
| Non-cash stock compensation | 494 | 443 | 467 | 348 | 250 |
| Straight line corporate office rent expense adjustment | (1) | 21 | 37 | 24 | — |
| Loss (gain) on extinguishment of debt | (33) | 253 | (71) | — | — |
| Straight line rental revenue adjustment | (1,409) | (1,039) | (612) | (365) | (595) |
| Capitalized payments | (345) | (296) | (311) | (334) | (302) |
| Note receivable discount amortization | — | (38) | (71) | (69) | (68) |
| Gain from early repayment of note receivable | — | (581) | — | — | — |
| Recurring capital expenditures | (1,346) | (921) | (871) | (392) | (908) |
| 2nd generation tenant improvements and leasing commissions | (762) | (701) | (893) | (706) | (918) |
| Unconsolidated joint venture AFFO adjustments | (4) | (5) | 4 | 9 | (3) |
| Cash flow for fixed charge coverage calculation | 11,294 | 10,767 | 10,126 | 10,407 | 7,994 |
| Cash interest expense calculation detail: | | | | | |
| Interest expense | 2,724 | 2,245 | 1,658 | 1,826 | 1,655 |
| Capitalized interest | 306 | 252 | 186 | 10 | 42 |
| Note payable premium amortization | 33 | 33 | 33 | 92 | 82 |
| Amortization of deferred financing costs | (194) | (200) | (209) | (209) | (206) |
| Cash interest expense | 2,869 | 2,330 | 1,668 | 1,719 | 1,573 |
| Fixed Charge Coverage Ratio | 3.9x | 4.6x | 6.1x | 6.1x | 5.1x |

Adjusted Funds from Operations (AFFO): We calculate adjusted funds from operations, or AFFO, by adding to or subtracting from FFO (i) non-cash operating revenues and expenses, (ii) capitalized operating expenditures such as leasing payroll, (iii) recurring capital expenditures required to maintain and re-tenant our properties, (iv) capitalized interest costs resulting from the repositioning/redevelopment of certain of our properties, and (v) 2nd generation tenant improvements and leasing commissions. Management uses AFFO as a supplemental performance measure because it provides a performance measure that, when compared year over year, captures trends in portfolio operating results. We also believe that, as a widely recognized measure of the performance of REITs, AFFO will be used by investors as a basis to assess our performance in comparison to other REITs. However, because AFFO may exclude certain non-recurring capital expenditures and leasing costs, the utility of AFFO as a measure of our performance is limited. Additionally, other Equity REITs may not calculate AFFO using the method we do. As a result, our AFFO may not be comparable to such other Equity REITs' AFFO. AFFO should be considered only as a supplement to net income (as computed in accordance with GAAP) as a measure of our performance.

Annualized Base Rent: Calculated for each lease as the latest monthly contracted base rent per the terms of such lease multiplied by 12. Excludes billboard and antenna revenue and rent abatements.

Capital Expenditures, Non-recurring: Expenditures made in respect of a property for improvement to the appearance of such property or any other major upgrade or renovation of such property, and further includes capital expenditures for seismic upgrades, or capital expenditures for deferred maintenance existing at the time such property was acquired.

Capital Expenditures, Recurring: Expenditures made in respect of a property for maintenance of such property and replacement of items due to ordinary wear and tear including, but not limited to, expenditures made for maintenance or replacement of parking lot, roofing materials, mechanical systems, HVAC systems and other structural systems. Recurring capital expenditures shall not include any of the following: (a) improvements to the appearance of such property or any other major upgrade or renovation of such property not necessary for proper maintenance or marketability of such property; (b) capital expenditures for seismic upgrades; or (c) capital expenditures for deferred maintenance for such property existing at the time such property was acquired.

Capital Expenditures, First Generation: Capital expenditures for newly acquired space, newly developed or redeveloped space, or change in use.

Cash NOI: Cash basis NOI is a non-GAAP measure, which we calculate by adding or subtracting from NOI i) fair value lease revenue and ii) straight-line rent adjustment. We use Cash NOI, together with NOI, as a supplemental performance measure. Cash NOI should not be used as a measure of our liquidity, nor is it indicative of funds available to fund our cash needs. Cash NOI should not be used as a substitute for cash flow from operating activities computed in accordance with GAAP. We use Cash NOI to help evaluate the performance of the Company as a whole, as well as the performance of our Same Property Portfolio.

EBITDA and Adjusted EBITDA: We believe that EBITDA is helpful to investors as a supplemental measure of our operating performance as a real estate company because it is a direct measure of the actual operating results of our industrial properties. We also use this measure in ratios to compare our performance to that of our industry peers. In addition, we believe EBITDA is frequently used by securities analysts, investors and other interested parties in the evaluation of Equity REITs. However, because EBITDA is calculated before recurring cash charges including interest expense and income taxes, and is not adjusted for capital expenditures or other recurring cash requirements of our business, its utility as a measure of our liquidity is limited. Accordingly, EBITDA should not be considered an alternative to cash flow from operating activities (as computed in accordance with GAAP) as a measure of our liquidity. EBITDA should not be considered as an alternative to net income or loss as an indicator of our operating performance. Other Equity REITs may calculate EBITDA differently than we do; accordingly, our EBITDA may not be comparable to such other Equity REITs' EBITDA. Adjusted EBITDA includes add backs of non-cash stock based compensation expense, gain on extinguishment of debt, loss on sale of real estate, non-recurring legal fees and the pro-forma effects of acquisitions and assets classified as held for sale.

