



Industrial Market Report

Boston - MA (USA)

PREPARED BY



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INDUSTRIAL MARKET REPORT

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12 Mo Deliveries in SF

3.7M

12 Mo Net Absorption in SF

(642K)

Vacancy Rate

5.9%

Market Asking Rent Growth

6.3%

Boston's industrial market continues to soften in early 2024, with demand still cooling amidst the tail end of a wave of new supply. The vacancy rate, now at 5.9%, has climbed 200 basis points since its most recent trough in early 2022. Net absorption has trended negative in the middle of a two-year period that will see the most supply added to the market in nearly 25 years.

Nationally, the rate-driven slowdown in the housing market has led to a corresponding pullback in demand for related warehouse-intensive items, such as building materials, fixtures, and furniture. At the same time, imports and inventories are only just returning to longer-term trends after pandemic-induced disruptions. This has slowed industrial demand despite ongoing job market strength and consumer resilience.

Boston has not been immune to these trends, with slower absorption of logistics space being one result. Added to the mix, locally, is softening demand for flex space, which comprises a disproportionate share of Boston's industrial inventory and serves the market's numerous biotech research and manufacturing organizations. Altogether, industrial tenants in the market have given back -1.4 million SF in the past year.

Demand looks to remain muted in the near term, aside from Amazon's expected occupancy of a new 3.8 million SF facility in North Andover sometime in the early spring

of 2024. It is mostly the supply situation, however, that looks set to lead vacancy above 7% by the end of the year, its highest point since 2015. Amazon's building alone is big enough to represent the largest amount of new supply to hit the market since 2001, and a further nearly 2 million net new SF is expected by the end of the year.

Rising vacancy has slowed rent growth, another trend that looks to continue into 2024. After growing at over 8% in 2021 and more than 9% in 2022, Boston's industrial rent growth slowed to a little less than 7% in 2023. This largely mirrored the national trend, though Boston's comparatively larger share of slower-moving flex rents kept its overall rent acceleration slightly below the national peak. It has also kept it from decelerating as quickly.

Rent growth in Boston has slowed to 6.2% over the past 12 months and is projected to dip further in 2024, reaching 3% by the end of the year before bouncing back as supply growth slows and the overhang of new space is absorbed.

Boston's longer-term outlook is similar to that of the nation as a whole, with vacancy forecast to settle around 6% by the end of 2025—above what it was in the tightening 2010s, but still well below the double-digit levels of the years before and after the Great Recession.

KEY INDICATORS

Current Quarter	RBA	Vacancy Rate	Market Asking Rent	Availability Rate	Net Absorption SF	Deliveries SF	Under Construction
Logistics	174,977,165	5.5%	\$14.20	8.3%	(396,822)	0	5,723,969
Specialized Industrial	84,065,927	3.4%	\$14.39	5.3%	(108,996)	0	165,897
Flex	103,153,294	8.8%	\$19.77	11.4%	(126,176)	0	930,182
Market	362,196,386	5.9%	\$15.82	8.5%	(631,994)	0	6,820,048

Annual Trends	12 Month	Historical Average	Forecast Average	Peak	When	Trough	When
Vacancy Change (YOY)	1.0%	7.9%	5.9%	12.2%	2005 Q1	3.9%	2022 Q2
Net Absorption SF	(642K)	206,394	467,113	4,897,350	2008 Q1	(6,154,150)	2004 Q1
Deliveries SF	3.7M	2,214,904	2,561,388	5,666,918	1999 Q3	346,132	2011 Q4
Market Asking Rent Growth	6.3%	3.3%	4.4%	10.0%	2022 Q2	-2.7%	2009 Q4
Sales Volume	\$1.6B	\$1.4B	N/A	\$5.2B	2022 Q3	\$356.1M	2011 Q1

Absorption turned negative in Boston 2023 for only the second time in over a decade; the other time was a negligible amount in 2017. Demand has weakened more locally than it has nationally, where absorption slowed considerably in 2023 from its red-hot pace of the prior two years but remained positive. The national pattern has held in the logistics segment in the Boston metro, but weakness in the flex and manufacturing segments, of which Boston has more than the typical share, have been a drag on overall industrial demand.

Boston's industrial tenants have given back -1.4 million SF in the past 12 months, much of it in the Rockingham, Concord/Maynard, and I-95 Corridor South submarkets. Both Rockingham and Concord/Maynard are areas where flex R&D and light manufacturing facilities represent a disproportionate share of industrial buildings.

Meanwhile, the more logistics-oriented I-95 Corridor South has begun to suffer from an apparent tenant preference for logistics space further down the coast. Demand has been very strong in Route 3 South, on the highway that runs from Cape Cod through Boston and into New Hampshire. Most notable has been sporting goods manufacturer Achushnet's September occupancy of the 556,000-SF distribution center at 175 Kenneth Welch Road in Lakeville.

Overall absorption is expected to weaken further in the

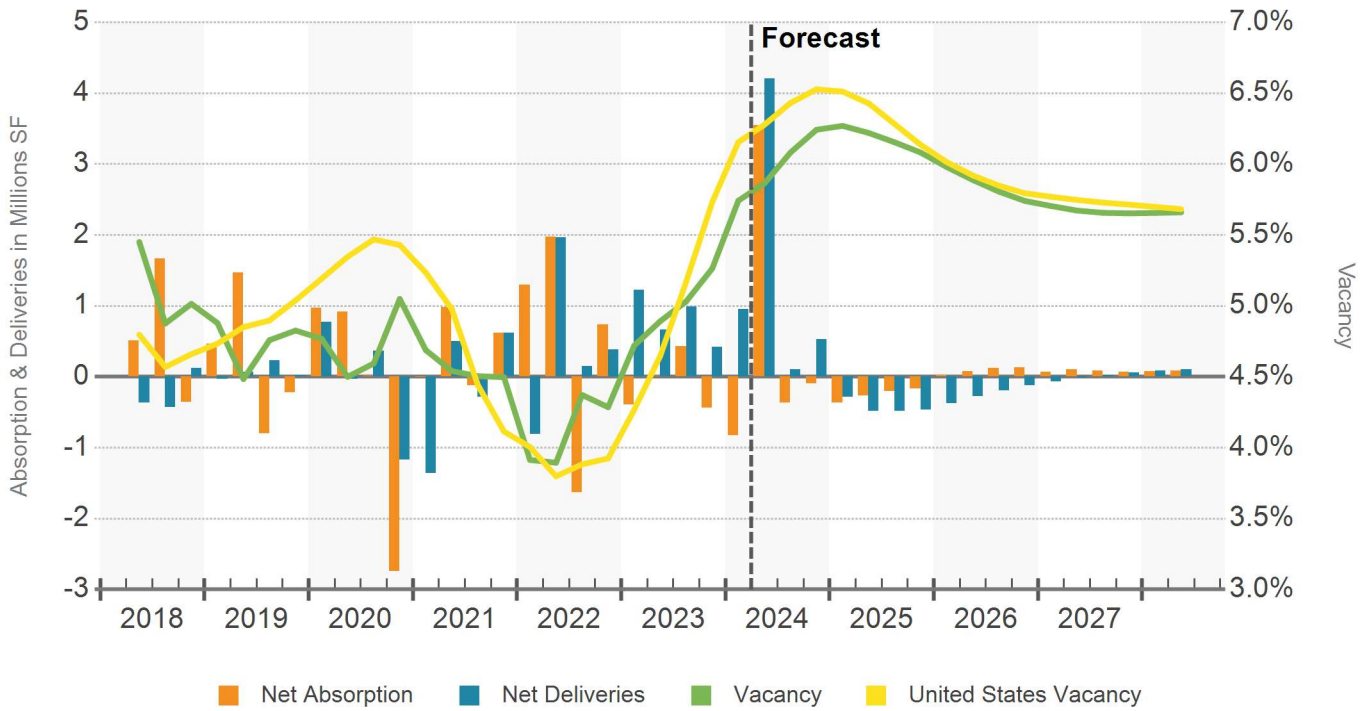
year ahead despite Amazon's anticipated move-in at 1450 Osgood St. in North Andover in March or April. Other demand looks to remain subdued, as indicated by recent leasing trends.

Leasing volume in Boston was only 8.9 million SF in 2023, a sharp drop from 11.0 million SF in 2022 and the lowest since 2018. Notably, the typical lease size in the second half of the year was less than 9,000 SF, a third less than the average from the previous five years.

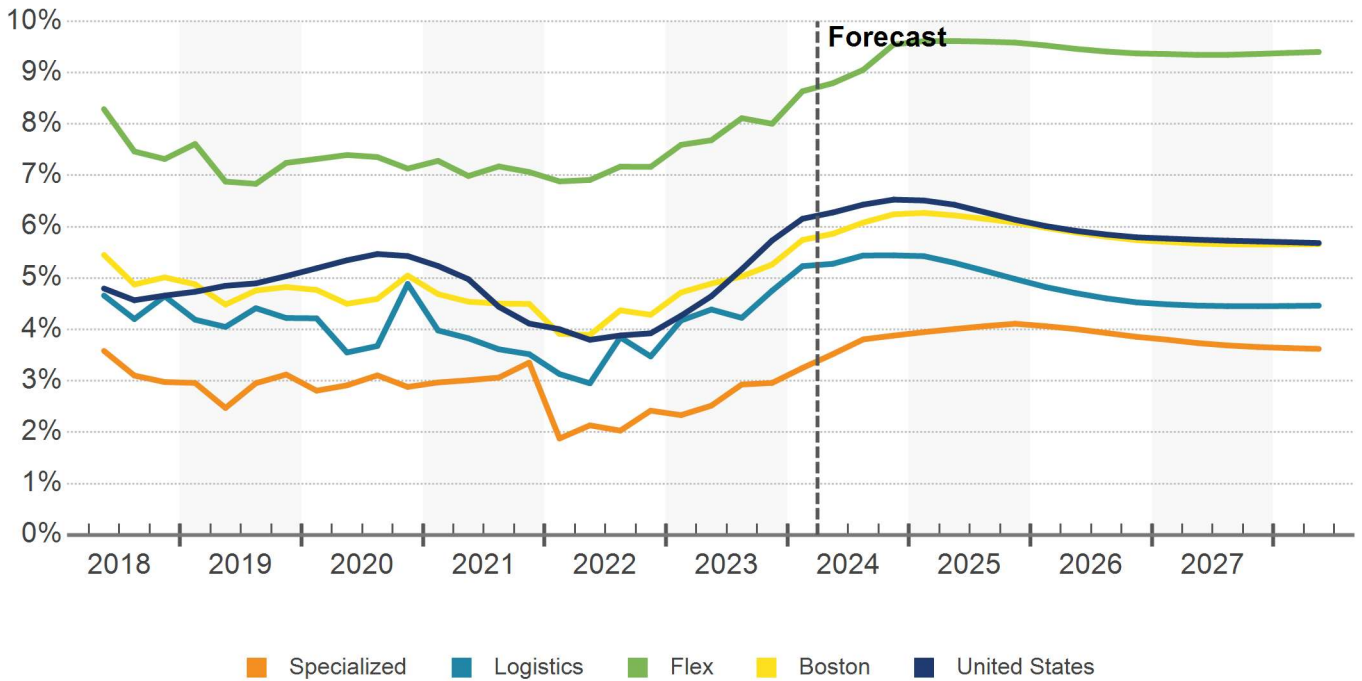
Slowing demand has pushed vacancy in Boston up to 5.9%, an increase of around 200 basis points from its recent trough in early 2022. This remains below the 2010s average of 7.3%, but supply pressures will likely contribute to a vacancy rate approaching that figure by the end of 2024 before the trend reverses.

The logistics segment figures to be the first to see an uptick in vacancy, as several unleased medium-sized distribution facilities have delivered recently and more are slated for delivery early in 2024. The flex segment, which in Boston serves a disproportionate share of biotechnology occupiers, could also see a substantial increase in vacancy this year. The same pullback in venture capital support squelching demand for shiny lab space in Boston-area office buildings has helped drive flex vacancy to 8.8% and could send it above 9% by the end of 2024.

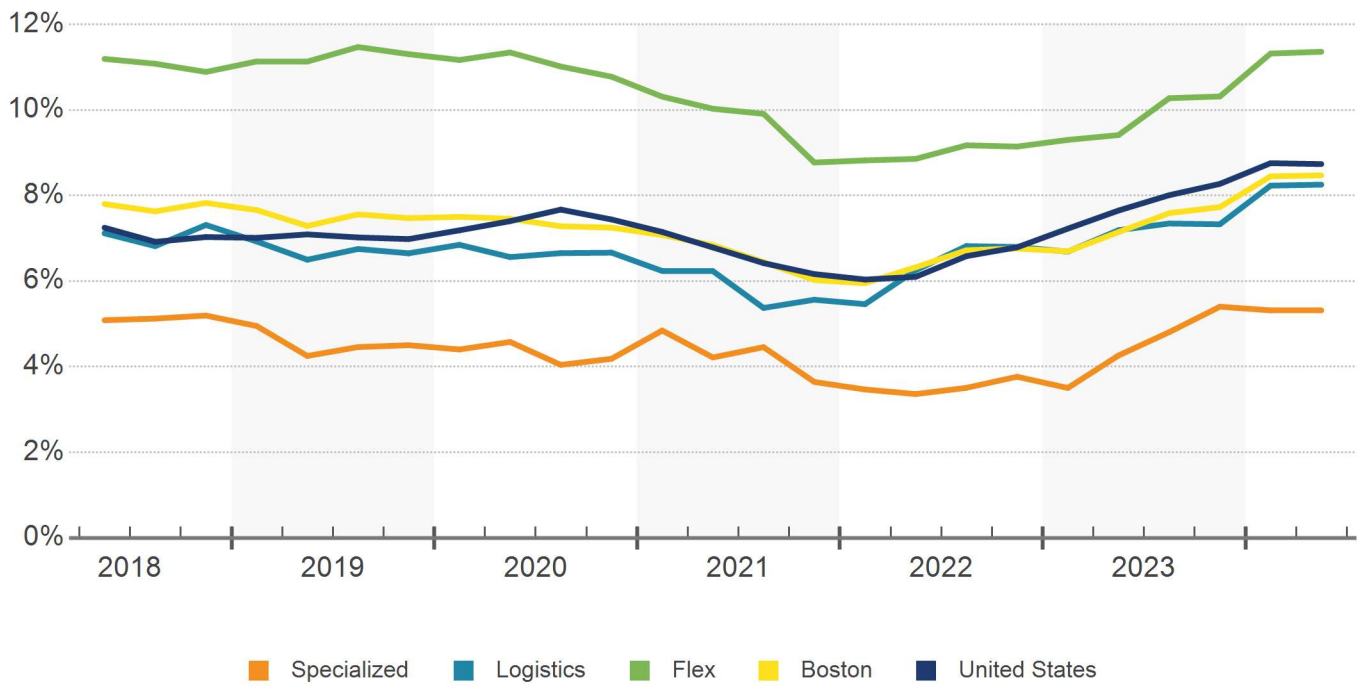
NET ABSORPTION, NET DELIVERIES & VACANCY



