



Supplemental Operating and Financial Data

First Quarter Ended March 31, 2021

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CAUTIONARY STATEMENT CONCERNING FORWARD-LOOKING STATEMENTS

The financial results in this document reflect preliminary, unaudited results, which are not final until the Company's Quarterly Report on Form 10-Q is filed. With the exception of historical information, certain statements contained or incorporated by reference herein may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended (the "Securities Act"), and Section 21E of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), such as those pertaining to the uncertain financial impact of COVID-19, our capital resources and liquidity, our expected cash flows and liquidity, continuing waivers of financial covenants related to our bank credit facilities and private placement notes, the performance of our customers, including AMC and Regal, our expected cash collections, expected use of proceeds from dispositions and our results of operations and financial condition. The estimates presented herein are based on the Company's current expectations and, given the current economic uncertainty, there can be no assurances that the Company will be able to continue to comply with other applicable covenants under its debt agreements, which could materially impact actual performance. Forward-looking statements involve numerous risks and uncertainties, and you should not rely on them as predictions of actual events. There is no assurance the events or circumstances reflected in the forward-looking statements will occur. You can identify forward-looking statements by use of words such as "will be," "intend," "continue," "believe," "may," "expect," "hope," "anticipate," "goal," "forecast," "pipeline," "estimates," "offers," "plans," "would" or other similar expressions or other comparable terms or discussions of strategy, plans or intentions contained or incorporated by reference herein. Forward-looking statements necessarily are dependent on assumptions, data or methods that may be incorrect or imprecise. These forward-looking statements represent our intentions, plans, expectations and beliefs and are subject to numerous assumptions, risks and uncertainties. Many of the factors that will determine these items are beyond our ability to control or predict. For further discussion of these factors see "Item 1A. Risk Factors" in our most recent Annual Report on Form 10-K and, to the extent applicable, our Quarterly Reports on Form 10-Q.

For these statements, we claim the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. You are cautioned not to place undue reliance on our forward-looking statements, which speak only as of the date hereof or the date of any document incorporated by reference herein. All subsequent written and oral forward-looking statements attributable to us or any person acting on our behalf are expressly qualified in their entirety by the cautionary statements contained or referred to in this section. Except as required by law, we do not undertake any obligation to release publicly any revisions to our forward-looking statements to reflect events or circumstances after the date hereof.

NON-GAAP INFORMATION

This document contains certain non-GAAP measures. These non-GAAP measures, as calculated by the Company, are not necessarily comparable to similarly titled measures reported by other companies. Additionally, these non-GAAP measures are not measurements of financial performance or liquidity under GAAP and should not be considered alternatives to the Company's other financial information determined under GAAP. See pages 22 through 24 for definitions of certain non-GAAP financial measures used in this document and the reconciliations of certain non-GAAP measures on pages 9 and 10 and in the Appendix on pages 25 through 29.

COMPANY PROFILE

THE COMPANY

EPR Properties ("EPR" or the "Company") is a self-administered and self-managed real estate investment trust. EPR was formed in August 1997 as a Maryland real estate investment trust ("REIT"), and an initial public offering was completed on November 18, 1997.

Since that time, the Company has been a leading Experiential net lease REIT, specializing in select enduring experiential properties. We are focused on growing our Experiential portfolio with properties that offer a variety of enduring, congregate entertainment, recreation and leisure activities. Separately, our Education portfolio is a legacy investment that provides additional geographic and operator diversity.

EXPERIENTIAL PORTFOLIO

- Theatres
- Eat & Play
- Ski
- Attractions
- Experiential Lodging
- Gaming
- Fitness & Wellness
- Cultural
- Live Venues

EDUCATION PORTFOLIO

- Private Schools
- Early Childhood

COMPANY STRATEGY

EPR's primary business objective is to enhance shareholder value by achieving predictable growth in Funds from Operations As Adjusted ("FFOAA") and dividends per share.

Our strategic growth is focused on acquiring or developing experiential real estate venues which create value by facilitating out-of-home congregate entertainment, recreation and leisure experiences where consumers choose to spend their discretionary time and money. These are properties which make up the social infrastructure of society.

This focus is consistent with our depth of knowledge across each of our property types, creating a competitive advantage that allows us to more quickly identify key market trends. We deliberately apply information and our ingenuity to target properties that represent logical extensions within each of our existing property types or potential future investments.

As part of our strategic planning and portfolio management process we assess new opportunities against the following underwriting principles:



BUILDING THE PREMIER EXPERIENTIAL REAL ESTATE PORTFOLIO



INVESTOR INFORMATION

SENIOR MANAGEMENT

Greg Silvers

President and Chief Executive Officer

Craig Evans

Executive Vice President, General Counsel and Secretary

Tonya Mater

Senior Vice President and Chief Accounting Officer

Mark Peterson

Executive Vice President and Chief Financial Officer

Greg Zimmerman

Executive Vice President and Chief Investment Officer

COMPANY INFORMATION

CORPORATE HEADQUARTERS

909 Walnut Street, Suite 200

Kansas City, MO 64106

888-EPR-REIT

www.eprkc.com

TRADING SYMBOLS

Common Stock:

EPR

Preferred Stock:

EPR-PrC

EPR-PrE

EPR-PrG

STOCK EXCHANGE LISTING

New York Stock Exchange

EQUITY RESEARCH COVERAGE

Bank of America Merrill Lynch

Citi Global Markets

Janney Montgomery Scott

J.P. Morgan

Kansas City Capital Associates

Keybanc Capital Markets

Ladenburg Thalmann

Raymond James & Associates

RBC Capital Markets

Stifel

SunTrust Robinson Humphrey

Jeffrey Spector/Joshua Dennerlein

Michael Bilerman/Katy McConnell

Rob Stevenson

Anthony Paolone/Nikita Bely

Jonathan Braatz

Jordan Sadler/Todd Thomas

John Massocca

RJ Milligan

Michael Carroll

Simon Yarmak

Ki Bin Kim

646-855-1363

212-816-4471

646-840-3217

212-622-6682

816-932-8019

917-368-2286

212-409-2056

727-567-2585

440-715-2649

443-224-1345

212-303-4124

EPR Properties is followed by the analysts identified above. Please note that any opinions, estimates, forecasts or recommendations regarding EPR Properties' performance made by these analysts are theirs alone and do not represent opinions, estimates, forecasts or recommendations of EPR Properties or its management. EPR Properties does not by its reference above or distribution imply its endorsement of or concurrence with such information, conclusions or recommendations.

SELECTED FINANCIAL INFORMATION

(UNAUDITED, DOLLARS AND SHARES IN THOUSANDS)

Operating Information:	THREE MONTHS ENDED MARCH 31,	
	2021	2020
Revenue	\$ 111,765	\$ 151,012
Net (loss) income available to common shareholders of EPR Properties	(2,654)	31,084
EBITDAre (1)	84,490	115,828
Adjusted EBITDAre (1)	82,246	130,627
Interest expense, net	39,194	34,753
Capitalized interest	595	262
Straight-lined rental revenue	1,288	(9,708)
Dividends declared on preferred shares	6,034	6,034
Dividends declared on common shares	—	88,996
General and administrative expense	11,336	10,988

Balance Sheet Information:	MARCH 31,	
	2021	2020
Total assets	\$ 6,208,102	\$ 7,255,340
Accumulated depreciation	1,101,727	1,023,993
Cash and cash equivalents	538,077	1,225,122
Total assets before accumulated depreciation less cash and cash equivalents (gross assets)	6,771,752	7,054,211
Debt	3,171,193	3,854,062
Deferred financing costs, net	35,036	35,933
Net debt (1)	2,668,152	2,664,873
Equity	2,634,733	2,936,481
Common shares outstanding	74,767	78,588
Total market capitalization (using EOP closing price)	6,522,602	4,939,300
Net debt/gross assets	39%	38%
Net debt/Adjusted EBITDAre ratio (2)	Footnote 5	5.1
Adjusted net debt/Annualized adjusted EBITDAre ratio (1)(3)(4)	Footnote 5	4.9

(1) See pages 22 through 24 for definitions. See calculation as applicable on page 28.

(2) Adjusted EBITDAre in this calculation is for the quarter multiplied times four. See pages 22 through 24 for definitions. See calculation on page 28.

(3) Adjusted net debt is net debt less 40% times property under development. See pages 22 through 24 for definitions.

(4) Annualized adjusted EBITDAre is adjusted EBITDAre for the quarter further adjusted for in-service and disposed projects, percentage rent and participating interest and other non-recurring items which is then multiplied times four. These calculations can be found on page 28 under the reconciliation of Adjusted EBITDAre and Annualized Adjusted EBITDAre. See pages 22 through 24 for definitions.