Investment to Date and Total: Reflects the total purchase price for a property plus additional or planned tangible investment subsequent to acquisition.

Funds from Operations (FFO): We calculate FFO before non-controlling interest in accordance with the standards established by the National Association of Real Estate Investment Trusts ("NAREIT"). FFO represents net income (loss) (computed in accordance with GAAP), excluding gains (or losses) from sales of depreciable operating property, real estate related depreciation and amortization (excluding amortization of deferred financing costs) and after adjustments for unconsolidated partnerships and joint ventures. Management uses FFO as a supplemental performance measure because, in excluding real estate related depreciation and amortization, gains and losses from property dispositions, other than temporary impairments of unconsolidated real estate entities, and impairment on our investment in real estate, it provides a performance measure that, when compared year over year, captures trends in occupancy rates, rental rates and operating costs. We also believe that, as a widely recognized measure of performance used by other REITs, FFO may be used by investors as a basis to compare our operating performance with that of other REITs. However, because FFO excludes depreciation and amortization and captures neither the changes in the value of our properties that result from use or market conditions nor the level of capital expenditures and leasing commissions necessary to maintain the operating performance of our properties, all of which have real economic effects and could materially impact our results from operations, the utility of FFO as a measure of our performance is limited. Other equity REITs may not calculate or interpret FFO in accordance with the NAREIT definition as we do, and, accordingly, our FFO may not be comparable to such other REITs' FFO. FFO should not be used as a measure of our liquidity, and is not indicative of funds available for our cash needs, including our ability to pay dividends.

NOI: Includes the revenue and expense directly attributable to our real estate properties calculated in accordance with GAAP. Calculated as total revenue from real estate operations including i) rental revenues ii) tenant reimbursements, and iii) other income less property expenses and other property expenses (before interest expense, depreciation and amortization). We use NOI as a supplemental performance measure because, in excluding real estate depreciation and amortization expense and gains (or losses) from property dispositions, it provides a performance measure that, when compared year over year, captures trends in occupancy rates, rental rates and operating costs. We also believe that NOI will be useful to investors as a basis to compare our operating performance with that of other REITs. However, because NOI excludes depreciation and amortization expense and captures neither the changes in the value of our properties that result from use or market conditions, nor the level of capital expenditures and leasing commissions necessary to maintain the operating performance of our properties (all of which have real economic effect and could materially impact our results from operations), the utility of NOI as a measure of our performance is limited. Other equity REITs may not calculate NOI in a similar manner and, accordingly, our NOI may not be comparable to such other REITs' NOI. Accordingly, NOI should be considered only as a supplement to net income as a measure of our performance. NOI should not be used as a measure of our liquidity, nor is it indicative of funds available to fund our cash needs. NOI should not be used as a substitute for cash flow from operating activities in accordance with GAAP. We use NOI to help evaluate the performance of the Company as a whole, as well as the performance of our Same Property Portfolio.

Proforma NOI: Proforma NOI is calculated by adding to NOI the estimated impact of current period acquisitions as if they had been acquired at the beginning of the reportable period. These estimates do not purport to be indicative of what operating results would have been had the acquisitions actually occurred at the beginning of the reportable period and may not be indicative of future operating results.

Properties Under Repositioning: Typically defined as properties where a significant amount of space is held vacant in order to implement capital improvements that improve the market rentability and leasing functionality of that space. Considered completed once investment is fully or nearly fully deployed and the property is marketable for leasing.

Recurring Funds From Operations (Recurring FFO): We calculate Recurring FFO by adjusting FFO to exclude the effect of non-recurring expenses and acquisition expenses.

Rent Change - Cash: Compares the first month cash rent excluding any abatement on new leases to the last month rent for the most recent expiring lease. Data included for comparable leases only. Comparable leases generally exclude properties under repositioning, short-term leases, and space that has been vacant for over one year.

Rent Change - GAAP: Compares GAAP rent, which straightlines rental rate increases and abatement, on new leases to GAAP rent for the most recent expiring lease. Data included for comparable leases only. Comparable leases generally exclude properties under repositioning, short-term leases, and space that has been vacant for over one year.

Same Property Portfolio: Our Same Property Portfolio is a subset of our consolidated portfolio and includes properties that were wholly-owned by us as of January 1, 2014 and still owned by us as of December 31, 2015. The Company's computation of same property performance may not be comparable to other REITs.

Space Under Repositioning: Defined as space held vacant in order to implement capital improvements to change the leasing functionality of that space. Considered completed once the repositioning has been completed and the unit is marketable for leasing.

Stabilized Same Property Portfolio: Our Stabilized Same Property Portfolio represents the properties included in our Same Property Portfolio, adjusted to exclude spaces that were under repositioning.

Uncommenced Leases: Reflects signed leases that have not yet commenced as of the reporting date.