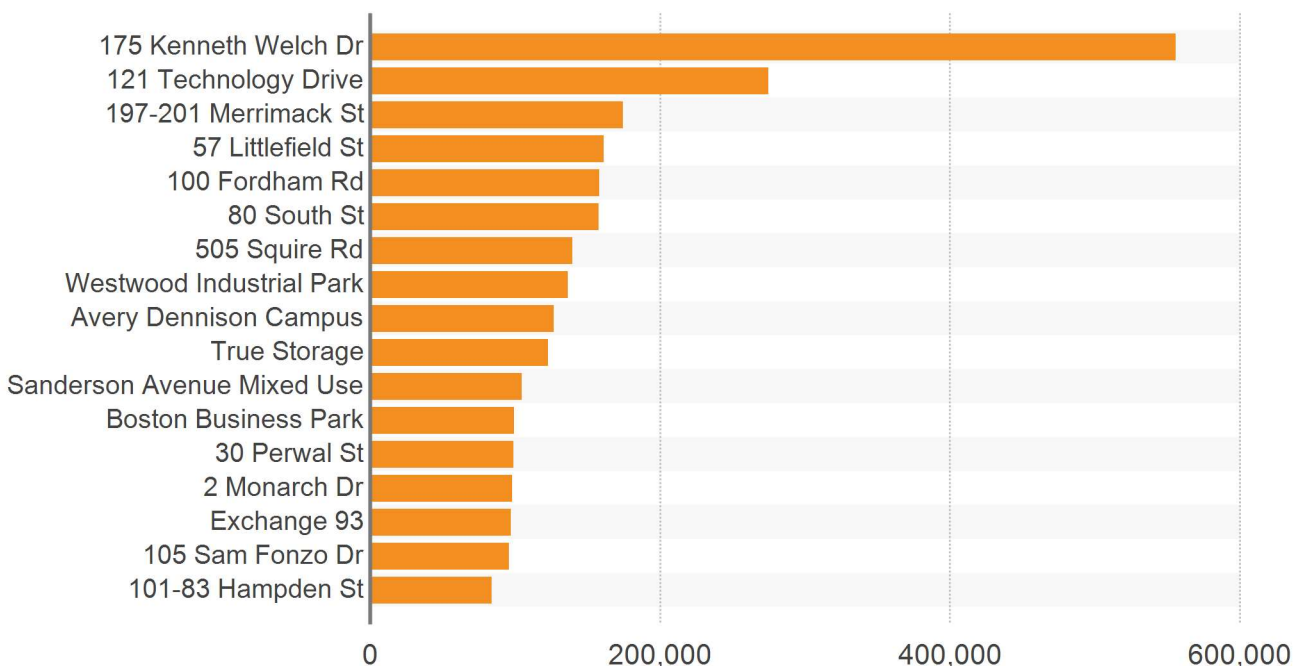
VACANCY RATE



AVAILABILITY RATE



12 MONTH NET ABSORPTION SF IN SELECTED BUILDINGS



Building Name/Address	Submarket	Bldg SF	Vacant SF	Net Absorption SF				
				1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	12 Month
175 Kenneth Welch Dr	Route 3 South Ind	555,695	0	0	0	0	0	555,695
121 Technology Drive	Strafford County Ind	508,000	166,330	139,550	0	0	0	274,670
197-201 Merrimack St	Lawrence/Andover Ind	174,633	0	110,000	0	0	0	174,633
57 Littlefield St	Route 24 Ind	383,225	36,245	0	(36,245)	0	0	161,393
100 Fordham Rd	Wilmington/Winchest...	158,000	0	158,000	0	0	0	158,000
80 South St	Hopkinton/Holliston Ind	157,852	0	0	0	0	0	157,812
505 Squire Rd	Somerville/Chelsea Ind	142,746	0	0	0	0	0	139,609
Westwood Industrial Park	Route 1 South Ind	169,080	0	0	0	0	0	136,380
Avery Dennison Campus	Framingham/Natick Ind	126,691	0	0	0	0	0	126,691
True Storage	Lawrence/Andover Ind	122,613	0	0	0	0	0	122,613
Sanderson Avenue Mixed Use	Saugus/Lynn Ind	113,000	0	100,000	0	0	0	104,480
Boston Business Park	South Suffolk County...	194,630	0	0	99,185	0	0	99,185
30 Perwal St	Route 1 South Ind	101,060	0	0	0	0	0	98,839
2 Monarch Dr	Concord/Maynard Ind	98,000	0	98,000	0	0	0	98,000
Exchange 93	Quincy/Braintree Ind	152,000	0	0	0	0	0	97,076
105 Sam Fonzo Dr	Danvers/Beverly Ind	95,800	0	0	0	0	0	95,800
101-83 Hampden St	Roxbury/Dorchester I...	84,000	0	0	0	0	0	84,000
Subtotal Primary Competitors		3,337,025	202,575	605,550	62,940	0	0	2,684,876
Remaining Boston Market		358,944,843	21,232,676	(1,432,586)	(694,934)	0	0	(4,135,197)
Total Boston Market		362,281,868	21,435,251	(827,036)	(631,994)	0	0	(1,450,321)

TOP INDUSTRIAL LEASES PAST 12 MONTHS

Building Name/Address	Submarket	Leased SF	Qtr	Tenant Name	Tenant Rep Company	Leasing Rep Company
90 Nemco Way	Concord/Maynard	216,000	Q2 23	Catania-Spagna Corporati...	-	Newmark
100 New Hampshire Ave	Rockingham	210,000	Q2 23	-	-	Newmark
100 Campanelli Pky *	Route 24	208,200	Q3 23	Electrical Wholesalers Inc.	-	-
100 Fordham Rd	Wilmington/Winchester	158,000	Q2 23	Locus Robotics	-	Cushman & Wakefield
100-180 Meadow Rd *	South Suffolk County	152,046	Q2 23	HD Supply	Cushman & Wakefield	-
122 Parker St	Amesbury/Ipswich	133,800	Q2 23	Wakefield Moving Storage	CBRE	The Mega Group
300 Pond St	Route 24	132,550	Q3 23	The Swan Group	-	-
3 Perkins Way	Amesbury/Ipswich	130,000	Q1 24	Bradford & Bigelow	-	-
38 Upton Dr	Wilmington/Winchester	111,119	Q1 24	ZOLL Medical	JLL	JLL
200 Meadow Rd	South Suffolk County	99,185	Q4 23	Eversource	Cushman & Wakefield	Cushman & Wakefield
250 Ballardvale St	Wilmington/Winchester	95,881	Q3 23	-	Cushman & Wakefield	Newmark
91-101 Glenn St	Lawrence/Andover	91,333	Q3 23	-	-	-
105 Industrial Blvd	Route 24	74,680	Q4 23	Air Energy Group	Avison Young	Cushman & Wakefield
457-459 Wareham St	Route 3 South	71,400	Q2 23	-	-	Cushman & Wakefield
11 Westford Rd	Concord/Maynard	70,000	Q4 23	Commonwealth Fusion Sy...	-	Fieldstone Commercial...
180 New Boston St	Wilmington/Winchester	66,219	Q4 23	Amazon Robotics	-	The Stubblebine Comp...
31 Commercial St *	I-95 Corridor South	64,200	Q1 24	Staples	-	Newmark
400 Beaver Brook Rd	Concord/Maynard	64,000	Q2 23	TUV Rheinland of North A...	-	-
1 Second St	Peabody/Salem	60,000	Q2 23	-	JLL	JLL
10 Lyberty Way	Lowell/Chelmsford	57,000	Q4 23	BTU International	Avison Young	Cushman & Wakefield
6 Industrial Way	Rockingham	56,832	Q1 24	Sheergard Composite Sol...	-	Colliers;Goodnow Real...
19 National Dr	I-95 Corridor South	56,725	Q4 23	Eastern Acoustic Works	Kelleher & Sadowsk...	RW Holmes Realty Co...
10 Liberty Way	I-95 Corridor South	55,023	Q1 24	-	Lincoln Property Co...	Lincoln Property Comp...
250 Ballardvale St	Wilmington/Winchester	50,611	Q3 23	-	Cushman & Wakefield	Newmark
89 Cross St	Hopkinton/Holliston	44,923	Q4 23	Advanced warehouse Sys...	-	-
20 Ledin Dr *	Route 24	42,000	Q1 24	Waste Management, Inc.	-	JLL
1020 W Chestnut St	Route 24	41,000	Q4 23	-	-	The Stubblebine Comp...
353 Howard St	Route 24	40,285	Q4 23	802 Cabinetry LLC	The Stubblebine Co...	CBRE
66 Pond St	Route 3 South	40,000	Q2 23	-	-	Ellis Realty Advisors
45-47 Wiggins Ave *	Concord/Maynard	38,000	Q4 23	Stoke Therapeutics	-	-
11 Westford Rd	Concord/Maynard	37,620	Q4 23	Win Wars	-	Fieldstone Commercial...
14 Aegean Dr	Lawrence/Andover	37,578	Q2 23	-	-	CBRE
626 Lynnway Rd	Saugus/Lynn	36,620	Q4 23	Global Protection	-	Cushman & Wakefield
47 Clinton	Amesbury/Ipswich	36,400	Q4 23	-	-	Accurety,LLC
5 Waltham St *	Wilmington/Winchester	35,489	Q1 24	Compass Packing Solutio...	-	The Stubblebine Comp...
3 - B Belcher St	I-95 Corridor South	32,500	Q1 24	Mazzotta Rentals, Inc.	The Stubblebine Co...	-
44 Industrial Park Dr	Strafford County	32,000	Q2 23	-	-	Colliers
295 Union St	I-95 Corridor South	30,445	Q2 23	Tesla	-	JLL
101 Wales Ave	Route 24	30,000	Q2 23	Alpha Chemical Services	The Stubblebine Co...	M. Donahue Associate...
1 Westinghouse Plz	South Suffolk County	30,000	Q2 23	-	-	Park Property Manage...

*Renewal

Average industrial rents in Boston are currently \$15.80/SF, up 6.2% from a year ago. Rents at flex properties, which support some of Boston's leading biotech research and manufacturing organizations, tend to be about \$3/SF higher than the overall average, though they have grown less aggressively, at 6.1% year over year. Logistics rents are a little more than \$1/SF lower than the market-wide average, up 6.1% in the past 12 months.

Rents accelerated rapidly in Boston in 2021 and 2022, just as they did nationally, with growth peaking around 10% in the middle of 2022. In the logistics category, annual rent growth hit 12% before decelerating.

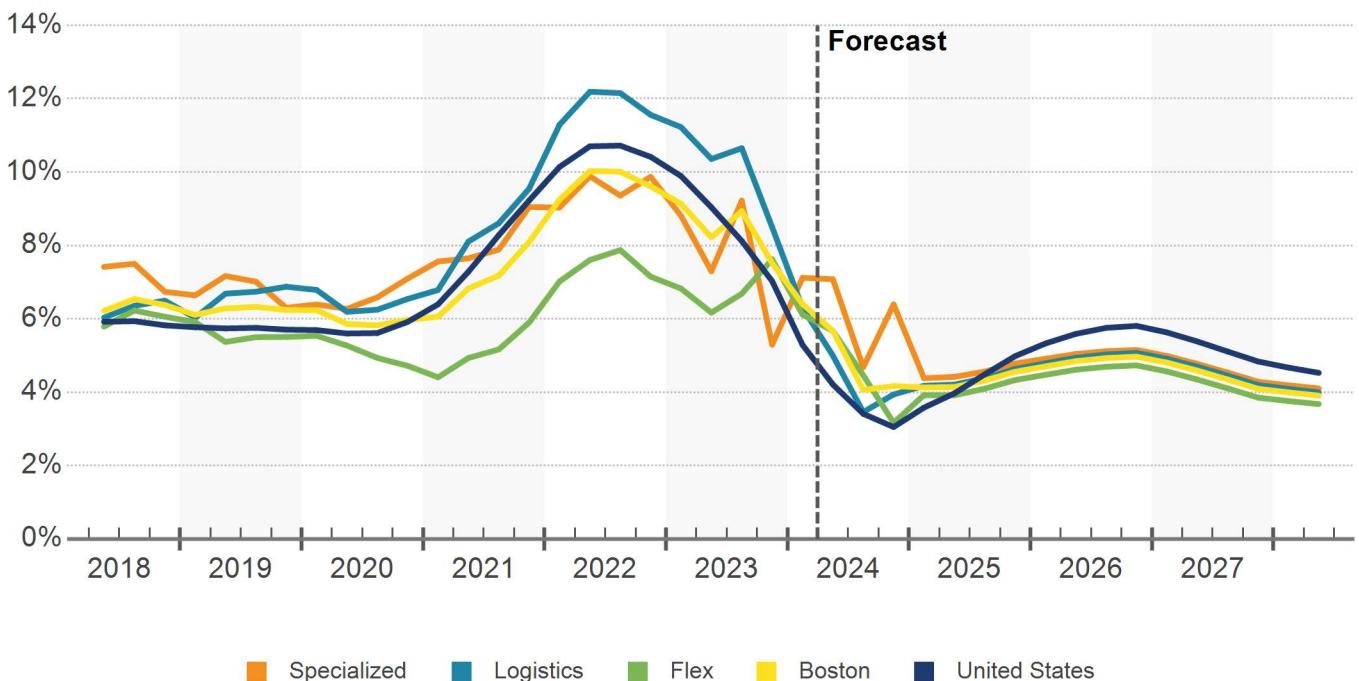
With demand turning negative in 2023 and a historic, if temporary, spike in supply underway, rents are expected to decelerate further for much of the next 12 months before the annual growth rate settles at 4-5%, still above its average of 3.7% during the 2010s. This would trail anticipated national rent growth by mid-2025, which is expected to dip below 3% by the end of 2024 due to an

even more dramatic surge in construction, then recover above 5% by 2026 as long-term demand drivers lead to absorption of the overhang.