(5) Not presented as this ratio is not meaningful given the continuing disruption caused by COVID-19 and the associated accounting for tenant rent deferrals and other lease modifications.

SELECTED BALANCE SHEET INFORMATION

(UNAUDITED, DOLLARS IN THOUSANDS)

ASSETS	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Real estate investments	\$ 5,902,833	\$ 5,913,389	\$ 6,139,858	\$ 6,144,830	\$ 6,208,685	\$ 6,186,562
Less: accumulated depreciation	(1,101,727)	(1,062,087)	(1,072,201)	(1,034,771)	(1,023,993)	(989,254)
Land held for development	23,225	23,225	25,846	26,244	28,080	28,080
Property under development	94,822	57,630	44,103	39,039	30,063	36,756
Operating lease right-of-use assets	179,113	163,766	185,459	189,058	207,605	211,187
Mortgage notes and related accrued interest receivable	364,969	365,628	362,011	357,668	356,666	357,391
Investment in joint ventures	28,313	28,208	29,571	28,925	33,897	34,317
Cash and cash equivalents	538,077	1,025,577	985,372	1,006,981	1,225,122	528,763
Restricted cash	5,928	2,433	2,424	2,615	4,583	2,677
Accounts receivable	97,517	116,193	129,714	134,774	72,537	86,858
Other assets	75,032	70,223	75,053	107,615	112,095	94,174
Total assets	<u>\$ 6,208,102</u>	<u>\$ 6,704,185</u>	<u>\$ 6,907,210</u>	<u>\$ 7,002,978</u>	<u>\$ 7,255,340</u>	<u>\$ 6,577,511</u>
LIABILITIES AND EQUITY						
Liabilities:						
Accounts payable and accrued liabilities	\$ 95,085	\$ 105,379	\$ 95,429	\$ 96,454	\$ 112,167	\$ 122,939
Operating lease liabilities	217,448	202,223	225,379	229,030	232,343	235,650
Common dividends payable	44	36	29	19	30,063	29,424
Preferred dividends payable	6,034	6,034	6,034	6,034	6,034	6,034
Unearned rents and interest	83,565	65,485	75,415	81,096	84,190	74,829
Line of credit	90,000	590,000	750,000	750,000	750,000	—
Deferred financing costs, net	(35,036)	(35,552)	(35,140)	(35,907)	(35,933)	(37,165)
Other debt	3,116,229	3,139,995	3,139,995	3,139,995	3,139,995	3,139,995
Total liabilities	<u>3,573,369</u>	<u>4,073,600</u>	<u>4,257,141</u>	<u>4,266,721</u>	<u>4,318,859</u>	<u>3,571,706</u>
Equity:						
Common stock and additional paid-in-capital	3,865,243	3,858,451	3,853,581	3,849,803	3,845,911	3,835,674
Preferred stock at par value	148	148	148	148	148	148
Treasury stock	(263,982)	(261,238)	(260,594)	(260,351)	(154,357)	(147,435)
Accumulated other comprehensive income (loss)	2,978	216	(2,106)	(4,331)	(5,289)	7,275
Distributions in excess of net income	(969,654)	(966,992)	(940,960)	(849,012)	(749,932)	(689,857)
Total equity	<u>2,634,733</u>	<u>2,630,585</u>	<u>2,650,069</u>	<u>2,736,257</u>	<u>2,936,481</u>	<u>3,005,805</u>
Total liabilities and equity	<u>\$ 6,208,102</u>	<u>\$ 6,704,185</u>	<u>\$ 6,907,210</u>	<u>\$ 7,002,978</u>	<u>\$ 7,255,340</u>	<u>\$ 6,577,511</u>

SELECTED OPERATING DATA

(UNAUDITED, DOLLARS IN THOUSANDS)

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Rental revenue	\$ 102,614	\$ 84,011	\$ 55,591	\$ 97,531	\$ 135,043	\$ 154,765
Other income	678	968	182	416	7,573	8,386
Mortgage and other financing income	8,473	8,433	8,104	8,413	8,396	7,195
Total revenue	111,765	93,412	63,877	106,360	151,012	170,346
Property operating expense	15,313	16,406	13,759	15,329	13,093	16,097
Other expense	2,552	1,462	2,680	2,798	9,534	10,173
General and administrative expense	11,336	11,142	10,034	10,432	10,988	10,831
Severance expense	—	2,868	—	—	—	423
Costs associated with loan refinancing or payoff	241	812	—	820	—	—
Interest expense, net	39,194	42,838	41,744	38,340	34,753	34,914
Transaction costs	548	814	2,776	771	1,075	5,784
Credit loss (benefit) expense	(2,762)	20,312	5,707	3,484	1,192	—
Impairment charges	—	22,832	11,561	51,264	—	2,206
Depreciation and amortization	40,326	42,014	42,059	42,450	43,810	42,398
Income (loss) before equity in loss from joint ventures, other items and discontinued operations	5,017	(68,088)	(66,443)	(59,328)	36,567	47,520
Equity in loss from joint ventures	(1,431)	(1,364)	(1,044)	(1,724)	(420)	(905)
Impairment charges on joint ventures	—	—	—	(3,247)	—	—
Gain on sale of real estate	201	49,877	—	22	220	3,717
Income tax (expense) benefit	(407)	(402)	(18,417)	1,312	751	530
Income (loss) from continuing operations	3,380	(19,977)	(85,904)	(62,965)	37,118	50,862
Discontinued operations:						
Income from discontinued operations before other items	—	—	—	—	—	4,937
Impairment on public charter school portfolio sale	—	—	—	—	—	(21,433)
Gain on sale of real estate from discontinued operations	—	—	—	—	—	1,931
Loss from discontinued operations	—	—	—	—	—	(14,565)
Net income (loss)	3,380	(19,977)	(85,904)	(62,965)	37,118	36,297
Preferred dividend requirements	(6,034)	(6,034)	(6,034)	(6,034)	(6,034)	(6,034)
Net (loss) income available to common shareholders of EPR Properties	\$ (2,654)	\$ (26,011)	\$ (91,938)	\$ (68,999)	\$ 31,084	\$ 30,263

FUNDS FROM OPERATIONS AND FUNDS FROM OPERATIONS AS ADJUSTED

(UNAUDITED, DOLLARS IN THOUSANDS EXCEPT PER SHARE INFORMATION)

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
FUNDS FROM OPERATIONS ("FFO") (1):						
Net (loss) income available to common shareholders of EPR Properties	\$ (2,654)	\$ (26,011)	\$ (91,938)	\$ (68,999)	\$ 31,084	\$ 30,263
Gain on sale of real estate	(201)	(49,877)	—	(22)	(220)	(5,648)
Impairment of real estate investments, net (2)	—	22,832	11,561	36,255	—	23,639
Real estate depreciation and amortization	40,109	41,786	41,791	42,151	43,525	44,242
Allocated share of joint venture depreciation	354	361	369	378	383	551
Impairment charges on joint ventures	—	—	—	3,247	—	—
FFO available to common shareholders of EPR Properties	<u>\$ 37,608</u>	<u>\$ (10,909)</u>	<u>\$ (38,217)</u>	<u>\$ 13,010</u>	<u>\$ 74,772</u>	<u>\$ 93,047</u>
FFO available to common shareholders of EPR Properties	\$ 37,608	\$ (10,909)	\$ (38,217)	\$ 13,010	\$ 74,772	\$ 93,047
Add: Preferred dividends for Series C preferred shares	—	—	—	—	1,939	1,937
Add: Preferred dividends for Series E preferred shares	—	—	—	—	1,939	1,939
Diluted FFO available to common shareholders of EPR Properties	<u>\$ 37,608</u>	<u>\$ (10,909)</u>	<u>\$ (38,217)</u>	<u>\$ 13,010</u>	<u>\$ 78,650</u>	<u>\$ 96,923</u>
FUNDS FROM OPERATIONS AS ADJUSTED ("FFOAA") (1):						
FFO available to common shareholders of EPR Properties	\$ 37,608	\$ (10,909)	\$ (38,217)	\$ 13,010	\$ 74,772	\$ 93,047
Costs associated with loan refinancing or payoff	241	812	—	820	—	43
Transaction costs	548	814	2,776	771	1,075	5,784
Severance expense	—	2,868	—	—	—	423
Termination fee included in gain on sale	—	—	—	—	—	1,217
Impairment of operating lease right-of-use assets (2)	—	—	—	15,009	—	—
Credit loss (benefit) expense	(2,762)	20,312	5,707	3,484	1,192	—
Gain on insurance recovery (included in other income)	(30)	(809)	—	—	—	—
Deferred income tax expense (benefit)	—	—	18,035	(1,676)	(1,113)	(847)
FFO as adjusted available to common shareholders of EPR Properties	<u>\$ 35,605</u>	<u>\$ 13,088</u>	<u>\$ (11,699)</u>	<u>\$ 31,418</u>	<u>\$ 75,926</u>	<u>\$ 99,667</u>
FFO as adjusted available to common shareholders of EPR Properties	\$ 35,605	\$ 13,088	\$ (11,699)	\$ 31,418	\$ 75,926	\$ 99,667
Add: Preferred dividends for Series C preferred shares	—	—	—	—	1,939	1,937
Add: Preferred dividends for Series E preferred shares	—	—	—	—	1,939	1,939
Diluted FFO as adjusted available to common shareholders of EPR Properties	<u>\$ 35,605</u>	<u>\$ 13,088</u>	<u>\$ (11,699)</u>	<u>\$ 31,418</u>	<u>\$ 79,804</u>	<u>\$ 103,543</u>
FFO per common share:						
Basic	\$ 0.50	\$ (0.15)	\$ (0.51)	\$ 0.17	\$ 0.95	\$ 1.19
Diluted	0.50	(0.15)	(0.51)	0.17	0.95	1.18
FFO as adjusted per common share:						
Basic	\$ 0.48	\$ 0.18	\$ (0.16)	\$ 0.41	\$ 0.97	\$ 1.27
Diluted	0.48	0.18	(0.16)	0.41	0.97	1.26
Shares used for computation (in thousands):						
Basic	74,627	74,615	74,613	76,310	78,467	78,456
Diluted	74,669	74,615	74,613	76,310	78,476	78,485
Effect of dilutive Series C preferred shares	—	—	—	—	2,232	2,184
Effect of dilutive Series E preferred shares	—	—	—	—	1,664	1,640
Adjusted weighted-average shares outstanding-diluted Series C and Series E	<u>74,669</u>	<u>74,615</u>	<u>74,613</u>	<u>76,310</u>	<u>82,372</u>	<u>82,309</u>