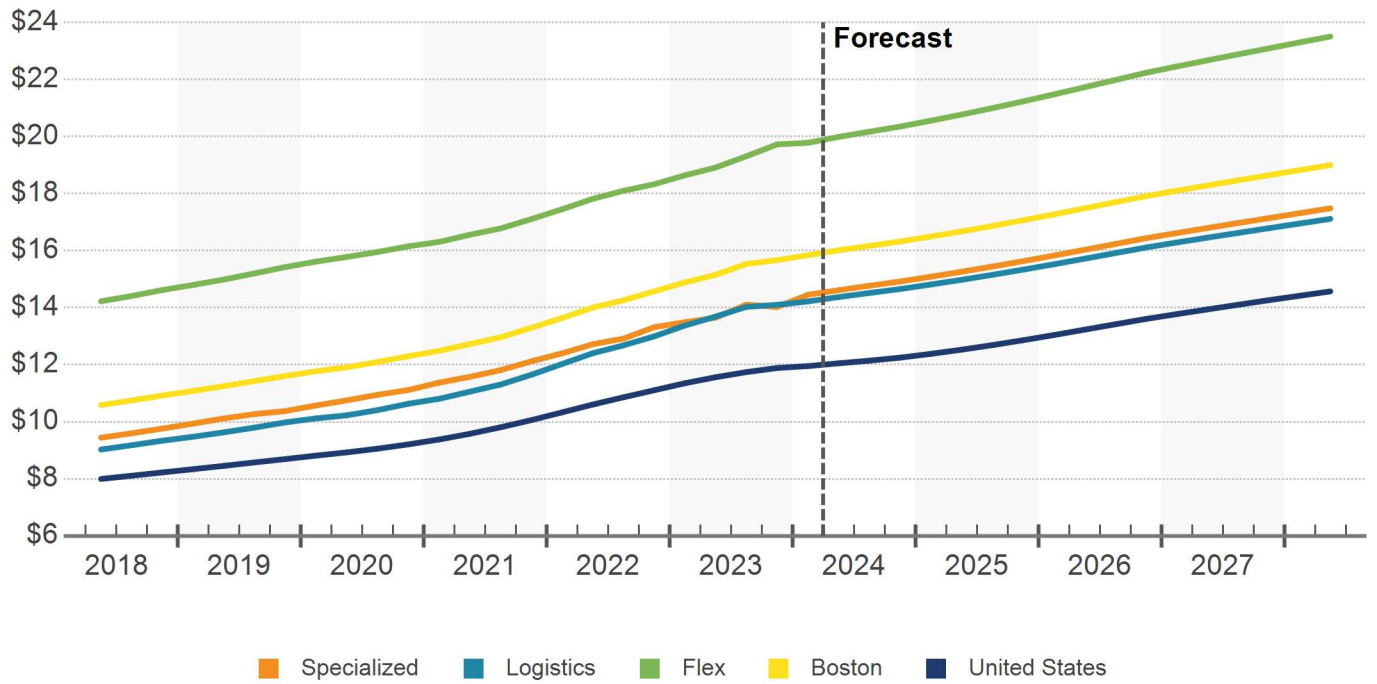
Boston's southeastern suburbs have been among recent leaders in rent growth, driven by resilient demand for logistics space on that side of the metro area. Together, the contiguous Route 24, I-95 Corridor South, and Route 3 South submarkets comprise 19% of Boston's industrial inventory. They have accounted for over 900,000 SF in positive absorption in the past year and have experienced rent growth near 6% as a result. This has attracted recent development in the area, though the performance of new deliveries has so far been mediocre.

On the other end of the spectrum, the flex-heavy, biotech-oriented submarkets near Cambridge and the Route 128 corridor have seen disproportionately negative absorption and slower rent growth, averaging closer to 5%. With the exception of a new facility in Lexington slated for a late-2024 delivery, these areas do not expect additional supply pressure in the near term.

MARKET ASKING RENT GROWTH (YOY)



MARKET ASKING RENT PER SQUARE FEET



Boston is in the midst of a temporary supply wave that is remarkably large by local standards but restrained in comparison to the overall national trend. This should help vacancy moderate relatively more quickly in Boston after peaking in 2024.

Industrial supply in Boston has been quite measured since the turn of the millennium. It has not been unusual to see around 2 million SF in demolitions per year, and low construction levels have been a feature of the market since before the Great Recession. This produced a supply contraction of 15 million SF from 2006-20.

More recently, industrial developers have jumped on the nationwide post-pandemic construction bandwagon, building speculative facilities to serve upward-trending demand for products that can be purchased in both digital and physical stores. Several biotech-oriented flex properties have also contributed to Boston's supply growth.

The 4 million SF in new construction delivered in 2023 was the most since 2001, and this year's forecast for over 7 million would be a new record for the market. Altogether, there are 6.8 million SF under construction—down from about 9 million a year ago but still historically high.

Even so, the local construction boom is smaller than what is occurring nationally, both in length and depth. The amount of space currently under construction is 1.9% of inventory, compared to 2.1% nationally. And by the time the wave subsides, which is projected to be around the end of the year, it will have lasted four years and added a net 3% of inventory in Boston, compared to five years and 10% of inventory nationwide.

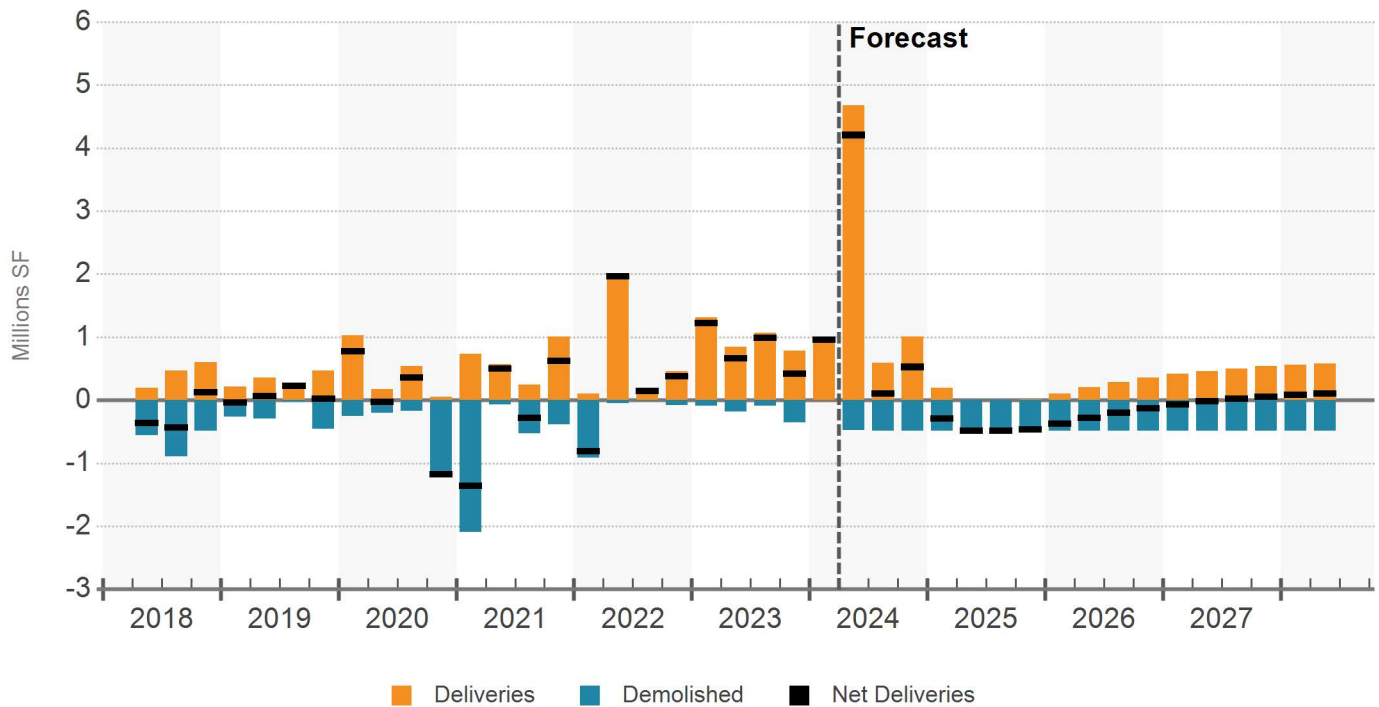
The I-95 Corridor South and Route 3 South, both near the Rhode Island border, have led the charge of recent inventory expansion, to little positive result for developers so far. For example, two midsize warehouses in Wrentham, in the I-95 Corridor South Submarket, remain vacant after delivery in May and September, respectively. The same is true for a much larger distribution facility in nearby Plainville, the 662,500-SF building at 27 Cross Street, which delivered almost a year ago. Similarly vacant recent projects in the Route 3 South Submarket include a 412,500-SF facility at 211 Highland Street in East Bridgewater, which completed construction in December.

There is more uncommitted supply coming in 2024 in both submarkets, including a 202,000-SF building at 152 Depot St. in I-95 Corridor South's Bellingham in March and a 210,600-SF warehouse at 586 Manley Street in Route 3 South's West Bridgewater in June.

Elsewhere, the anticipated March completion of Amazon's new 3.8 million-SF facility in North Andover will mark the largest distribution center project in years. In the flex category, a 310,000-SF R&D facility at 440 Bedford Street in Lexington is unleased but still months away from delivery.

Amazon excepted, these recent and upcoming projects illustrate the current supply-demand imbalance in Boston's industrial market. With construction starts having plummeted in 2023, however, supply-side pressure should moderate quickly, and market fundamentals are expected to begin recovering in 12-18 months.

DELIVERIES & DEMOLITIONS



SUBMARKET CONSTRUCTION

No.	Submarket	Under Construction Inventory					Average Building Size		
		Bldgs	SF (000)	Pre-Leased SF (000)	Pre-Leased %	Rank	All Existing	Under Constr	Rank
1	Lawrence/Andover	2	3,997	3,830	95.8%	3	56,726	1,998,680	1
2	I-95 Corridor South	6	501	298	59.5%	4	43,447	83,417	7
3	Ft Pt Chan/S Boston	2	398	398	100%	1	50,500	199,000	4
4	Lexington/Arlington	2	345	35	10.1%	6	33,068	172,598	5
5	Route 3 South	3	344	88	25.7%	5	32,061	114,600	6
6	Wilmington/Winchester	1	238	0	0%	8	40,230	237,880	2
7	Quincy/Braintree	1	200	0	0%	8	38,473	200,000	3
8	Somerville/Chelsea	3	194	5	2.4%	7	27,464	64,638	8
9	Lowell/Chelmsford	3	140	0	0%	8	45,621	46,573	10
10	Rockingham	2	125	123	99.0%	2	36,491	62,340	9
	All Other	9	339	154	45.5%		32,669	37,667	
Totals		34	6,820	4,931	72.3%		36,228	200,590	

Under Construction Properties

Boston Industrial

Properties

Square Feet

Percent of Inventory

Released

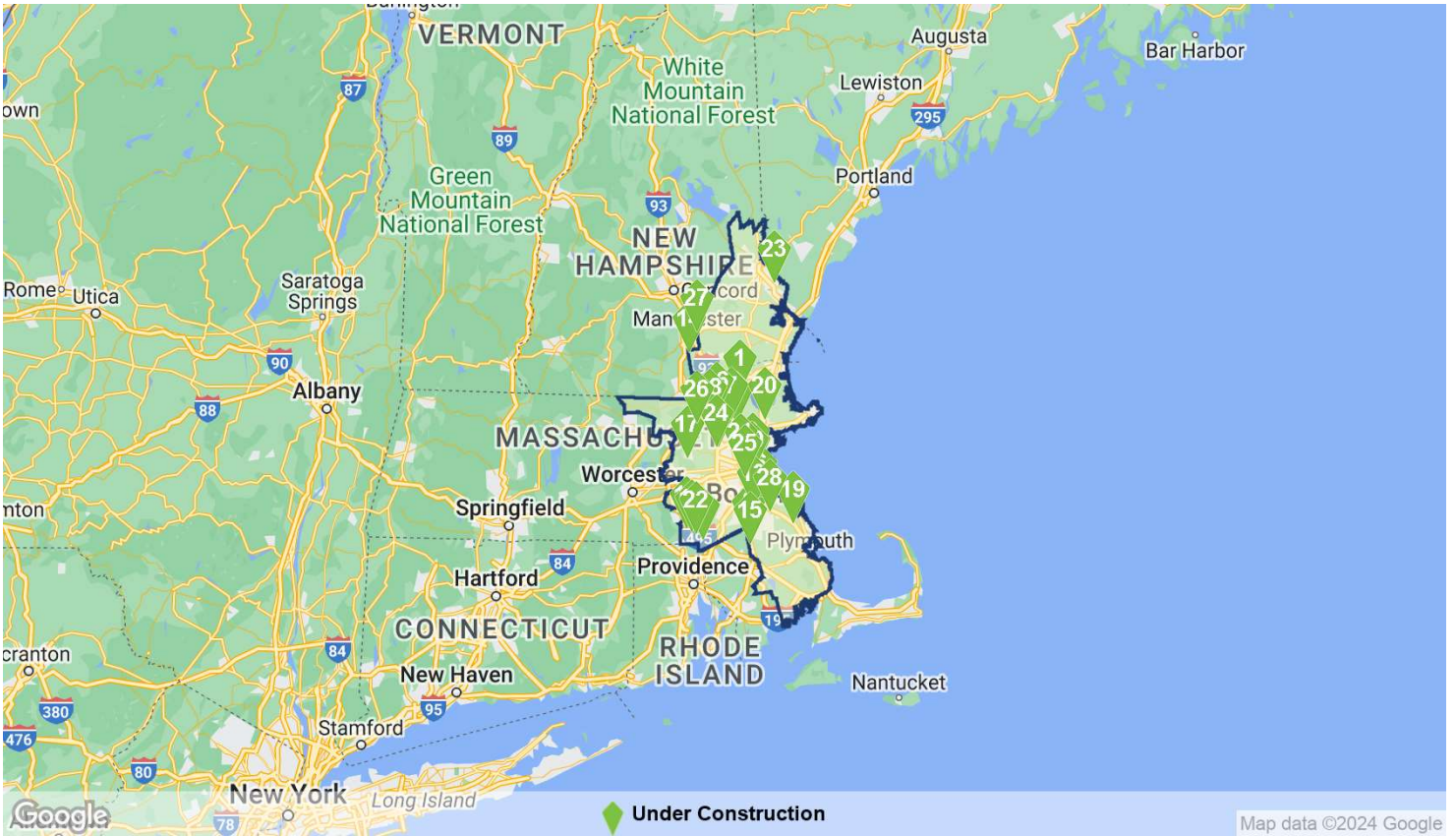
33

6,811,800

2.6%

72.3%

UNDER CONSTRUCTION PROPERTIES



UNDER CONSTRUCTION

Property Name/Address	Rating	Bldg SF	Stories	Start	Complete	Developer/Owner
1 Amazon 1450 Osgood St	★★★★★	3,800,000	5	Apr 2021	May 2024	Whiting-turner Contracting Comp... Hillwood Development Corporation
2 440 Bedford St	★★★★☆	310,195	6	Jan 2023	Dec 2024	-
3 23 Fid Kennedy Ave	★★★★☆	268,000	9	Mar 2023	Dec 2024	-
4 800 Salem St	★★★★★	237,880	1	Jan 2023	Sep 2024	Camber Development Wheelock Street Capital
5 586 Manley St	★★★★★	210,600	1	Jun 2023	Jun 2024	Cranshaw Construction National Development
6 485 Quincy Ave	★★★★☆	200,000	1	Mar 2024	Dec 2024	-
7 4 Executive Dr	★★★★☆	197,360	1	Jun 2022	May 2024	-

Under Construction Properties

Boston Industrial

UNDER CONSTRUCTION

Property Name/Address	Rating	Bldg SF	Stories	Start	Complete	Developer/Owner
8 404 Green	★★★★☆	176,800	1	Oct 2022	Jun 2024	- Stockbridge Capital Group, LLC
9 Chelsea Point 250 Marginal St	★★★★★	146,409	1	Jun 2023	May 2024	- Hines
10 1 Harbor St	★★★★☆	130,000	2	May 2022	May 2024	- Boston Redevelopment Authority
11 Hudson Corner 206 Mechanic St	★★★☆☆	124,200	1	Jul 2023	Jun 2024	- -
12 Hennep Cultivation Prod... 160 Grove St	★★★★☆	121,000	1	Dec 2021	May 2024	- Andrew Koudijs
13 128 Logistics Center	★★★★★	120,000	1	Nov 2023	Mar 2025	- -
14 55 Pettengill Rd	★★★☆☆	102,000	1	Oct 2023	Dec 2024	- -
15 7 Manley St	★★★☆☆	88,200	1	Feb 2023	Jul 2024	- Marcus Partners Inc.
16 40 Commerce Way	★★★★☆	65,800	1	Jun 2023	May 2024	- Rhino Capital Advisors LLC
17 17 Digital Way	★★★★★	52,500	1	Mar 2024	Sep 2024	- -
18 93 Brick Kiln Rd	★★★☆☆	48,970	1	Feb 2024	Dec 2024	- -
19 33B Riverside Dr	★★★★☆	45,000	1	Feb 2024	Aug 2024	- -
20 495 Newbury St	★★★☆☆	43,054	3	Jan 2022	Jun 2024	- -
21 599 Somerville Ave	★★★★☆	42,780	3	Mar 2023	Oct 2024	- -
22 839 Upper Union St	★★★☆☆	42,750	1	Aug 2022	May 2024	- -
23 187A Route 108	★★★☆☆	40,000	1	Nov 2023	Oct 2024	- -
24 Renewable Innovation C... 10 Maguire Rd	★★★★☆	35,000	2	Oct 2022	May 2024	- Greatland Realty Partners
25 1133-1135 Harrison Ave	★★★★☆	28,957	6	Feb 2023	May 2024	- -
26 12 Kidder Rd	★★★☆☆	24,950	1	Aug 2022	Jul 2024	Loop Real Estate The Thomas Group, Inc.
27 22 Dartmouth	★★★☆☆	22,680	1	Apr 2023	May 2024	- -
28 73 Abington St	★★★☆☆	20,000	1	Sep 2023	Jul 2024	- -

Industrial investment sales activity in Boston normalized in 2023 after an incredible three-year run that saw over \$13.5 billion in assets exchange hands. Pricing, meanwhile, has been stable, despite rising cap rates in the past 18 months.

The rapidly increasing cost of debt resulting from the Federal Reserve's unprecedented hiking of policy rates by 400 basis points in 18 months has contributed to falling sales volume in Boston as elsewhere. Still, there were an estimated \$2.7 billion in transactions in 2023, matching the figure from 2019 and far exceeding anything observed before that year. More recently, however, both 2020 and 2021 saw over \$2 billion in volume in Q4 alone, which underscores just how historically unusual those years were.

Data for the most recent quarter show that large sales are still occurring across the spectrum of industrial properties despite higher interest rates, a testament to the positive long-term outlook for industrial generally. The best example is Westbrook Partners' December 2023 acquisition of a five-property logistics portfolio from a joint venture between the institutional giant TPG Angelo Gordon and the smaller private owner Equity Industrial Partners. The 1.7 million-SF portfolio, which was essentially fully leased at the time of sale, was valued at \$131/SF. This was Westbrook's second such portfolio acquisition in six months, with most of the properties strategically located in the southeastern suburbs of Boston.

In the flex R&D segment, Alexandria Real Estate Equities stepped back into the flex market in January

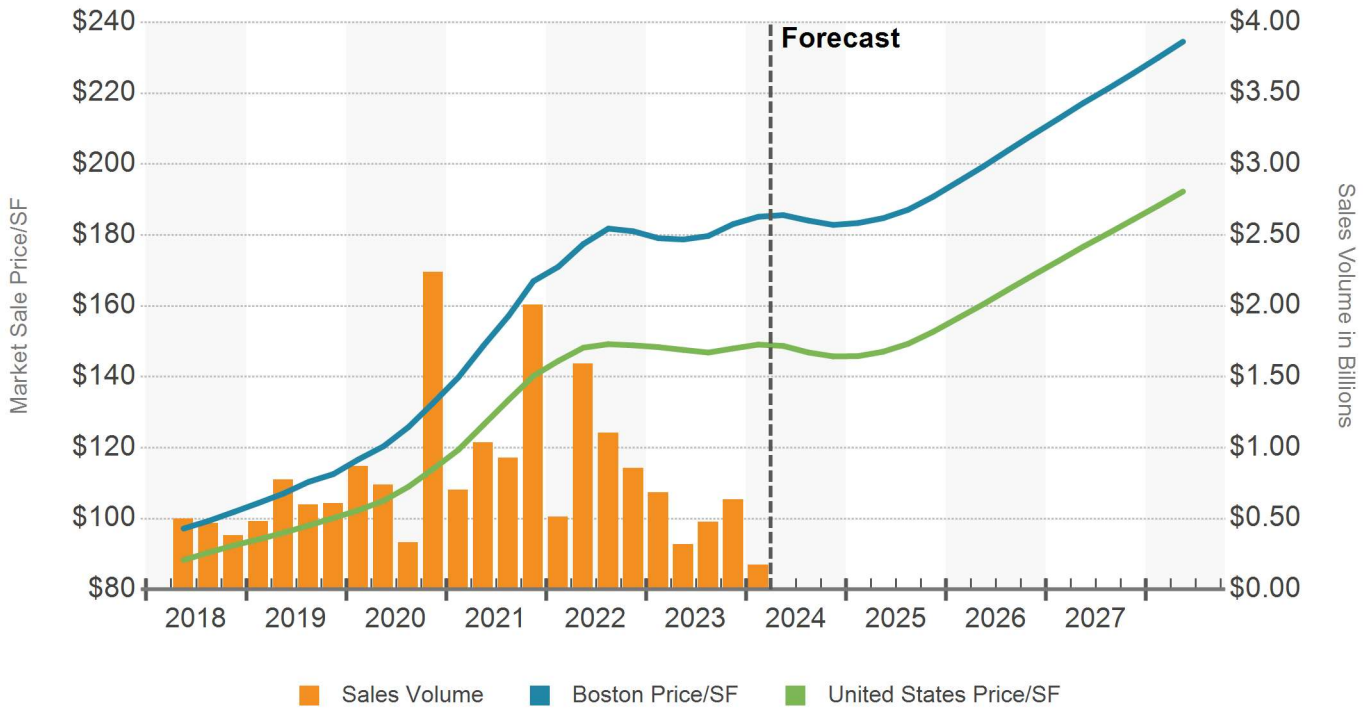
2024 with the acquisition of the 48,900-SF building at 307 Dorchester Ave. in the Roxbury/Dorchester Submarket. The \$879/SF deal was one of few since a spate of similar transactions in 2022 and early 2023 drove up values for biotech-oriented flex space.

As a gateway market with relatively constrained supply, Boston has long enjoyed a pricing premium over the national average in the industrial sector. In 2022, this expanded from its historical 10-12% to about 22%, driven by lab-oriented flex trades. Average pricing has held steady near \$185/SF since mid-2022 in Boston, while it has hovered around \$149/SF nationally. While national values are expected to dip slightly in the next 12-18 months, constrained supply growth after mid-2024 should help keep local pricing stable for the next 12-18 months before an upward trend resumes in mid-2025.

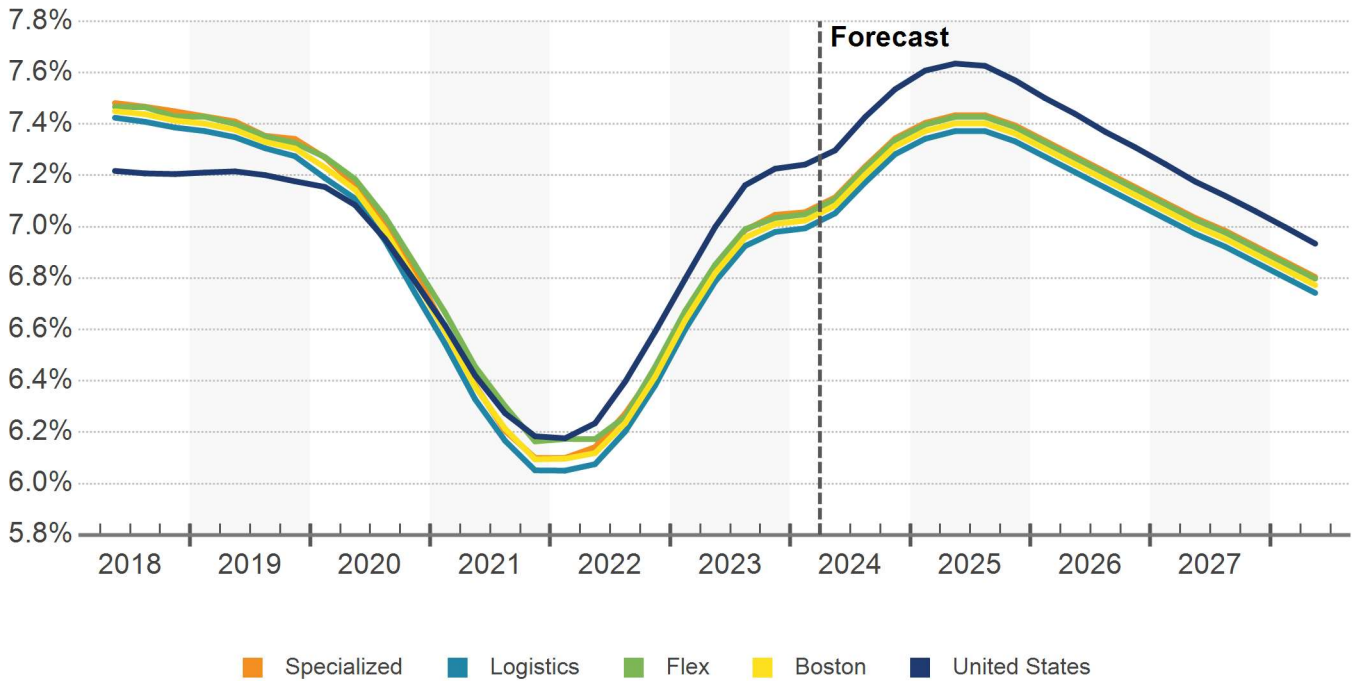
A forecast of stable values may be surprising, given expectations for additional cap rate expansion in the months ahead. The implication is that, despite a current supply-demand imbalance, market participants see long-term demand favorably and believe that opportunities remain for marking rents to market after acquisition.

Overall, market cap rates, currently around 7.0%, have risen nearly 100 basis points since the end of 2021, with Boston's remaining 15-20 basis points below the national average. Over the next year, a further 40-50 basis point increase is expected both nationally and locally, suggesting that Boston should remain be a market of comparative strength.