(1) See pages 22 through 24 for definitions.

(2) Impairment charges recognized during the three months ended June 30, 2020 totaled \$51.3 million, which was comprised of \$36.3 million of impairments of real estate investments and \$15.0 million of impairments of operating lease right-of-use assets.

Amounts above include the impact of discontinued operations, which are separately classified in the consolidated statements of (loss) income.

ADJUSTED FUNDS FROM OPERATIONS

(UNAUDITED, DOLLARS IN THOUSANDS EXCEPT PER SHARE INFORMATION)

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
ADJUSTED FUNDS FROM OPERATIONS ("AFFO") (1):						
FFO available to common shareholders of EPR Properties	\$ 37,608	\$ (10,909)	\$ (38,217)	\$ 13,010	\$ 74,772	\$ 93,047
Adjustments:						
Costs associated with loan refinancing or payoff	241	812	—	820	—	43
Transaction costs	548	814	2,776	771	1,075	5,784
Impairment of operating lease right-of-use assets (2)	—	—	—	15,009	—	—
Credit loss (benefit) expense	(2,762)	20,312	5,707	3,484	1,192	—
Severance expense	—	2,868	—	—	—	423
Termination fees included in gain on sale	—	—	—	—	—	1,217
Gain on insurance recovery (included in other income)	(30)	(809)	—	—	—	—
Deferred income tax expense (benefit)	—	—	18,035	(1,676)	(1,113)	(847)
Non-real estate depreciation and amortization	217	228	268	299	285	288
Deferred financing fees amortization	1,547	1,823	1,498	1,651	1,634	1,621
Share-based compensation expense to management and trustees	3,784	3,437	3,410	3,463	3,509	3,349
Amortization of above/below market leases, net and tenant allowances	(96)	(96)	(124)	(108)	(152)	(119)
Maintenance capital expenditures (3)	(756)	(247)	(8,911)	(1,291)	(928)	(2,276)
Straight-lined rental revenue	(1,288)	(898)	17,969	(2,229)	9,708	(3,516)
Straight-lined ground sublease expense	84	150	216	207	176	237
Non-cash portion of mortgage and other financing income	(171)	(133)	71	(97)	(91)	(91)
AFFO available to common shareholders of EPR Properties	<u>\$ 38,926</u>	<u>\$ 17,352</u>	<u>\$ 2,698</u>	<u>\$ 33,313</u>	<u>\$ 90,067</u>	<u>\$ 99,160</u>
AFFO available to common shareholders of EPR Properties	\$ 38,926	\$ 17,352	\$ 2,698	\$ 33,313	\$ 90,067	\$ 99,160
Add: Preferred dividends for Series C preferred shares	—	—	—	—	1,939	1,937
Add: Preferred dividends for Series E preferred shares	—	—	—	—	1,939	1,939
Diluted AFFO available to common shareholders of EPR Properties	<u>\$ 38,926</u>	<u>\$ 17,352</u>	<u>\$ 2,698</u>	<u>\$ 33,313</u>	<u>\$ 93,945</u>	<u>\$ 103,036</u>
Weighted average diluted shares outstanding (in thousands)	74,669	74,615	74,613	76,310	78,476	78,485
Effect of dilutive Series C preferred shares	—	—	—	—	2,232	2,184
Effect of dilutive Series E preferred shares	—	—	—	—	1,664	1,640
Adjusted weighted-average shares outstanding-diluted	<u>74,669</u>	<u>74,615</u>	<u>74,613</u>	<u>76,310</u>	<u>82,372</u>	<u>82,309</u>
AFFO per diluted common share	\$ 0.52	\$ 0.23	\$ 0.04	\$ 0.44	\$ 1.14	\$ 1.25
Dividends declared per common share	\$ —	\$ —	\$ —	\$ 0.3825	\$ 1.1325	\$ 1.1250
AFFO payout ratio (4)	— %	— %	— %	87 %	99 %	90 %

(1) See pages 22 through 24 for definitions.

(2) Impairment charges recognized during the three months ended June 30, 2020 totaled \$51.3 million, which was comprised of \$36.3 million of impairments of real estate investments and \$15.0 million of impairments of operating lease right-of-use assets.

(3) Includes maintenance capital expenditures and certain second generation tenant improvements and leasing commissions.

(4) AFFO payout ratio is calculated by dividing dividends declared per common share by AFFO per diluted common share. The monthly cash dividend to common shareholders was suspended following the common share dividend paid on May 15, 2020 to shareholders of record as of April 30, 2020.

Amounts above include the impact of discontinued operations, which are separately classified in the consolidated statements of (loss) income.

CAPITAL STRUCTURE AS OF MARCH 31, 2021

(UNAUDITED, DOLLARS IN THOUSANDS)

CONSOLIDATED DEBT

PRINCIPAL PAYMENTS DUE ON DEBT:

YEAR	BONDS/TERM LOAN/OTHER (1) (2)	UNSECURED CREDIT FACILITY (3)	UNSECURED SENIOR NOTES	TOTAL	WEIGHTED AVG INTEREST RATE
2021	\$ —	\$ —	\$ —	\$ —	—%
2022	—	90,000	—	90,000	2.13%
2023	400,000	—	275,000	675,000	4.76%
2024	—	—	136,637	136,637	5.60%
2025	—	—	300,000	300,000	4.50%
2026	—	—	629,597	629,597	5.05%
2027	—	—	450,000	450,000	4.50%
2028	—	—	400,000	400,000	4.95%
2029	—	—	500,000	500,000	3.75%
2030	—	—	—	—	—%
2031	—	—	—	—	—%
Thereafter	24,995	—	—	24,995	1.39%
Less: deferred financing costs, net	—	—	—	(35,036)	—%
	<u>\$ 424,995</u>	<u>\$ 90,000</u>	<u>\$ 2,691,234</u>	<u>\$ 3,171,193</u>	<u>4.56%</u>

	BALANCE	WEIGHTED AVG INTEREST RATE	WEIGHTED AVG MATURITY
Fixed rate unsecured debt (1)	\$ 3,091,234	4.66 %	5.29
Fixed rate secured debt (2)	24,995	1.39 %	26.33
Variable rate unsecured debt	90,000	2.13 %	0.91
Less: deferred financing costs, net	(35,036)	— %	—
Total	<u>\$ 3,171,193</u>	<u>4.56 %</u>	<u>5.34</u>

(1) Includes \$400 million of term loan that has been fixed through interest rate swaps through February 7, 2022.

(2) Includes \$25 million of secured bonds that have been fixed through interest rate swaps through September 30, 2024.

(3) Unsecured Revolving Credit Facility Summary:

COMMITMENT	BALANCE AT 3/31/2021	MATURITY	RATE AT 3/31/2021
\$1,000,000	\$90,000	February 27, 2022	2.125%

Note: This facility has a seven-month extension available at the Company's option (solely with respect to the unsecured revolving credit portion of the facility) and includes an accordion feature pursuant to which the maximum borrowing amount under the combined unsecured revolving credit and term loan facility can be increased from \$1.4 billion to \$2.4 billion, in each case, subject to certain terms and conditions.