SALES VOLUME & MARKET SALE PRICE PER SF



MARKET CAP RATE



Sales Past 12 Months

Boston Industrial

Sale Comparables

Avg. Cap Rate

Avg. Price/SF

Avg. Vacancy At Sale

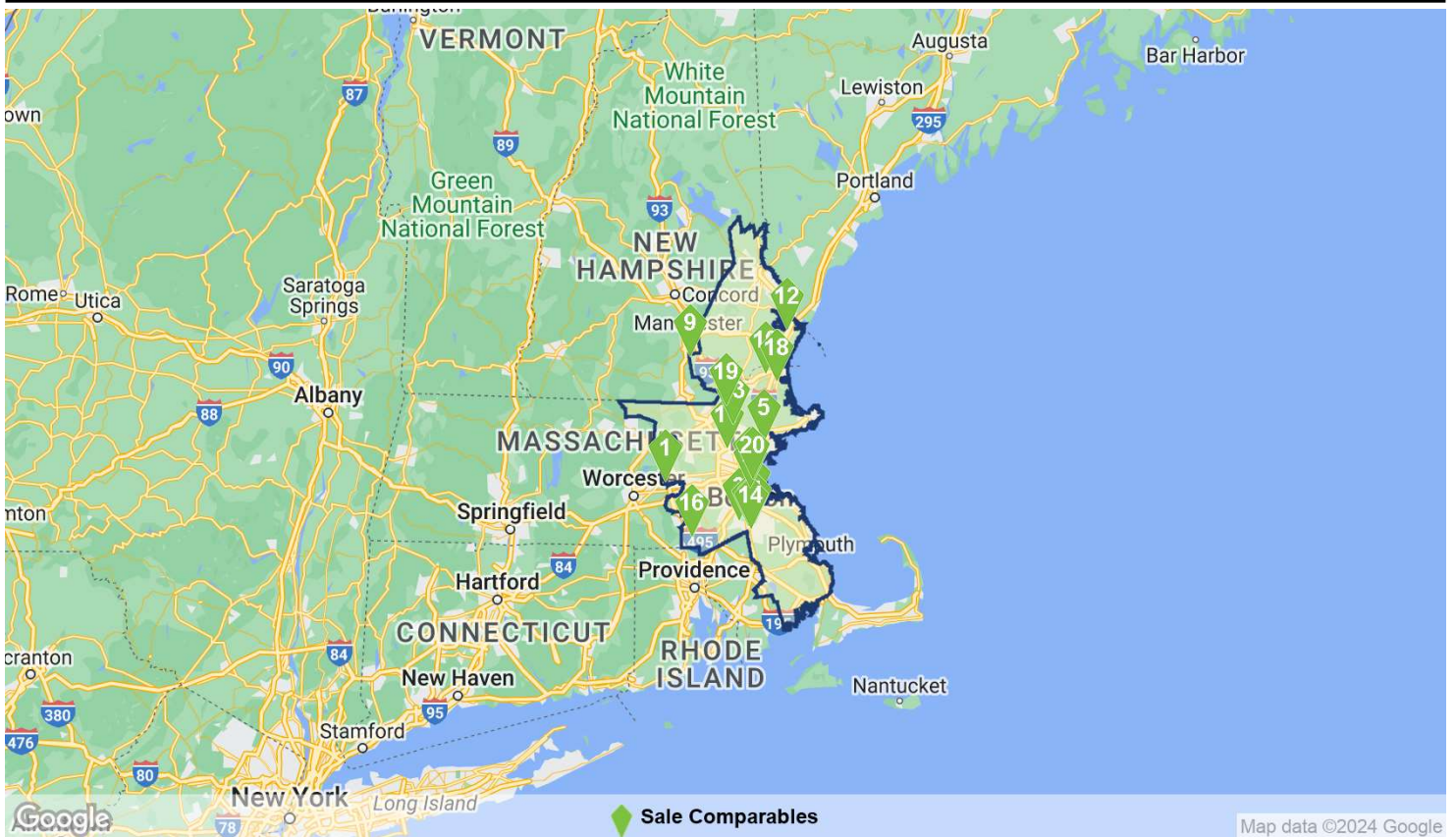
318

7.4%

\$171

7.3%

SALE COMPARABLE LOCATIONS



SALE COMPARABLES SUMMARY STATISTICS

Sales Attributes	Low	Average	Median	High
Sale Price	\$15,000	\$7,843,833	\$2,400,000	\$91,000,000
Price/SF	\$2.08	\$171	\$164	\$1,549
Cap Rate	5.5%	7.4%	7.0%	10.1%
Time Since Sale in Months	0.1	6.1	5.9	12.0
Property Attributes	Low	Average	Median	High
Building SF	581	48,906	15,577	489,950
Ceiling Height	8'	19'8"	20'	36'
Docks	0	6	2	78
Vacancy Rate At Sale	0%	7.3%	0%	100%
Year Built	1800	1970	1980	2022
Star Rating	★ ★ ★ ★ ★	★ ★ ★ ★ ★ 2.3	★ ★ ★ ★ ★	★ ★ ★ ★ ★

Sales Past 12 Months

Boston Industrial

RECENT SIGNIFICANT SALES

Property Name - Address	Property				Sale			
	Rating	Yr Built	Bldg SF	Vacancy	Sale Date	Price	Price/SF	Cap Rate
1 Marlborough Discovery... 149 Hayes Memorial Dr	★★★★★	2022	140,000	100%	4/28/2023	\$91,000,000	\$650	-
2 175-185 Campanelli Dr	★★★★★	1968	484,000	0%	12/7/2023	\$77,500,000	\$160	-
3 135 Will Dr	★★★★★	1983	415,796	0%	12/7/2023	\$68,000,000	\$164	-
4 139 Shuman Ave	★★★★★	1984	265,167	0%	10/13/2023	\$54,100,000	\$204	-
5 1 Technology Dr	★★★★★	1982	186,591	0%	10/4/2023	\$53,100,000	\$285	-
6 420 E St	★★★★★	1983	88,256	0%	12/21/2023	\$48,398,629	\$548	-
7 57 Littlefield St	★★★★★	1974	383,225	0%	7/27/2023	\$47,250,000	\$123	-
8 307 Dorchester Ave	★★★★★	1900	48,900	0%	1/23/2024	\$43,000,000	\$879	-
9 12 Innovation Way	★★★★★	2018	240,000	100%	12/27/2023	\$39,700,000	\$165	-
10 37 S Hunt Rd	★★★★★	1999	78,045	0%	5/24/2023	\$37,750,000	\$484	-
11 Verizon 51 S Bedford St	★★★★★	1979	100,058	0%	12/1/2023	\$37,000,000	\$370	-
12 150 Ocean Rd	★★★★★	1980	367,166	0%	12/7/2023	\$33,250,000	\$91	-
13 Bldg 2 326 Ballardvale St	★★★★★	1972	130,000	0%	12/28/2023	\$32,591,973	\$251	-
14 560 Oak St	★★★★★	1970	351,600	0%	12/7/2023	\$30,000,000	\$85	-
15 176 Grove St	★★★★★	1987	169,968	0%	7/27/2023	\$29,500,000	\$174	-
16 206 Grove St	★★★★★	2021	150,000	0%	7/27/2023	\$28,000,000	\$187	-
17 40-44 Sturtevant St	★★★★★	2004	117,050	0%	7/3/2023	\$26,785,714	\$229	-
18 3 Perkins Way	★★★★★	1970	130,000	0%	3/26/2024	\$25,000,000	\$192	-
19 Six Andover Tech Center 6 Technology Dr	★★★★★	1985	128,400	0%	7/5/2023	\$23,780,000	\$185	-
20 571 E First St	★★★★★	1950	40,848	0%	8/21/2023	\$23,500,000	\$575	-

Boston's economy has experienced faster growth than the overall U.S. economy for several years, driven by a highly educated workforce that supports the metro area's knowledge-oriented industries.

According to the Census Bureau's American Community Survey 2022, over 51% of adults in Boston aged 25 or older hold at least a bachelor's degree, and nearly 24% hold a graduate or professional degree. This makes Boston one of only six metropolitan areas with at least 1 million residents in which most adults have a bachelor's degree and one of only five in which more than a fifth have a graduate degree. Nationally, the percentages are 36.7% and 14.0%, respectively.

Because of this, the local economy is heavily weighted toward organizations operating in information, professional and business services, education and health services, and financial activities. This is evident in the list of the metro's largest employers, including healthcare systems Mass General, Beth Israel, and Dana-Farber; universities Harvard, MIT, Boston University, and Northeastern; and financial giants Fidelity, Mass Mutual, and John Hancock.

Advanced biotechnology research is a particular strength of the local economy, especially in Cambridge, which can lay claim to being the world's leading center for life sciences research and development. AstraZeneca, Moderna, Sanofi, Takeda, and Vertex Pharmaceuticals headline a long list of both established and emerging firms that helped Boston's economy grow by over 116% from 2017-21, compared to about 11% for the U.S.

Despite the relative strength of the Boston economy,

overall employment was hit harder by the pandemic than the nation at large. As of February 2024, total employment in the Boston metro area was still about 1% below where it was four years earlier, while nationally it was 3.6% higher.

Boston is also among the national leaders in cost of living. Local apartment rents currently average over \$2,800/month and are among the nation's highest, trailing only the metro areas in and around New York City and the San Francisco Bay Area. Similarly, house prices are much higher than the national average. According to the National Association of Realtors, the median sale price of an existing home in the Boston metro area was \$714,000 at the end of 2023, 81% above the national mark of \$394,600. This figure placed Boston near the top among markets on the East Coast.

Residents have enjoyed some small relative respite in inflation, however. From January 2021 to January 2024, consumer prices rose a total of 15% in Boston, lower than the 18% rise that occurred nationally.

More broadly, Boston has endured less pronounced outmigration than other gateway markets and has avoided some of the rise in social problems that coincided with the pandemic, though opioid abuse is a glaring counterexample. Per capita overdose deaths in Massachusetts were 13.5% higher than the national average in 2021.

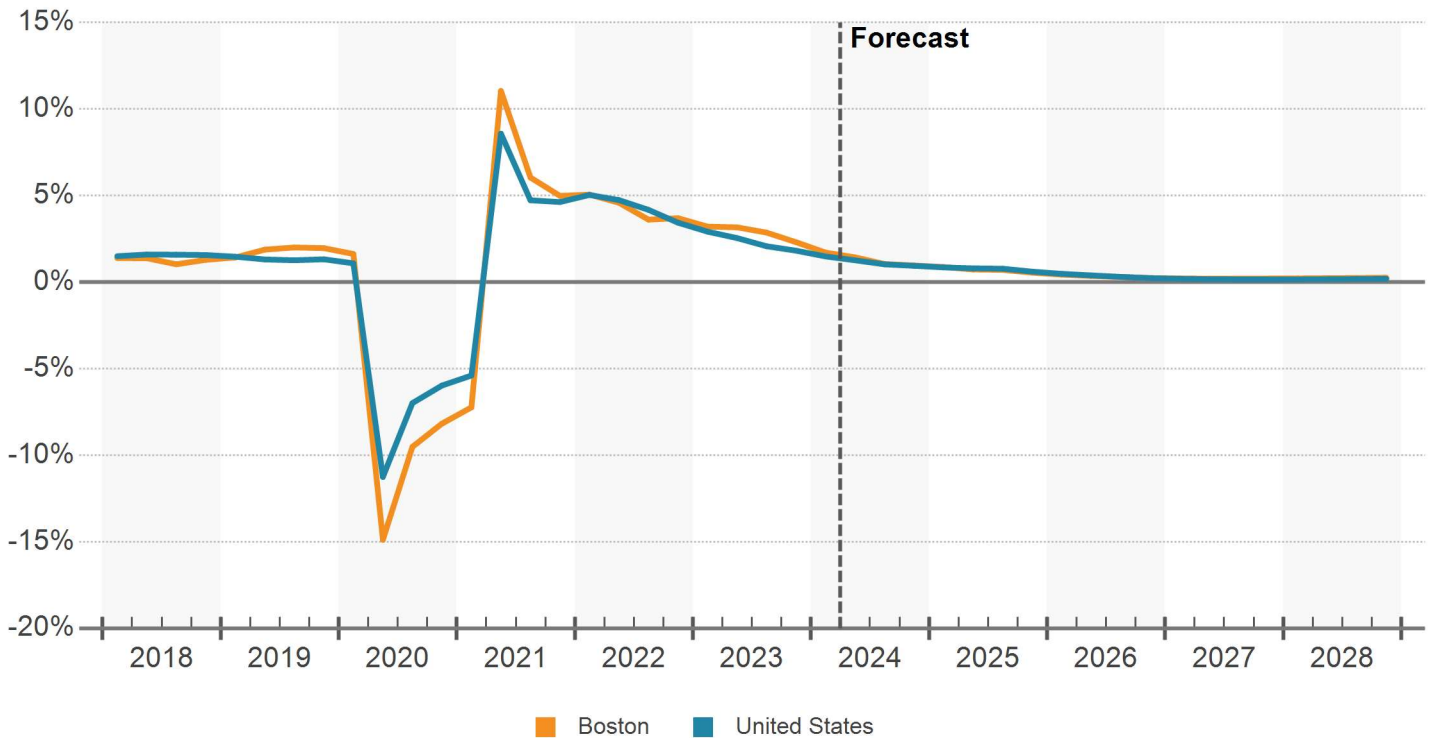
Looking ahead, the presence of vital industries, a capable labor force, and a generally high, if expensive, quality of life position Boston well for strong economic performance relative to the nation and peer markets.

BOSTON EMPLOYMENT BY INDUSTRY IN THOUSANDS

Industry	CURRENT JOBS		CURRENT GROWTH		10 YR HISTORICAL		5 YR FORECAST	
	Jobs	LQ	Market	US	Market	US	Market	US
Manufacturing	170	0.7	-0.96%	0.03%	-0.35%	0.71%	-0.22%	0.14%
Trade, Transportation and Utilities	414	0.8	0.44%	0.08%	0.19%	1.04%	-0.13%	0.14%
Retail Trade	235	0.8	-1.72%	-0.16%	-0.62%	0.19%	0.00%	0.13%
Financial Activities	203	1.2	0.35%	0.61%	1.17%	1.45%	0.12%	0.18%
Government	316	0.7	2.38%	2.39%	0.37%	0.55%	0.20%	0.33%
Natural Resources, Mining and Construction	135	0.8	4.91%	2.21%	3.86%	2.38%	1.21%	0.25%
Education and Health Services	621	1.3	2.34%	3.45%	1.74%	1.98%	0.52%	0.64%
Professional and Business Services	587	1.4	1.85%	0.75%	2.63%	1.98%	0.48%	0.48%
Information	89	1.6	0.25%	-1.80%	1.54%	1.10%	0.65%	0.22%
Leisure and Hospitality	273	0.9	2.88%	2.55%	0.93%	1.52%	0.90%	0.70%
Other Services	106	1.0	1.41%	1.52%	0.46%	0.66%	0.78%	0.27%
Total Employment	2,913	1.0	1.70%	1.48%	1.30%	1.35%	0.40%	0.37%

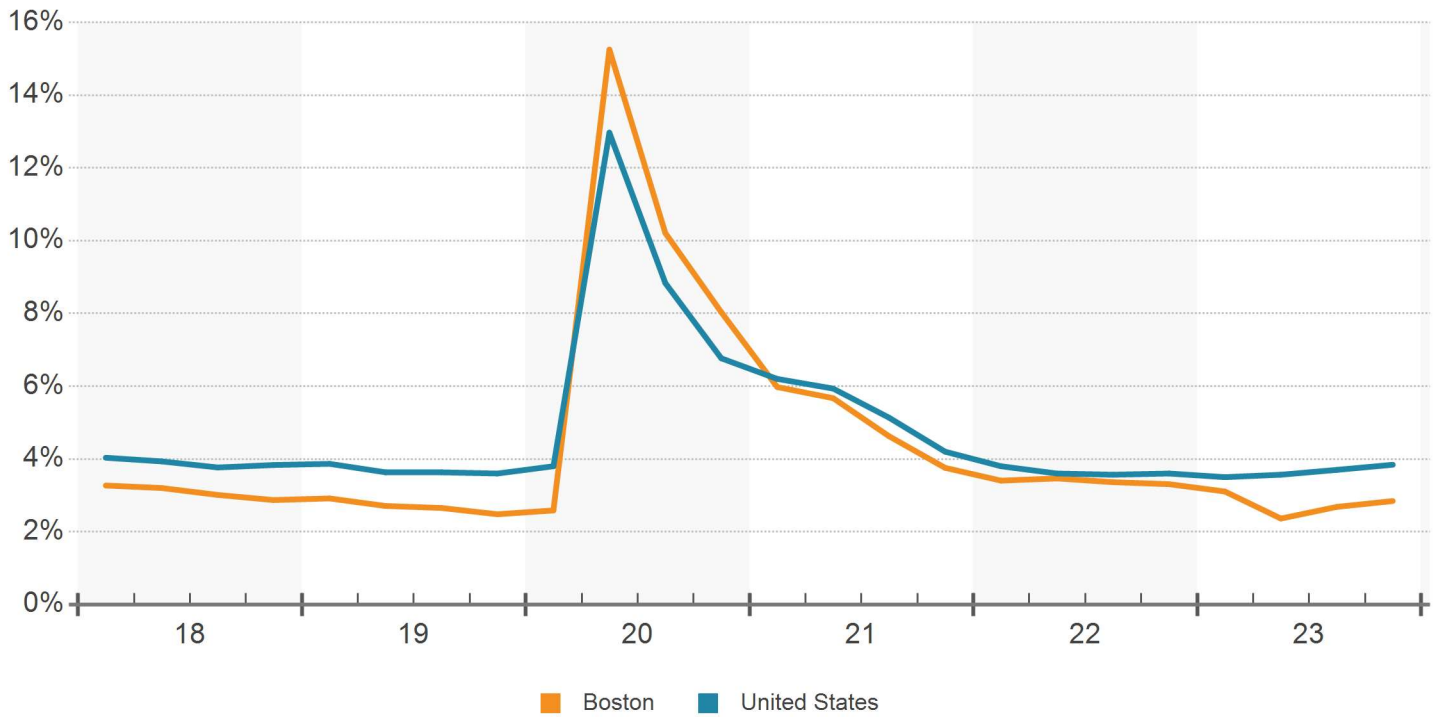
Source: Oxford Economics
LQ = Location Quotient

JOB GROWTH (YOY)

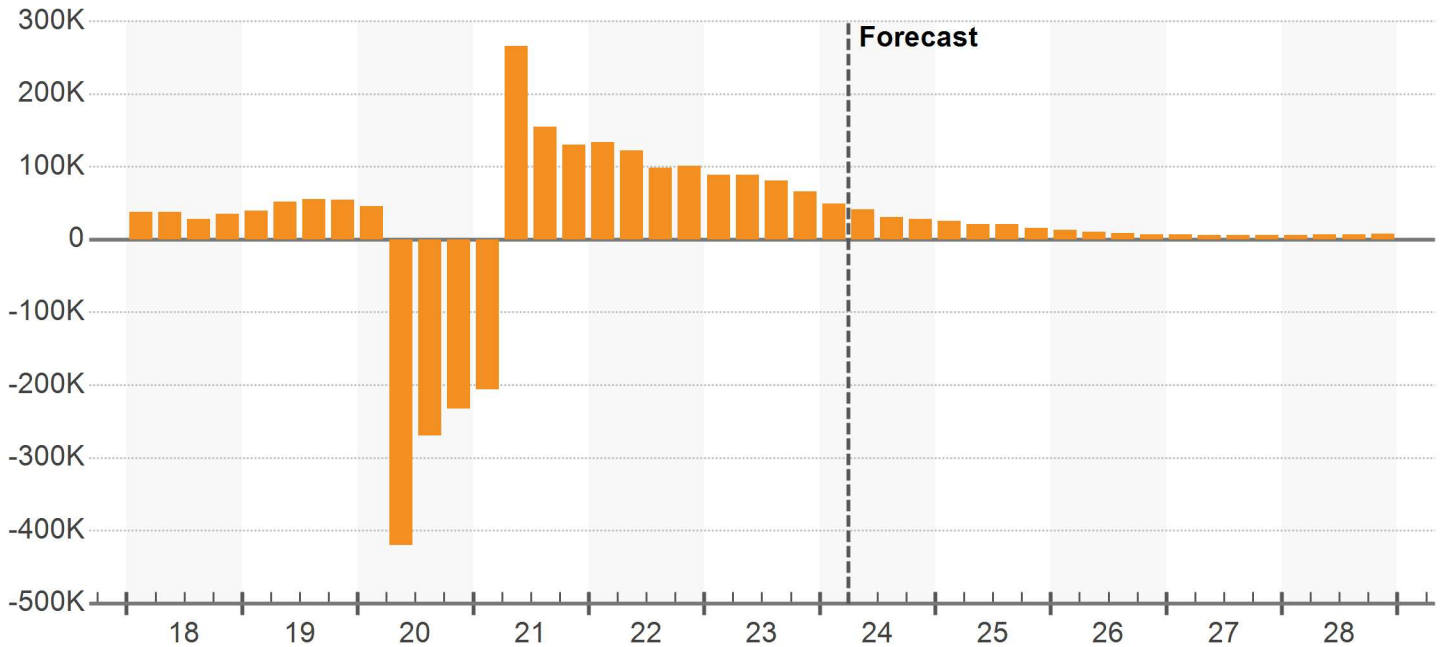


Source: Oxford Economics

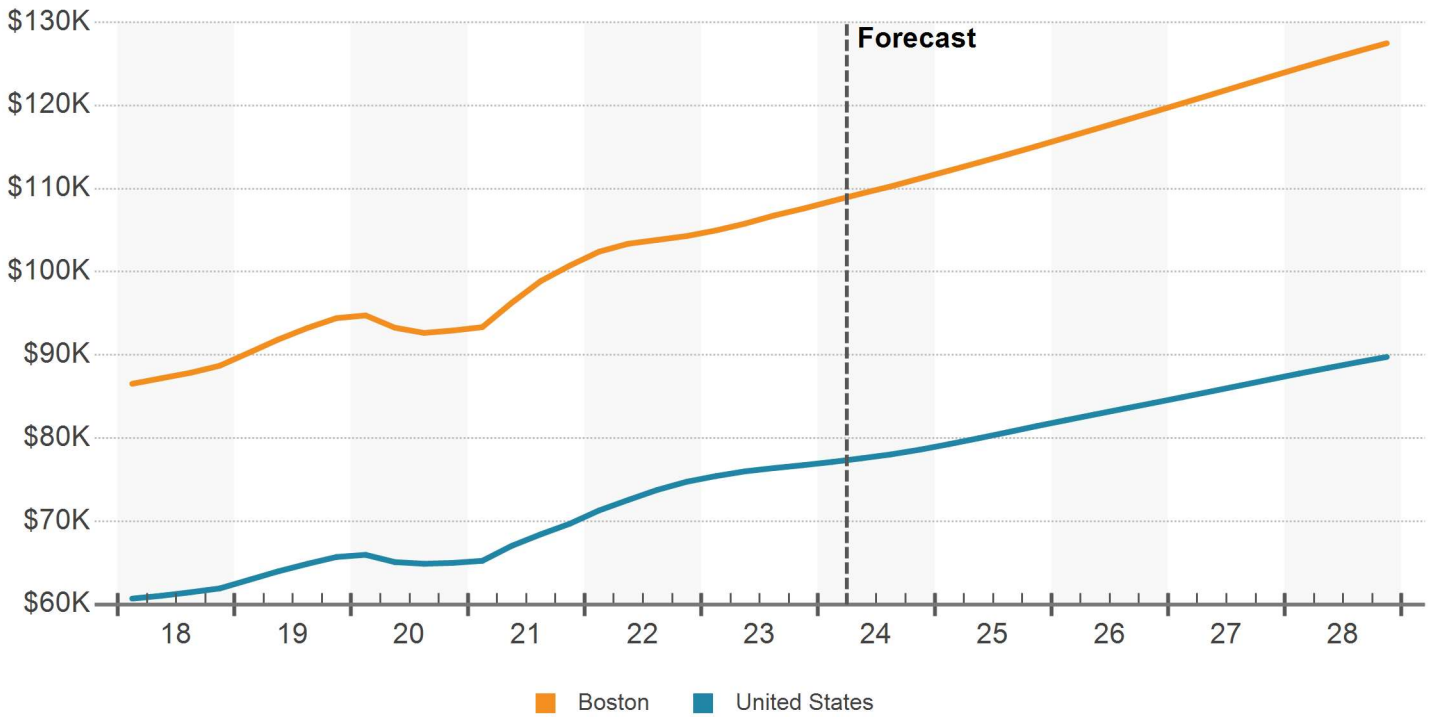
UNEMPLOYMENT RATE (%)



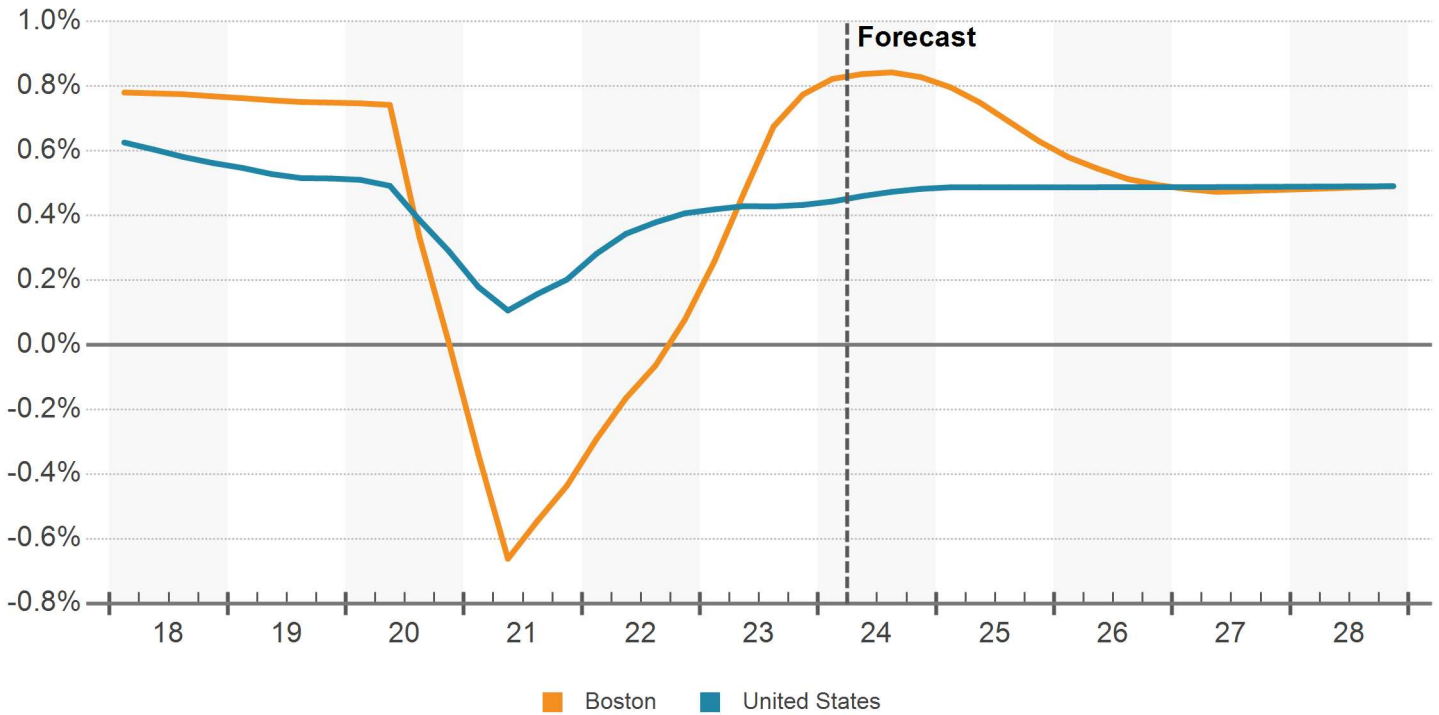
NET EMPLOYMENT CHANGE (YOY)



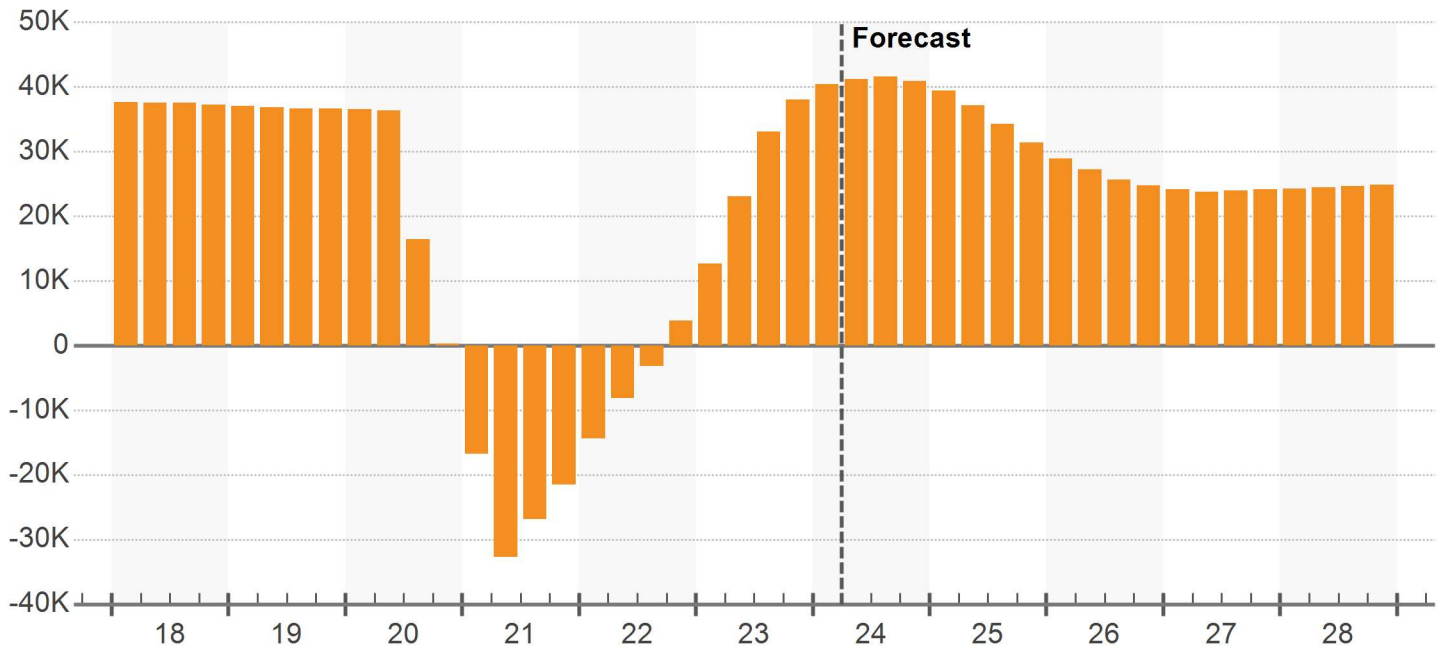
MEDIAN HOUSEHOLD INCOME



POPULATION GROWTH (YOY %)