CAPITAL STRUCTURE AS OF MARCH 31, 2021 AND DECEMBER 31, 2020

(UNAUDITED, DOLLARS IN THOUSANDS)

CONSOLIDATED DEBT (continued)

SUMMARY OF DEBT:	March 31, 2021	December 31, 2020
Unsecured revolving variable rate credit facility, LIBOR + 1.625% at March 31, 2021, due February 27, 2022 (1)(2)(3)	\$ 90,000	\$ 590,000
Unsecured term loan payable, LIBOR + 2.00% at March 31, 2021 with \$350,000 fixed at 4.40% and \$50,000 fixed at 4.60%, due February 27, 2023 (1)(2)	400,000	400,000
Senior unsecured notes payable, 5.25%, due July 15, 2023	275,000	275,000
Senior unsecured notes payable, 5.60% at December 31, 2020, due August 22, 2024 (1)	136,637	148,000
Senior unsecured notes payable, 4.50%, due April 1, 2025	300,000	300,000
Senior unsecured notes payable, 5.81% at December 31, 2020, due August 22, 2026 (1)	179,597	192,000
Senior unsecured notes payable, 4.75%, due December 15, 2026	450,000	450,000
Senior unsecured notes payable, 4.50%, due June 1, 2027	450,000	450,000
Senior unsecured notes payable, 4.95%, due April 15, 2028	400,000	400,000
Senior unsecured notes payable, 3.75%, due August 15, 2029	500,000	500,000
Bonds payable, variable rate, fixed at 1.39% through September 30, 2024, due August 1, 2047	24,995	24,995
Less: deferred financing costs, net	(35,036)	(35,552)
Total debt	<u>\$ 3,171,193</u>	<u>\$ 3,694,443</u>

(1) During the year ended December 31, 2020, the Company amended its Consolidated Credit Agreement and its Note Purchase Agreement. The amendments modified certain provisions and waived certain covenants of the revolving credit and term loan facilities and the private placement notes through December 31, 2021 (subject to certain conditions) in light of the continuing financial and operational impacts of the COVID-19 pandemic on the Company and its tenants and borrowers. The Company can elect to terminate the Covenant Relief Period early, subject to certain conditions. The Company pays higher interest costs during the Covenant Relief Period but interest rates return to pre-waiver levels after the Covenant Relief Period, with the revolving credit and term loan facilities continuing to be subject to the Company's unsecured ratings. The amendments to the Consolidated Credit Agreement and Note Purchase Agreement also impose additional restrictions on the Company during the Covenant Relief Period, including limitations on certain investments, incurrences of indebtedness, capital expenditures, payment of dividends or other distributions, and share repurchases, in each case subject to certain exceptions. Subsequent to March 31, 2021, the Company paid off the remaining \$90.0 million of borrowings under its revolving credit facility.

(2) The unsecured revolving credit facility and unsecured term loan have a LIBOR floor of 0.50% during the Covenant Relief Period and a LIBOR floor of zero thereafter.

(3) The unsecured revolving credit facility is subject to a facility fee of 0.375% during the Covenant Relief Period and returns to pre-waiver levels after the Covenant Relief Period subject to changes in the Company's unsecured debt ratings.

CAPITAL STRUCTURE

SENIOR NOTES

SENIOR DEBT RATINGS AS OF MARCH 31, 2021

Moody's	Baa3 (negative)
Fitch	BB+ (negative)
Standard and Poor's	BB+ (negative)

SUMMARY OF COVENANTS

The Company has outstanding public senior unsecured notes with fixed interest rates of 3.75%, 4.50%, 4.75%, 4.95% and 5.25%. Interest on these notes is paid semiannually. These public senior unsecured notes contain various covenants, including: (i) a limitation on incurrence of any debt that would cause the Company's debt to adjusted total assets ratio to exceed 60%; (ii) a limitation on incurrence of any secured debt which would cause the Company's secured debt to adjusted total assets ratio to exceed 40%; (iii) a limitation on incurrence of any debt which would cause the Company's debt service coverage ratio to be less than 1.5 times; and (iv) the maintenance at all times of total unencumbered assets not less than 150% of the Company's outstanding unsecured debt.

The following is a summary of the key financial covenants for the Company's 3.75%, 4.50%, 4.75%, 4.95% and 5.25% public senior unsecured notes, as defined and calculated per the terms of the notes. These calculations, which are not based on U.S. generally accepted accounting principles, or GAAP, measurements, are presented to investors to show the Company's ability to incur additional debt under the terms of the senior unsecured notes only and are not measures of the Company's liquidity or performance. The actual amounts as of March 31, 2021 and December 31, 2020 are:

NOTE COVENANTS	Required	Actual 1st Quarter 2021 (1)	Actual 4th Quarter 2020 (1)
Limitation on incurrence of total debt (Total Debt/Total Assets)	≤ 60%	44%	48%
Limitation on incurrence of secured debt (Secured Debt/Total Assets)	≤ 40%	—%	—%
Limitation on incurrence of debt: Debt service coverage (Consolidated Income Available for Debt Service/Annual Debt Service) - trailing twelve months	≥ 1.5 x	1.7x	2.1x
Maintenance of total unencumbered assets (Unencumbered Assets/Unsecured Debt)	≥ 150% of unsecured debt	215%	197%

(1) See page 14 for details of calculations.

CAPITAL STRUCTURE

SENIOR NOTES

(UNAUDITED, DOLLARS IN THOUSANDS)

COVENANT CALCULATIONS

TOTAL ASSETS:	March 31, 2021
Total Assets per balance sheet	\$ 6,208,102
Add: accumulated depreciation	1,101,727
Less: intangible assets, net	(40,583)
Total Assets	\$ 7,269,246

TOTAL UNENCUMBERED ASSETS:	September 30, 2020
Unencumbered real estate assets, gross	\$ 6,203,432
Cash and cash equivalents	538,077
Land held for development	23,225
Property under development	94,822
Total Unencumbered Assets	\$ 6,859,556

TOTAL DEBT:	March 31, 2021
Secured debt obligations	\$ 24,995
Unsecured debt obligations:	
Unsecured debt	3,181,234
Outstanding letters of credit	—
Guarantees	—
Derivatives at fair market value, net, if liability	13,532
Total unsecured debt obligations:	3,194,766
Total Debt	\$ 3,219,761

CONSOLIDATED INCOME AVAILABLE FOR DEBT SERVICE:	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	TRAILING TWELVE MONTHS
Adjusted EBITDAre	\$ 82,246	\$ 68,633	\$ 70,930	\$ 77,191	\$ 299,000
Accounts receivable write-offs from prior periods (1)	—	—	(1,800)	(15,751)	(17,551)
Less: straight-line revenue, net, included in adjusted EBITDAre	(1,289)	(1,768)	(1,958)	(2,229)	(7,244)
CONSOLIDATED INCOME AVAILABLE FOR DEBT SERVICE	\$ 80,957	\$ 66,865	\$ 67,172	\$ 59,211	\$ 274,205

ANNUAL DEBT SERVICE:					
Interest expense, gross	\$ 39,854	\$ 43,341	\$ 42,312	\$ 39,281	\$ 164,788
Less: deferred financing fees amortization	(1,547)	(1,823)	(1,498)	(1,651)	(6,519)
ANNUAL DEBT SERVICE	\$ 38,307	\$ 41,518	\$ 40,814	\$ 37,630	\$ 158,269

DEBT SERVICE COVERAGE	2.1	1.6	1.6	1.6	1.7
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(1) For purposes of the bond calculation of Consolidated Income Available for Debt Service, the accounts receivable write-offs that were recognized in the third and fourth quarters were reclassified to the quarter such amounts were recognized originally as revenue.

CAPITAL STRUCTURE AS OF MARCH 31, 2021

(UNAUDITED, DOLLARS IN THOUSANDS EXCEPT SHARE INFORMATION)

EQUITY

SECURITY	SHARES OUTSTANDING	PRICE PER SHARE AT MARCH 31, 2021	LIQUIDATION PREFERENCE	DIVIDEND RATE	CONVERTIBLE	CONVERSION RATIO AT MARCH 31, 2021	CONVERSION PRICE AT MARCH 31, 2021
Common shares	74,767,425	\$46.59	N/A	(1)	N/A	N/A	N/A
Series C	5,394,050	\$25.52	\$134,851	5.750%	Y	0.4137	\$60.43
Series E	3,447,381	\$36.90	\$86,185	9.000%	Y	0.4826	\$51.80
Series G	6,000,000	\$25.20	\$150,000	5.750%	N	N/A	N/A

(1) The monthly cash dividend to common shareholders was suspended following the common share dividend paid on May 15, 2020 to shareholders of record as of April 30, 2020.

SUMMARY OF RATIOS

(UNAUDITED)

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Net debt to gross assets	39%	40%	42%	41%	38%	37%
Net debt/Adjusted EBITDAre ratio (1)(2)	Footnote 9	Footnote 9	Footnote 9	Footnote 9	5.1	4.6
Adjusted net debt/Annualized adjusted EBITDAre ratio (3)(4)	Footnote 9	Footnote 9	Footnote 9	Footnote 9	4.9	4.8
Interest coverage ratio (5)	Footnote 9	Footnote 9	Footnote 9	Footnote 9	3.6	3.8
Fixed charge coverage ratio (5)	Footnote 9	Footnote 9	Footnote 9	Footnote 9	3.1	3.3
Debt service coverage ratio (5)	Footnote 9	Footnote 9	Footnote 9	Footnote 9	3.6	3.8
FFO payout ratio (6)	—%	—%	—%	225%	119%	95%
FFO as adjusted payout ratio (7)	—%	—%	—%	93%	117%	89%
AFFO payout ratio (8)	—%	—%	—%	87%	99%	90%

(1) See pages 22 through 24 for definitions.

(2) Adjusted EBITDAre is for the quarter multiplied times four. See calculation on page 28.

(3) Adjusted net debt is net debt less 40% times property under development. See pages 22 through 24 for definitions.

(4) Annualized adjusted EBITDAre is Adjusted EBITDAre for the quarter further adjusted for in-service and disposed projects, percentage rent and participating interest and other non-recurring items which is then multiplied times four. These calculations can be found on page 28 under the reconciliation of Adjusted EBITDAre and Annualized Adjusted EBITDAre. See pages 22 through 24 for definitions.

(5) See page 26 for detailed calculation.

(6) FFO payout ratio is calculated by dividing dividends declared per common share by FFO per diluted common share. The monthly cash dividend to common shareholders was suspended following the common share dividend paid on May 15, 2020 to shareholders of record as of April 30, 2020.

(7) FFO as adjusted payout ratio is calculated by dividing dividends declared per common share by FFO as adjusted per diluted common share. The monthly cash dividend to common shareholders was suspended following the common share dividend paid on May 15, 2020 to shareholders of record as of April 30, 2020.

(8) AFFO payout ratio is calculated by dividing dividends declared per common share by AFFO per diluted common share. The monthly cash dividend to common shareholders was suspended following the common share dividend paid on May 15, 2020 to shareholders of record as of April 30, 2020.

(9) Not presented as ratio is not meaningful given the continuing disruption caused by COVID-19 and the associated accounting for tenant rent deferrals and other lease modifications.

SUMMARY OF MORTGAGE NOTES RECEIVABLE

(UNAUDITED, DOLLARS IN THOUSANDS)

DESCRIPTION	INTEREST RATE	PAYOFF DATE/ MATURITY DATE	OUTSTANDING PRINCIPAL AMOUNT OF MORTGAGE	CARRYING AMOUNT AS OF (1)	
				MARCH 31, 2021	DECEMBER 31, 2020
Private school property Mableton, Georgia	9.02 %	Prepaid in full	\$ —	\$ —	\$ 5,278
Attraction property Powells Point, North Carolina	7.75 %	6/30/2025	28,178	27,372	27,045
Fitness & wellness property Omaha, Nebraska	7.85 %	1/3/2027	10,905	11,252	11,225
Fitness & wellness property Merriam, Kansas	7.55 %	7/31/2029	9,090	9,370	9,355
Ski property Girdwood, Alaska	8.24 %	12/31/2029	42,645	42,515	40,680
Fitness & wellness property Omaha, Nebraska	7.85 %	6/30/2030	9,839	10,082	8,630
Experiential lodging property Nashville, Tennessee	7.01 %	9/30/2031	71,223	69,475	67,235
Eat & play property Austin, Texas	11.31 %	6/1/2033	11,150	11,357	11,929
Ski property West Dover and Wilmington, Vermont	11.78 %	12/1/2034	51,050	51,037	51,031
Four ski properties Ohio and Pennsylvania	10.91 %	12/1/2034	37,562	37,459	37,413
Ski property Chesterland, Ohio	11.38 %	12/1/2034	4,550	4,433	4,396
Ski property Hunter, New York	8.72 %	1/5/2036	21,000	21,000	21,000
Eat & play property Midvale, Utah	10.25 %	5/31/2036	17,505	17,796	18,289
Eat & play property West Chester, Ohio	9.75 %	8/1/2036	18,068	18,348	18,830
Fitness & wellness property Fort Collins, Colorado	7.85 %	1/31/2038	10,292	10,490	10,408
Early childhood education center Lake Mary, Florida	7.87 %	5/9/2039	4,200	4,357	4,348
Eat & play property Eugene, Oregon	8.13 %	6/17/2039	14,700	14,799	14,799
Early childhood education center Lithia, Florida	8.42 %	10/31/2039	3,959	3,827	3,737
Total			<u>\$ 365,916</u>	<u>\$ 364,969</u>	<u>\$ 365,628</u>

(1) Amounts include accrued interest.

INVESTMENT SPENDING AND DISPOSITION SUMMARIES

(UNAUDITED, DOLLARS IN THOUSANDS)

INVESTMENT SPENDING THREE MONTHS ENDED MARCH 31, 2021

INVESTMENT TYPE	TOTAL INVESTMENT SPENDING	NEW DEVELOPMENT	RE-DEVELOPMENT	ASSET ACQUISITION	MORTGAGE NOTES OR NOTES RECEIVABLE	INVESTMENT IN JOINT VENTURES
Theatres	\$ 2,440	\$ 2,382	\$ 58	\$ —	\$ —	\$ —
Eat & Play	30,847	4,061	111	26,675	—	—
Attractions	14	—	14	—	—	—
Ski	1,013	—	—	—	1,013	—
Experiential Lodging	11,993	6,680	3,688	—	—	1,625
Cultural	4,383	—	4	—	4,379	—
Fitness & Wellness	1,423	—	—	—	1,423	—
Total Experiential	52,113	13,123	3,875	26,675	6,815	1,625
Total Education	—	—	—	—	—	—
Total Investment Spending	\$ 52,113	\$ 13,123	\$ 3,875	\$ 26,675	\$ 6,815	\$ 1,625

2021 DISPOSITIONS

THREE MONTHS ENDED MARCH 31, 2021

INVESTMENT TYPE	TOTAL DISPOSITIONS	NET PROCEEDS FROM SALE OF REAL ESTATE	NET PROCEEDS FROM PAYDOWN OF MORTGAGE NOTES
Theatres	\$ 13,707	\$ 13,707	\$ —
Total Experiential	13,707	13,707	—
Private Schools	5,078	—	5,078
Total Education	5,078	—	5,078
Total Dispositions	\$ 18,785	\$ 13,707	\$ 5,078

PROPERTY UNDER DEVELOPMENT - INVESTMENT SPENDING ESTIMATES AT MARCH 31, 2021 (1)

(UNAUDITED, DOLLARS IN THOUSANDS)

	MARCH 31, 2021		OWNED BUILD-TO-SUIT SPENDING ESTIMATES						
	PROPERTY UNDER DEVELOPMENT	# OF PROJECTS	2ND QUARTER 2021	3RD QUARTER 2021	4TH QUARTER 2021	1ST QUARTER 2022	THEREAFTER	TOTAL EXPECTED COSTS (2)	% LEASED
Total Build-to-Suit (3)	\$ 79,154	10	\$ 10,990	\$ 6,300	\$ 4,100	\$ —	\$ —	\$ 100,544	100 %
Non Build-to-Suit Development	15,668								
Total Property Under Development	<u>\$ 94,822</u>								

	MARCH 31, 2021		OWNED BUILD-TO-SUIT IN-SERVICE ESTIMATES						
	# OF PROJECTS		2ND QUARTER 2021	3RD QUARTER 2021	4TH QUARTER 2021	1ST QUARTER 2022	THEREAFTER	TOTAL IN-SERVICE (2)	ACTUAL IN-SERVICE 1ST QUARTER 2021
Total Build-to-Suit	10		\$ 52,587	\$ 14,739	\$ 31,175	\$ 371	\$ 1,672	\$ 100,544	\$ —

	MARCH 31, 2021		MORTGAGE BUILD-TO-SUIT SPENDING ESTIMATES					
	MORTGAGE NOTES RECEIVABLE	# OF PROJECTS	2ND QUARTER 2021	3RD QUARTER 2021	4TH QUARTER 2021	1ST QUARTER 2022	THEREAFTER	TOTAL EXPECTED COSTS (2)
Total Build-to-Suit Mortgage Notes	\$ 52,597	2	\$ 4,025	\$ 3,000	\$ 3,000	\$ —	\$ 5,484	\$ 68,106
Non Build-to-Suit Mortgage Notes	312,372							
Total Mortgage Notes Receivable	<u>\$ 364,969</u>							

(1) This schedule includes only those properties for which the Company has commenced construction as of March 31, 2021.