NET POPULATION CHANGE (YOY)

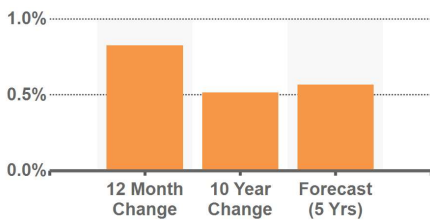


DEMOGRAPHIC TRENDS

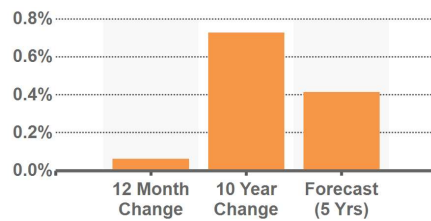
Demographic Category	Current Level		12 Month Change		10 Year Change		5 Year Forecast	
	Metro	US	Metro	US	Metro	US	Metro	US
Population	4,954,880	335,503,156	0.8%	0.4%	0.5%	0.5%	0.6%	0.5%
Households	1,974,695	131,034,789	1.0%	0.6%	1.0%	0.9%	0.7%	0.6%
Median Household Income	\$108,532	\$77,154	3.4%	2.3%	4.0%	3.9%	3.4%	3.2%
Labor Force	2,750,978	169,033,328	0.1%	1.7%	0.7%	0.8%	0.4%	0.1%
Unemployment	2.8%	3.8%	-0.2%	0.3%	-0.3%	-0.3%	-	-

Source: Oxford Economics

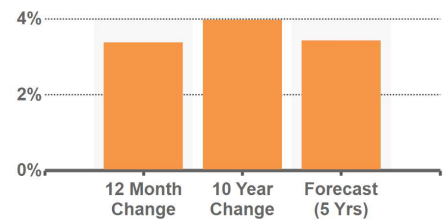
POPULATION GROWTH



LABOR FORCE GROWTH

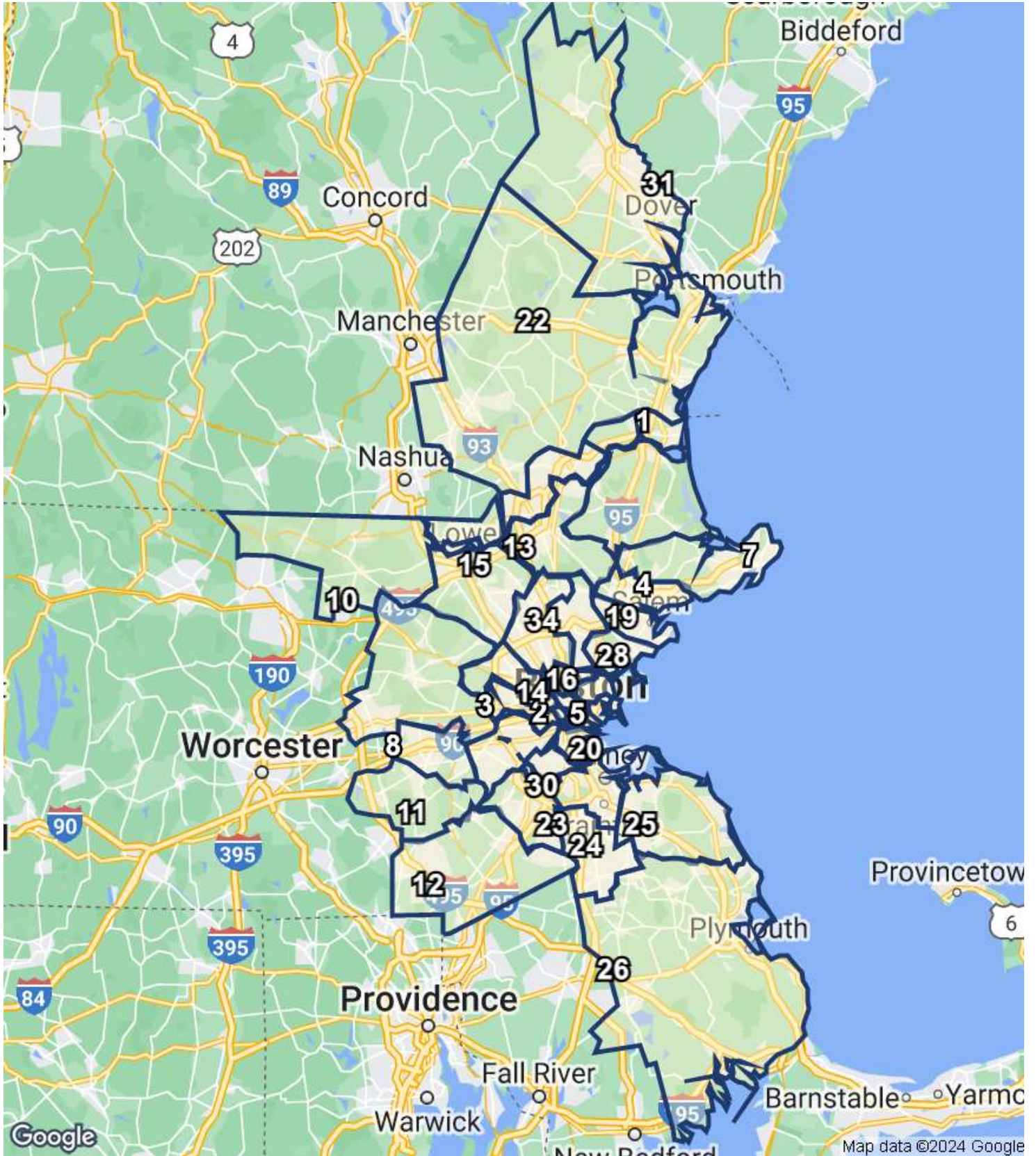


INCOME GROWTH



Source: Oxford Economics

BOSTON SUBMARKETS



Submarkets

Boston Industrial

SUBMARKET INVENTORY

No.	Submarket	Inventory				12 Month Deliveries				Under Construction			
		Bldgs	SF (000)	% Market	Rank	Bldgs	SF (000)	Percent	Rank	Bldgs	SF (000)	Percent	Rank
1	Amesbury/Ipswich	342	9,166	2.5%	13	1	50	0.5%	14	0	-	-	-
2	Brighton/Fenway	82	2,489	0.7%	29	0	0	0%	-	0	-	-	-
3	Concord/Maynard	534	20,845	5.8%	8	4	227	1.1%	6	1	53	0.3%	13
4	Danvers/Beverly	189	6,649	1.8%	19	1	96	1.4%	11	1	43	0.6%	14
5	Downtown Boston	120	4,927	1.4%	22	0	0	0%	-	0	-	-	-
6	E Cambridge	27	859	0.2%	34	0	0	0%	-	0	-	-	-
7	Essex/Gloucester	137	3,524	1.0%	28	0	0	0%	-	0	-	-	-
8	Framingham/Natick	210	6,192	1.7%	21	1	127	2.0%	10	0	-	-	-
9	Ft Pt Chan/S Boston	92	4,646	1.3%	25	0	0	0%	-	2	398	8.6%	3
10	Groton/Townsend	230	8,020	2.2%	16	1	5	0.1%	18	1	11	0.1%	17
11	Hopkinton/Holliston	200	7,668	2.1%	18	1	8	0.1%	17	0	-	-	-
12	I-95 Corridor South	548	23,809	6.6%	5	8	590	2.5%	2	6	501	2.1%	2
13	Lawrence/Andover	532	30,178	8.3%	1	2	270	0.9%	5	2	3,997	13.2%	1
14	Lexington/Arlington	71	2,348	0.6%	30	0	0	0%	-	2	345	14.7%	4
15	Lowell/Chelmsford	594	27,099	7.5%	4	2	284	1.0%	4	3	140	0.5%	9
16	Medford/Malden	210	4,883	1.3%	23	0	0	0%	-	0	-	-	-
17	Mid-Cambridge	38	1,041	0.3%	33	0	0	0%	-	0	-	-	-
18	Newton/Dover	158	3,974	1.1%	27	2	23	0.6%	15	0	-	-	-
19	Peabody/Salem	223	9,201	2.5%	12	0	0	0%	-	0	-	-	-
20	Quincy/Braintree	259	9,964	2.8%	11	0	0	0%	-	1	200	2.0%	7
21	Reading/Melrose	77	1,785	0.5%	31	1	94	5.3%	12	0	-	-	-
22	Rockingham	809	29,521	8.1%	2	4	224	0.8%	7	2	125	0.4%	10
23	Route 1 South	387	17,917	4.9%	9	0	0	0%	-	0	-	-	-
24	Route 24	601	21,430	5.9%	7	2	199	0.9%	8	1	120	0.6%	11
25	Route 3 Corridor	268	6,372	1.8%	20	1	3	0.1%	19	1	20	0.3%	16
26	Route 3 South	689	22,090	6.1%	6	7	708	3.2%	1	3	344	1.6%	5
27	Roxbury/Dorchester	384	8,195	2.3%	15	1	84	1.0%	13	2	37	0.5%	15
28	Saugus/Lynn	138	4,846	1.3%	24	0	0	0%	-	0	-	-	-
29	Somerville/Chelsea	413	11,342	3.1%	10	1	140	1.2%	9	3	194	1.7%	8
30	South Suffolk County	116	4,335	1.2%	26	1	19	0.4%	16	0	-	-	-
31	Stafford County	210	7,991	2.2%	17	0	0	0%	-	2	55	0.7%	12
32	W Cambridge	66	1,464	0.4%	32	0	0	0%	-	0	-	-	-
33	Waltham/Watertown	319	8,263	2.3%	14	0	0	0%	-	0	-	-	-
34	Wilmington/Winchester	727	29,247	8.1%	3	3	491	1.7%	3	1	238	0.8%	6

SUBMARKET RENT

No.	Submarket	Market Asking Rent		12 Month Market Asking Rent		QTD Annualized Market Asking Rent	
		Per SF	Rank	Growth	Rank	Growth	Rank
1	Amesbury/Ipswich	\$14.64	24	6.3%	7	-33.0%	29
2	Brighton/Fenway	\$36.49	3	6.2%	25	-12.4%	2
3	Concord/Maynard	\$14.99	20	6.2%	21	-26.4%	14
4	Danvers/Beverly	\$18.21	14	6.3%	5	-31.8%	27
5	Downtown Boston	\$25.59	7	6.3%	4	-30.5%	23
6	E Cambridge	\$36.89	2	6.1%	26	-15.4%	6
7	Essex/Gloucester	\$15.89	17	6.3%	2	-35.5%	31
8	Framingham/Natick	\$15.85	18	6.2%	17	-26.7%	15
9	Ft Pt Chan/S Boston	\$22.18	9	6.2%	24	-31.6%	26
10	Groton/Townsend	\$12.85	31	6.3%	8	-38.4%	32
11	Hopkinton/Holliston	\$12.78	32	6.0%	30	-19.6%	8
12	I-95 Corridor South	\$13.21	29	6.3%	10	-28.0%	17
13	Lawrence/Andover	\$13.31	27	6.3%	3	-28.5%	18
14	Lexington/Arlington	\$32.87	5	5.9%	32	-15.2%	5
15	Lowell/Chelmsford	\$14.71	23	6.2%	19	-23.0%	9
16	Medford/Malden	\$20.07	11	6.2%	20	-23.6%	11
17	Mid-Cambridge	\$44.63	1	6.1%	27	-14.1%	3
18	Newton/Dover	\$25.14	8	6.2%	13	-30.8%	24
19	Peabody/Salem	\$16.01	16	6.1%	28	-14.8%	4
20	Quincy/Braintree	\$14.74	21	6.3%	9	-31.5%	25
21	Reading/Melrose	\$19.06	13	6.2%	18	-29.0%	19
22	Rockingham	\$13.26	28	6.2%	22	-34.7%	30
23	Route 1 South	\$14.45	25	6.2%	12	-23.1%	10
24	Route 24	\$11.73	33	6.5%	1	-29.1%	20
25	Route 3 Corridor	\$14.38	26	6.2%	16	-32.9%	28
26	Route 3 South	\$12.95	30	6.2%	15	-25.8%	13
27	Roxbury/Dorchester	\$21.54	10	6.3%	6	11.6%	1
28	Saugus/Lynn	\$15.12	19	6.2%	14	-53.8%	33
29	Somerville/Chelsea	\$19.53	12	6.2%	23	-30.5%	22
30	South Suffolk County	\$14.73	22	6.0%	31	-30.2%	21
31	Strafford County	\$10.29	34	5.5%	34	-27.4%	16
32	W Cambridge	\$33.26	4	6.0%	29	-16.0%	7
33	Waltham/Watertown	\$27.77	6	5.7%	33	-56.7%	34
34	Wilmington/Winchester	\$17.78	15	6.3%	11	-23.7%	12