(2) "Total Expected Costs" and "Total In-Service" each reflect the total capital costs expected to be funded by the Company through completion (including capitalized interest or accrued interest as applicable).

(3) Total Build-to-Suit excludes property under development related to the Company's two unconsolidated real estate joint ventures that own recreation anchored lodging properties in St. Petersburg, Florida. The Company's spending estimates for this are estimated at \$10.3 million for 2021.

Note: This schedule includes future estimates for which the Company can give no assurance as to timing or amounts. Development projects have risks. See Item 1A - "Risk Factors" in the Company's most recent Annual Report on Form 10-K and, to the extent applicable, the Company's Quarterly Reports on Form 10-Q.

LEASE EXPIRATIONS

AS OF MARCH 31, 2021

(UNAUDITED, DOLLARS IN THOUSANDS)

YEAR	TOTAL NUMBER OF PROPERTIES	RENTAL REVENUE FOR THE TRAILING TWELVE MONTHS ENDED MARCH 31, 2021 (1)	% OF TOTAL REVENUE (2)
2021	—	\$ —	— %
2022	2	1,705	— %
2023	2	953	— %
2024	6	6,123	2 %
2025	2	2,670	1 %
2026	3	5,478	1 %
2027	8	17,106	5 %
2028	12	6,842	2 %
2029	12	7,799	2 %
2030	22	20,011	5 %
2031	13	2,521	1 %
2032	21	8,333	2 %
2033	9	7,749	2 %
2034	40	23,666	6 %
2035	33	59,824	16 %
2036	22	23,045	6 %
2037	32	36,832	10 %
2038	35	23,916	6 %
2039	4	6,739	2 %
2040	2	2,253	1 %
Thereafter	35	24,740	7 %
	<u>315</u>	<u>\$ 288,305</u>	<u>77 %</u>

Note: This schedule excludes non-theatre tenant leases within the Company's entertainment districts, properties under development, land held for development, properties operated by the Company and investments in mortgage notes receivable.

(1) Rental revenue for the trailing twelve months ended March 31, 2021 includes lease revenue related to the Company's existing operating ground leases (leases in which the Company is a sub-lessor) as well as the gross-up of tenant reimbursed expenses recognized during the trailing twelve months ended March 31, 2021 in accordance with Accounting Standards Update (ASU) No. 2016-02 Leases (Topic 842).

(2) Includes the write-offs of straight line rent receivables of \$25.4 million and receivables from tenants of \$27.1 million against rental revenue during the trailing twelve months ended March 31, 2021.

TOP TEN CUSTOMERS BY PERCENTAGE OF TOTAL REVENUE

(UNAUDITED, DOLLARS IN THOUSANDS)

	CUSTOMERS	PERCENTAGE OF TOTAL REVENUE FOR THE THREE MONTHS ENDED MARCH 31, 2021
1.	AMC Theatres	21.3%
2.	Topgolf	18.3%
3.	Cinemark	9.5%
4.	Vail Resorts	6.2%
5.	Camelback Resort	4.7%
6.	Six Flags	3.6%
7.	Endeavor Schools	3.3%
8.	Empire Resorts	2.4%
9.	Creme de la Creme	2.3%
10.	Andretti Indoor Karting & Games	1.6%
	Total	73.2%

DEFINITIONS - NON-GAAP FINANCIAL MEASURES

EBITDAre

The National Association of Real Estate Investment Trusts (“NAREIT”) developed EBITDAre as a relative non-GAAP financial measure of REITs, independent of a company's capital structure, to provide a uniform basis to measure the enterprise value of a company. Pursuant to the definition of EBITDAre by the Board of Governors of NAREIT, the Company calculates EBITDAre as net (loss) income, computed in accordance with GAAP, excluding interest expense (net), income tax (benefit) expense, depreciation and amortization, gains and losses from disposition of real estate, impairment losses on real estate, costs associated with loan refinancing or payoff and adjustments for unconsolidated partnerships, joint ventures and other affiliates. Management provides EBITDAre herein because it believes this information is useful to investors as a supplemental performance measure as it can help facilitate comparisons of operating performance between periods and with other REITs. The Company's method of calculating EBITDAre may be different from methods used by other REITs and, accordingly, may not be comparable to such other REITs. EBITDAre is not a measure of performance under GAAP, does not represent cash generated from operations as defined by GAAP and is not indicative of cash available to fund all cash needs, including distributions. This measure should not be considered an alternative to net (loss) income or any other GAAP measure as a measurement of the results of the Company's operations or cash flows or liquidity as defined by GAAP.

ADJUSTED EBITDAre AND ANNUALIZED ADJUSTED EBITDAre

Management uses Adjusted EBITDAre in its analysis of the performance of the business and operations of the Company. Management believes Adjusted EBITDAre is useful to investors because it excludes various items that management believes are not indicative of operating performance, and that it is an informative measure to use in computing various financial ratios to evaluate the Company. The Company defines Adjusted EBITDAre as EBITDAre (defined above) for the quarter excluding gain on insurance recovery, severance expense, credit loss (benefit) expense, transaction costs, impairment losses on operating lease right-of-use assets and prepayment fees. This number for the quarter is then multiplied by four to get an annual amount. Annualized Adjusted EBITDAre is Adjusted EBITDAre for the quarter further adjusted for in-service and disposed projects, percentage rent and participating interest and other non-recurring items including removing any impact from operating properties, which is then multiplied by four to get an annual amount. Additionally, for the year ended December 31, 2020, Adjusted EBITDAre was further adjusted to add back prior period receivable write-offs related to certain theatre tenants placed on cash basis or receiving abatements during the respective periods.

The Company's method of calculating Adjusted EBITDAre and Annualized Adjusted EBITDAre may be different from methods used by other REITs and, accordingly, may not be comparable to such other REITs. Adjusted EBITDAre and Annualized Adjusted EBITDAre are not measures of performance under GAAP, do not represent cash generated from operations as defined by GAAP and are not indicative of cash available to fund all cash needs, including distributions. These measures should not be considered as an alternative to net (loss) income or any other GAAP measure as a measurement of the results of the Company's operations or cash flows or liquidity as defined by GAAP.

NET DEBT AND ADJUSTED NET DEBT

Net Debt represents debt (reported in accordance with GAAP) adjusted to exclude deferred financing costs, net and reduced for cash and cash equivalents. By excluding deferred financing costs, net and reducing debt for cash and cash equivalents on hand, the result provides an estimate of the contractual amount of borrowed capital to be repaid, net of cash available to repay it. The Company believes this calculation constitutes a beneficial supplemental non-GAAP financial disclosure to investors in understanding its financial condition. Adjusted net debt is net debt less 40% times property under development to remove the estimated portion of property under development that has been financed with debt but has not yet produced earnings. The Company's method of calculating Net Debt and Adjusted Net Debt may be different from methods used by other REITs and, accordingly, may not be comparable to such other REITs.

NET DEBT TO ADJUSTED EBITDA_{re} RATIO AND ADJUSTED NET DEBT TO ANNUALIZED ADJUSTED EBITDA_{re} RATIO

Net Debt to Adjusted EBITDA_{re} ratio and Adjusted Net Debt to Annualized Adjusted EBITDA_{re} ratio are supplemental measures derived from non-GAAP financial measures that the Company uses to evaluate its capital structure and the magnitude of its debt against its operating performance. The Company believes that investors commonly use versions of these ratios in a similar manner. In addition, financial institutions use versions of these ratios in connection with debt agreements to set pricing and covenant limitations. The Company's method of calculating both ratios may be different from methods used by other REITs and, accordingly, may not be comparable to such other REITs.

FUNDS FROM OPERATIONS (“FFO”) AND FFO AS ADJUSTED

NAREIT developed FFO as a relative non-GAAP financial measure of performance of an equity REIT in order to recognize that income-producing real estate historically has not depreciated on the basis determined under GAAP and management provides FFO herein because it believes this information is useful to investors in this regard. FFO is a widely used measure of the operating performance of real estate companies and is provided here as a supplemental measure to GAAP net (loss) income available to common shareholders and earnings per share. Pursuant to the definition of FFO by the Board of Governors of NAREIT, the Company calculates FFO as net (loss) income available to common shareholders, computed in accordance with GAAP, excluding gains and losses from disposition of real estate and impairment losses on real estate, plus real estate related depreciation and amortization, and after adjustments for unconsolidated partnerships, joint ventures and other affiliates. Adjustments for unconsolidated partnerships, joint ventures and other affiliates are calculated to reflect FFO on the same basis. The Company has calculated FFO for all periods presented in accordance with this definition. In addition, the Company presents FFO as adjusted. Management believes it is useful to provide FFO as adjusted as a supplemental measure to GAAP net (loss) income available to common shareholders and earnings per share. FFO as adjusted is FFO plus costs associated with loan refinancing or payoff, transaction costs, severance expense, preferred share redemption costs, impairment of operating lease right-of-use assets and credit loss (benefit) expense, and by subtracting gain on insurance recovery and deferred income tax (benefit) expense. FFO and FFO as adjusted are non-GAAP financial measures. FFO and FFO as adjusted do not represent cash flows from operations as defined by GAAP and are not indicative that cash flows are adequate to fund all cash needs and are not to be considered an alternative to net (loss) income or any other GAAP measure as a measurement of the results of the Company's operations, cash flows or liquidity as defined by GAAP. It should also be noted that not all REITs calculate FFO and FFO as adjusted the same way so comparisons with other REITs may not be meaningful.

ADJUSTED FUNDS FROM OPERATIONS (“AFFO”)

In addition to FFO, the Company presents AFFO by adding to FFO costs associated with loan refinancing or payoff, transaction costs, credit loss (benefit) expense, severance expense, preferred share redemption costs, impairment of operating lease right-of-use assets, termination fees associated with tenants' exercises of public charter school buy-out options, non-real estate depreciation and amortization, deferred financing fees amortization, share-based compensation expense to management and trustees and amortization of above and below market leases, net and tenant allowances and by subtracting maintenance capital expenditures (including second generation tenant improvements and leasing commissions), straight-lined rental revenue (removing the impact of straight-line ground sublease expense), non-cash portion of mortgage and other financing income, gain on insurance recovery and deferred income tax (benefit) expense. AFFO is a widely used measure of the operating performance of real estate companies and is provided here as a supplemental measure to GAAP net (loss) income available to common shareholders and earnings per share and management provides AFFO herein because it believes this information is useful to investors in this regard. AFFO is a non-GAAP financial measure. AFFO does not represent cash flows from operations as defined by GAAP and is not indicative that cash flows are adequate to fund all cash needs and is not to be considered an alternative to net (loss) income or any other GAAP measure as a measurement of the results of the Company's operations or its cash flows or liquidity as defined by GAAP. It should also be noted that not all REITs calculate AFFO the same way so comparisons with other REITs may not be meaningful.

INTEREST COVERAGE RATIO

The interest coverage ratio is calculated as the interest coverage amount divided by interest expense, gross. The Company calculates the interest coverage amount by adding to net (loss) income impairment charges, credit loss (benefit) expense, transaction costs, interest expense, gross (including interest expense in discontinued operations), severance expense, depreciation and amortization, share-based compensation expense to management and trustees and costs associated with loan refinancing or payoff; subtracting interest cost capitalized, straight-line rental revenue, gain on early extinguishment of debt, gain (loss) on sale of real estate from continuing and discontinued operations, gain on insurance recovery, gain on previously held equity interest, gain on early extinguishment of debt, prepayment fees and deferred income tax benefit (expense). The Company calculates interest expense, gross, by adding to interest expense, net, interest income and interest cost capitalized. The Company considers the interest coverage ratio to be an appropriate supplemental measure of a company's ability to meet its interest expense obligations and management believes it is useful to investors in this regard. The Company's calculation of the interest coverage ratio may be different from the calculation used by other companies, and therefore, comparability may be limited. This information should not be considered as an alternative to any GAAP liquidity measures.

FIXED CHARGE COVERAGE RATIO

The fixed charge coverage ratio is calculated in exactly the same manner as the interest coverage ratio, except that interest expense, gross and preferred share dividends are also added to the denominator. The Company considers the fixed charge coverage ratio to be an appropriate supplemental measure of a company's ability to make its interest and preferred share dividend payments and management believes it is useful to investors in this regard. The Company's calculation of the fixed charge coverage ratio may be different from the calculation used by other companies and, therefore, comparability may be limited. This information should not be considered as an alternative to any GAAP liquidity measures.

DEBT SERVICE COVERAGE RATIO

The debt service coverage ratio is calculated in exactly the same manner as the interest coverage ratio, except that interest expense, gross and recurring principal payments are also added to the denominator. The Company considers the debt service coverage ratio to be an appropriate supplemental measure of a company's ability to make its debt service payments and management believes it is useful to investors in this regard. The Company's calculation of the debt service coverage ratio may be different from the calculation used by other companies and, therefore, comparability may be limited. This information should not be considered as an alternative to any GAAP liquidity measures.



EPR Properties™

Appendix to Supplemental Operating and Financial Data

Reconciliation of Certain Non-GAAP Financial Measures

First Quarter Ended March 31, 2021

CALCULATION OF INTEREST, FIXED CHARGE AND DEBT SERVICE COVERAGE RATIOS

(UNAUDITED, DOLLARS IN THOUSANDS)

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
INTEREST COVERAGE RATIO (1):						
Net income (loss)	\$ 3,380	\$ (19,977)	\$ (85,904)	\$ (62,965)	\$ 37,118	\$ 36,297
Impairment charges	—	22,832	11,561	51,264	—	23,639
Impairment charges on joint ventures	—	—	—	3,247	—	—
Transaction costs	548	814	2,776	771	1,075	5,784
Credit loss (benefit) expense	(2,762)	20,312	5,707	3,484	1,192	—
Interest expense, gross	39,854	43,341	42,312	39,281	36,794	36,442
Severance expense	—	2,868	—	—	—	423
Depreciation and amortization	40,326	42,014	42,059	42,450	43,810	44,530
Share-based compensation expense						
to management and trustees	3,784	3,437	3,410	3,463	3,509	3,348
Costs associated with loan refinancing or payoff	241	812	—	820	—	43
Interest cost capitalized	(595)	(404)	(325)	(242)	(262)	(273)
Straight-line rental revenue	(1,288)	(898)	17,969	(2,229)	9,708	(3,516)
Gain on sale of real estate	(201)	(49,877)	—	(22)	(220)	(5,648)
Gain on insurance recovery	(30)	(809)	—	—	—	—
Deferred income tax expense (benefit)	—	—	18,035	(1,676)	(1,113)	(847)
Interest coverage amount	\$ 83,257	\$ 64,465	\$ 57,600	\$ 77,646	\$ 131,611	\$ 140,222
Interest expense, net	\$ 39,194	\$ 42,838	\$ 41,744	\$ 38,340	\$ 34,753	\$ 34,907
Interest income	65	99	243	699	1,779	1,262
Interest cost capitalized	595	404	325	242	262	273
Interest expense, gross	\$ 39,854	\$ 43,341	\$ 42,312	\$ 39,281	\$ 36,794	\$ 36,442
Interest coverage ratio	Footnote 2	Footnote 2	Footnote 2	Footnote 2	3.6	3.8
FIXED CHARGE COVERAGE RATIO (1):						
Interest coverage amount	\$ 83,257	\$ 64,465	\$ 57,600	\$ 77,646	\$ 131,611	\$ 140,222
Interest expense, gross	\$ 39,854	\$ 43,341	\$ 42,312	\$ 39,281	\$ 36,794	\$ 36,442
Preferred share dividends	6,034	6,034	6,034	6,034	6,034	6,034
Fixed charges	\$ 45,888	\$ 49,375	\$ 48,346	\$ 45,315	\$ 42,828	\$ 42,476
Fixed charge coverage ratio	Footnote 2	Footnote 2	Footnote 2	Footnote 2	3.1	3.3
DEBT SERVICE COVERAGE RATIO (1):						
Interest coverage amount	\$ 83,257	\$ 64,465	\$ 57,600	\$ 77,646	\$ 131,611	\$ 140,222
Interest expense, gross	\$ 39,854	\$ 43,341	\$ 42,312	\$ 39,281	\$ 36,794	\$ 36,442
Recurring principal payments	—	—	—	—	—	—
Debt service	\$ 39,854	\$ 43,341	\$ 42,312	\$ 39,281	\$ 36,794	\$ 36,442
Debt service coverage ratio	Footnote 2	Footnote 2	Footnote 2	Footnote 2	3.6	3.8

(1) See pages 22 through 24 for definitions.

(2) Not presented as this ratio is not meaningful given the continuing disruption caused by COVID-19 and the associated accounting for tenant rent deferrals and other lease modifications.

Amounts above include the impact of discontinued operations, which are separately classified in the consolidated statements of (loss) income.

RECONCILIATION OF INTEREST COVERAGE AMOUNT TO NET CASH PROVIDED BY OPERATING ACTIVITIES

(UNAUDITED, DOLLARS IN THOUSANDS)

The interest coverage amount per the table on page 26 is a non-GAAP financial measure and should not be considered an alternative to any GAAP liquidity measures. It is most directly comparable to the GAAP liquidity measure, "Net cash provided by operating activities," and is not directly comparable to the GAAP liquidity measures, "Net cash used by investing activities" and "Net cash provided by financing activities." The interest coverage amount can be reconciled to "Net cash provided by operating activities" per the consolidated statements of cash flows as follows:

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Net cash provided (used) by operating activities	\$ 78,306	\$ 5,795	\$ 2,065	\$ (31,631)	\$ 89,044	\$ 102,268
Equity in loss from joint ventures	(1,431)	(1,364)	(1,044)	(1,724)	(420)	(905)
Distributions from joint ventures	(90)	—	—	—	—	—
Amortization of deferred financing costs	(1,547)	(1,823)	(1,498)	(1,651)	(1,634)	(1,621)
Amortization of above and below market leases, net and tenant allowances	96	96	124	108	152	119
Changes in assets and liabilities, net:						
Amortization of operating lease assets and liabilities	120	230	(14)	(287)	(273)	(161)
Mortgage notes and related accrued interest receivable	(280)	3,297	1,154	2,613	512	(8)
Accounts receivable	(18,687)	4,422	(5,053)	62,163	(14,149)	14,320
Direct financing lease receivable	—	—	—	—	—	17
Other assets	7,323	(367)	(2,208)	819	4,454	(1,888)
Accounts payable and accrued liabilities	(997)	404	(4,348)	6,555	13,517	(21,851)
Unearned rents and interest	(18,075)	9,312	5,690	3,100	(6,907)	11,132
Straight-line rental revenue	(1,288)	(898)	17,969	(2,229)	9,708	(3,516)
Interest expense, gross	39,854	43,341	42,312	39,281	36,794	36,442
Interest cost capitalized	(595)	(404)	(325)	(242)	(262)	(273)
Transaction costs	548	814	2,776	771	1,075	5,784
Severance expense (cash portion)	—	1,610	—	—	—	363
Interest coverage amount (1)	<u>\$ 83,257</u>	<u>\$ 64,465</u>	<u>\$ 57,600</u>	<u>\$ 77,646</u>	<u>\$ 131,611</u>	<u>\$ 140,222</u>
Net cash (used) provided by investing activities	\$ (29,894)	\$ 204,883	\$ (17,919)	\$ (13,219)	\$ (39,759)	\$ 381,255
Net cash (used) provided by financing activities	\$ (532,435)	\$ (170,716)	\$ (5,994)	\$ (175,358)	\$ 649,237	\$ (73,886)

(1) See pages 22 through 24 for definitions.

RECONCILIATION OF EBITDAre, ADJUSTED EBITDAre, ANNUALIZED ADJUSTED EBITDAre AND ANNUALIZED ADJUSTED REVENUE

(UNAUDITED, DOLLARS IN THOUSANDS)

ADJUSTED EBITDAre (4):	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Net income (loss)	\$ 3,380	\$ (19,977)	\$ (85,904)	\$ (62,965)	\$ 37,118	\$ 36,297
Interest expense, net	39,194	42,838	41,744	38,340	34,753	34,907
Income tax expense (benefit)	407	402	18,417	(1,312)	(751)	(530)
Depreciation and amortization	40,326	42,014	42,059	42,450	43,810	44,530
Gain on sale of real estate	(201)	(49,877)	—	(22)	(220)	(5,648)
Impairment of real estate investments, net (3)	—	22,832	11,561	36,255	—	23,639
Costs associated with loan refinancing or payoff	241	812	—	820	—	43
Allocated share of joint venture depreciation	354	361	369	378	383	551
Allocated share of joint venture interest expense	789	872	741	736	735	735
Impairment charges on joint ventures	—	—	—	3,247	—	—
EBITDAre	<u>\$ 84,490</u>	<u>\$ 40,277</u>	<u>\$ 28,987</u>	<u>\$ 57,927</u>	<u>\$ 115,828</u>	<u>\$ 134,524</u>
Gain on insurance recovery (1)	(30)	(809)	—	—	—	—
Severance expense	—	2,868	—	—	—	423
Transaction costs	548	814	2,776	771	1,075	5,784
Credit loss (benefit) expense	(2,762)	20,312	5,707	3,484	1,192	—
Accounts receivable write-offs from prior periods (2)	—	4,301	13,533	—	—	—
Straight-line receivable write-offs from prior periods (2)	—	870	19,927	—	12,532	—
Impairment of operating lease right-of-use assets (3)	—	—	—	15,009	—	—
Adjusted EBITDAre (for the quarter)	<u>\$ 82,246</u>	<u>\$ 68,633</u>	<u>\$ 70,930</u>	<u>\$ 77,191</u>	<u>\$ 130,627</u>	<u>\$ 140,731</u>
Adjusted EBITDAre (5)	<u>Footnote 10</u>	<u>Footnote 10</u>	<u>Footnote 10</u>	<u>Footnote 10</u>	<u>\$ 522,508</u>	<u>\$ 562,924</u>

ANNUALIZED ADJUSTED EBITDAre (4):

Adjusted EBITDAre (for the quarter)					\$ 130,627	\$ 140,731
Corporate/unallocated and other NOI					(145)	403
In-service and disposition adjustments (6)					1,351	(4,580)
Percentage rent/participation adjustments (7)	Footnote 10	Footnote 10	Footnote 10	Footnote 10	979	(2,947)
Non-recurring adjustments (8)					3,999	1,170
Annualized Adjusted EBITDAre (for the quarter)					<u>\$ 136,811</u>	<u>\$ 134,777</u>
Annualized Adjusted EBITDAre (9)					<u>\$ 547,244</u>	<u>\$ 539,108</u>

See footnotes on following page.

(1) Included in other income in the consolidated statements of (loss) income in the Company's Annual Reports on Form 10-K and the Company's Quarterly Reports on Form 10-Q. Reconciliation is as follows:

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Income from settlement of foreign currency swap contracts	\$ 52	\$ 110	\$ 154	\$ 408	\$ 368	\$ 252
Gain on insurance recovery	30	809	—	—	—	—
Operating income from operated properties	295	45	16	8	7,201	7,996
Miscellaneous income	301	4	12	—	4	138
Other income	<u>\$ 678</u>	<u>\$ 968</u>	<u>\$ 182</u>	<u>\$ 416</u>	<u>\$ 7,573</u>	<u>\$ 8,386</u>

(2) Included in rental revenue from continuing operations in the consolidated statements of (loss) income in the Company's Annual Reports on Form 10-K and the Company's Quarterly Reports on Form 10-Q. Reconciliation is as follows:

	1ST QUARTER 2021	4TH QUARTER 2020	3RD QUARTER 2020	2ND QUARTER 2020	1ST QUARTER 2020	4TH QUARTER 2019
Minimum rent	\$ 94,190	\$ 79,342	\$ 83,230	\$ 89,589	\$ 138,219	\$ 139,529
Accounts receivable write-offs from prior periods	—	(4,301)	(13,533)	—	—	—
Tenant reimbursements	4,822	4,831	2,413	4,169	3,698	5,790
Percentage rent	2,030	3,040	1,303	1,454	2,757	6,428
Straight-line rental revenue	1,289	1,768	1,958	2,229	2,824	2,926
Straight-line write-offs from prior periods	—	(870)	(19,927)	—	(12,532)	—
Other rental revenue	283	201	147	90	77	92
Rental revenue	<u>\$ 102,614</u>	<u>\$ 84,011</u>	<u>\$ 55,591</u>	<u>\$ 97,531</u>	<u>\$ 135,043</u>	<u>\$ 154,765</u>

(3) Impairment charges recognized during the three months ended June 30, 2020 totaled \$51.3 million, which was comprised of \$36.3 million of impairments of real estate investments and \$15.0 million of impairments of operating lease right-of-use assets.

(4) See pages 22 through 24 for definitions.

(5) Adjusted EBITDAre for the quarter is multiplied by four to calculate an annual amount.

(6) Adjustments for properties commencing or terminating GAAP net operating income during the quarter and adjustments to revenue from mortgage notes receivable to be consistent with end of quarter balance, for continuing properties only.

(7) To adjust percentage rents and participating interest income from the actual latest quarterly amount to the trailing twelve month amount divided by four.

(8) Non-recurring adjustments relate to properties under operating agreements with third parties, as applicable, and COVID-19 related adjustments.

(9) Annualized Adjusted EBITDAre for the quarter is multiplied by four to calculate an annual amount.

(10) Not presented as this metric is not meaningful given the continuing disruption caused by the COVID-19 pandemic and the associated accounting for tenant rent deferrals and other lease modifications.

Amounts above include the impact of discontinued operations, which are separately classified in the consolidated statements of (loss) income.