SUBMARKET VACANCY & NET ABSORPTION

No.	Submarket	Vacancy			12 Month Absorption			
		SF	Percent	Rank	SF	% of Inv	Rank	Construc. Ratio
1	Amesbury/Ipswich	234,941	2.6%	5	(58,363)	-0.6%	21	-
2	Brighton/Fenway	670,826	26.9%	34	(73,495)	-3.0%	22	-
3	Concord/Maynard	802,529	3.9%	11	(334,326)	-1.6%	32	-
4	Danvers/Beverly	87,324	1.3%	2	156,224	2.3%	6	0.6
5	Downtown Boston	426,558	8.7%	28	(44,307)	-0.9%	18	-
6	E Cambridge	8,500	1.0%	1	0	0%	-	-
7	Essex/Gloucester	116,417	3.3%	8	(52,081)	-1.5%	20	-
8	Framingham/Natick	129,056	2.1%	3	77,503	1.3%	9	1.6
9	Ft Pt Chan/S Boston	188,924	4.1%	14	(75,578)	-1.6%	24	-
10	Groton/Townsend	235,086	2.9%	6	(181,464)	-2.3%	28	-
11	Hopkinton/Holliston	413,753	5.4%	20	116,425	1.5%	8	-
12	I-95 Corridor South	2,284,500	9.6%	30	(621,801)	-2.6%	34	-
13	Lawrence/Andover	1,577,581	5.2%	17	(39,123)	-0.1%	16	-
14	Lexington/Arlington	170,709	7.3%	25	(74,582)	-3.2%	23	-
15	Lowell/Chelmsford	2,519,215	9.3%	29	(886)	0%	13	-
16	Medford/Malden	579,913	11.9%	32	(169,497)	-3.5%	27	-
17	Mid-Cambridge	188,958	18.2%	33	(188,415)	-18.1%	29	-
18	Newton/Dover	144,862	3.6%	9	(17,832)	-0.4%	15	-
19	Peabody/Salem	409,902	4.5%	15	(102,429)	-1.1%	25	-
20	Quincy/Braintree	386,337	3.9%	12	12,997	0.1%	10	-
21	Reading/Melrose	137,239	7.7%	26	(40,144)	-2.2%	17	-
22	Rockingham	1,495,167	5.1%	16	(544,985)	-1.8%	33	-
23	Route 1 South	1,117,345	6.2%	24	(228,342)	-1.3%	31	-
24	Route 24	1,208,923	5.6%	21	298,179	1.4%	2	0.5
25	Route 3 Corridor	258,585	4.1%	13	(48,380)	-0.8%	19	-
26	Route 3 South	1,250,386	5.7%	22	419,432	1.9%	1	1.2
27	Roxbury/Dorchester	434,062	5.3%	18	(3,134)	0%	14	-
28	Saugus/Lynn	153,530	3.2%	7	157,665	3.3%	5	-
29	Somerville/Chelsea	603,332	5.3%	19	215,366	1.9%	3	-
30	South Suffolk County	425,149	9.8%	31	153,625	3.5%	7	0.1
31	Stafford County	304,855	3.8%	10	199,200	2.5%	4	-
32	W Cambridge	30,744	2.1%	4	3,424	0.2%	11	-
33	Waltham/Watertown	651,662	7.9%	27	(144,028)	-1.7%	26	-
34	Wilmington/Winchester	1,788,381	6.1%	23	(217,170)	-0.7%	30	-

OVERALL SUPPLY & DEMAND

Year	Inventory			Net Absorption		
	SF	SF Growth	% Growth	SF	% of Inv	Construction Ratio
2028	364,758,309	440,795	0.1%	375,638	0.1%	1.2
2027	364,317,514	(7,665)	0%	331,032	0.1%	-
2026	364,325,179	(976,510)	-0.3%	342,370	0.1%	-
2025	365,301,689	(1,726,819)	-0.5%	(1,009,870)	-0.3%	-
2024	367,028,508	5,786,555	1.6%	2,269,797	0.6%	2.5
YTD	362,196,386	954,433	0.3%	(1,455,030)	-0.4%	-
2023	361,241,953	3,295,976	0.9%	(385,829)	-0.1%	-
2022	357,945,977	1,686,886	0.5%	2,360,657	0.7%	0.7
2021	356,259,091	(524,455)	-0.1%	1,467,183	0.4%	-
2020	356,783,546	(73,094)	0%	(853,112)	-0.2%	-
2019	356,856,640	447,588	0.1%	918,994	0.3%	0.5
2018	356,409,052	490,508	0.1%	2,947,845	0.8%	0.2
2017	355,918,544	(534,482)	-0.1%	(55,278)	0%	-
2016	356,453,026	(1,672,601)	-0.5%	2,544,334	0.7%	-
2015	358,125,627	(772,269)	-0.2%	704,131	0.2%	-
2014	358,897,896	(952,360)	-0.3%	3,876,067	1.1%	-
2013	359,850,256	(2,233,575)	-0.6%	3,681,637	1.0%	-
2012	362,083,831	(2,120,038)	-0.6%	(1,051,162)	-0.3%	-

SPECIALIZED INDUSTRIAL SUPPLY & DEMAND

Year	Inventory			Net Absorption		
	SF	SF Growth	% Growth	SF	% of Inv	Construction Ratio
2028	82,323,516	(339,921)	-0.4%	(274,742)	-0.3%	-
2027	82,663,437	(361,053)	-0.4%	(177,653)	-0.2%	-
2026	83,024,490	(407,276)	-0.5%	(175,321)	-0.2%	-
2025	83,431,766	(453,228)	-0.5%	(623,692)	-0.7%	-
2024	83,884,994	(33,933)	0%	(799,049)	-1.0%	-
YTD	84,065,927	147,000	0.2%	(211,556)	-0.3%	-
2023	83,918,927	(367,350)	-0.4%	(811,524)	-1.0%	-
2022	84,286,277	(566,480)	-0.7%	241,363	0.3%	-
2021	84,852,757	(269,478)	-0.3%	(663,747)	-0.8%	-
2020	85,122,235	(552,315)	-0.6%	(330,093)	-0.4%	-
2019	85,674,550	618,370	0.7%	321,575	0.4%	1.9
2018	85,056,180	(371,611)	-0.4%	1,236,450	1.5%	-
2017	85,427,791	(584,318)	-0.7%	91,357	0.1%	-
2016	86,012,109	(272,049)	-0.3%	(38,790)	0%	-
2015	86,284,158	(1,364,811)	-1.6%	(25,658)	0%	-
2014	87,648,969	(147,429)	-0.2%	1,389,420	1.6%	-
2013	87,796,398	(1,130,643)	-1.3%	848,076	1.0%	-
2012	88,927,041	(1,140,719)	-1.3%	(591,046)	-0.7%	-

LOGISTICS SUPPLY & DEMAND

Year	Inventory			Net Absorption		
	SF	SF Growth	% Growth	SF	% of Inv	Construction Ratio
2028	180,157,759	931,164	0.5%	855,164	0.5%	1.1
2027	179,226,595	572,355	0.3%	689,993	0.4%	0.8
2026	178,654,240	(201,935)	-0.1%	628,135	0.4%	-
2025	178,856,175	(803,248)	-0.4%	74,175	0%	-
2024	179,659,423	5,489,691	3.2%	4,173,268	2.3%	1.3
YTD	174,977,165	807,433	0.5%	(463,576)	-0.3%	-
2023	174,169,732	3,253,421	1.9%	911,329	0.5%	3.6
2022	170,916,311	1,506,871	0.9%	1,528,367	0.9%	1.0
2021	169,409,440	(592,808)	-0.3%	1,751,942	1.0%	-
2020	170,002,248	1,121,482	0.7%	(21,784)	0%	-
2019	168,880,766	(14,447)	0%	669,955	0.4%	-
2018	168,895,213	1,389,244	0.8%	1,411,715	0.8%	1.0
2017	167,505,969	(6,038)	0%	(75,893)	0%	-
2016	167,512,007	(1,394,662)	-0.8%	1,614,554	1.0%	-
2015	168,906,669	998,431	0.6%	343,434	0.2%	2.9
2014	167,908,238	(649,415)	-0.4%	1,125,817	0.7%	-
2013	168,557,653	(632,485)	-0.4%	2,229,082	1.3%	-
2012	169,190,138	(1,037,614)	-0.6%	(501,940)	-0.3%	-

FLEX SUPPLY & DEMAND

Year	Inventory			Net Absorption		
	SF	SF Growth	% Growth	SF	% of Inv	Construction Ratio
2028	102,277,034	(150,448)	-0.1%	(204,784)	-0.2%	-
2027	102,427,482	(218,967)	-0.2%	(181,308)	-0.2%	-
2026	102,646,449	(367,299)	-0.4%	(110,444)	-0.1%	-
2025	103,013,748	(470,343)	-0.5%	(460,353)	-0.4%	-
2024	103,484,091	330,797	0.3%	(1,104,422)	-1.1%	-
YTD	103,153,294	0	0%	(779,898)	-0.8%	-
2023	103,153,294	409,905	0.4%	(485,634)	-0.5%	-
2022	102,743,389	746,495	0.7%	590,927	0.6%	1.3
2021	101,996,894	337,831	0.3%	378,988	0.4%	0.9
2020	101,659,063	(642,261)	-0.6%	(501,235)	-0.5%	-
2019	102,301,324	(156,335)	-0.2%	(72,536)	-0.1%	-
2018	102,457,659	(527,125)	-0.5%	299,680	0.3%	-
2017	102,984,784	55,874	0.1%	(70,742)	-0.1%	-
2016	102,928,910	(5,890)	0%	968,570	0.9%	-
2015	102,934,800	(405,889)	-0.4%	386,355	0.4%	-
2014	103,340,689	(155,516)	-0.2%	1,360,830	1.3%	-
2013	103,496,205	(470,447)	-0.5%	604,479	0.6%	-
2012	103,966,652	58,295	0.1%	41,824	0%	1.4

OVERALL RENT & VACANCY

Year	Market Asking Rent				Vacancy		
	Per SF	Index	% Growth	Vs Hist Peak	SF	Percent	Ppts Chg
2028	\$19.35	230	3.8%	23.5%	20,681,167	5.7%	0%
2027	\$18.64	222	4.1%	19.0%	20,595,048	5.7%	-0.1%
2026	\$17.91	213	5.0%	14.3%	20,912,797	5.7%	-0.3%
2025	\$17.06	203	4.6%	8.9%	22,214,697	6.1%	-0.2%
2024	\$16.32	194	4.2%	4.2%	22,911,983	6.2%	1.0%
YTD	\$15.82	188	6.2%	1.0%	21,431,251	5.9%	0.7%
2023	\$15.66	186	7.5%	0%	19,021,788	5.3%	1.0%
2022	\$14.57	173	9.6%	-7.0%	15,339,864	4.3%	-0.2%
2021	\$13.29	158	8.1%	-15.1%	16,013,635	4.5%	-0.6%
2020	\$12.30	146	6.0%	-21.5%	18,008,473	5.0%	0.2%
2019	\$11.60	138	6.2%	-25.9%	17,216,455	4.8%	-0.2%
2018	\$10.92	130	6.4%	-30.3%	17,876,484	5.0%	-0.7%
2017	\$10.27	122	5.7%	-34.5%	20,318,021	5.7%	-0.1%
2016	\$9.72	116	4.6%	-38.0%	20,762,543	5.8%	-1.2%
2015	\$9.29	110	4.8%	-40.7%	25,005,760	7.0%	-0.4%
2014	\$8.86	105	3.8%	-43.4%	26,458,534	7.4%	-1.3%
2013	\$8.54	102	2.9%	-45.5%	31,309,087	8.7%	-1.6%
2012	\$8.30	99	1.7%	-47.0%	37,224,399	10.3%	-0.2%

SPECIALIZED INDUSTRIAL RENT & VACANCY

Year	Market Asking Rent				Vacancy		
	Per SF	Index	% Growth	Vs Hist Peak	SF	Percent	Ppts Chg
2028	\$17.82	233	4.0%	27.1%	2,963,703	3.6%	-0.1%
2027	\$17.14	224	4.3%	22.2%	3,023,657	3.7%	-0.2%
2026	\$16.43	215	5.2%	17.2%	3,201,746	3.9%	-0.3%
2025	\$15.63	204	4.8%	11.5%	3,429,719	4.1%	0.2%
2024	\$14.92	195	6.4%	6.4%	3,255,000	3.9%	0.9%
YTD	\$14.39	188	6.7%	2.7%	2,841,734	3.4%	0.4%
2023	\$14.02	183	5.3%	0%	2,483,178	3.0%	0.5%
2022	\$13.31	174	9.9%	-5.0%	2,039,004	2.4%	-0.9%
2021	\$12.12	159	9.0%	-13.6%	2,846,847	3.4%	0.5%
2020	\$11.11	145	7.1%	-20.7%	2,452,578	2.9%	-0.2%
2019	\$10.38	136	6.3%	-26.0%	2,674,800	3.1%	0.1%
2018	\$9.76	128	6.7%	-30.4%	2,531,628	3.0%	-1.9%
2017	\$9.15	120	7.2%	-34.8%	4,139,689	4.8%	-0.8%
2016	\$8.53	112	3.6%	-39.2%	4,815,364	5.6%	-0.3%
2015	\$8.24	108	5.3%	-41.3%	5,048,623	5.9%	-1.4%
2014	\$7.82	102	3.6%	-44.2%	6,387,776	7.3%	-1.7%
2013	\$7.55	99	1.7%	-46.1%	7,924,625	9.0%	-2.1%
2012	\$7.42	97	1.0%	-47.1%	9,903,344	11.1%	-0.5%

LOGISTICS RENT & VACANCY

Year	Market Asking Rent				Vacancy		
	Per SF	Index	% Growth	Vs Hist Peak	SF	Percent	Ppts Chg
2028	\$17.44	247	3.9%	23.7%	8,067,140	4.5%	0%
2027	\$16.78	238	4.2%	19.1%	7,979,994	4.5%	-0.1%
2026	\$16.11	228	5.1%	14.3%	8,088,325	4.5%	-0.5%
2025	\$15.33	217	4.6%	8.7%	8,911,016	5.0%	-0.5%
2024	\$14.65	208	3.9%	3.9%	9,777,485	5.4%	0.7%
YTD	\$14.20	201	6.1%	0.7%	9,552,602	5.5%	0.7%
2023	\$14.10	200	8.5%	0%	8,281,593	4.8%	1.3%
2022	\$12.99	184	11.6%	-7.8%	5,939,382	3.5%	0%
2021	\$11.65	165	9.5%	-17.4%	5,960,878	3.5%	-1.4%
2020	\$10.63	151	6.5%	-24.6%	8,305,628	4.9%	0.7%
2019	\$9.98	142	6.9%	-29.2%	7,131,362	4.2%	-0.4%
2018	\$9.34	132	6.5%	-33.8%	7,846,764	4.6%	-0.1%
2017	\$8.77	124	5.3%	-37.8%	7,869,235	4.7%	0.1%
2016	\$8.33	118	5.3%	-40.9%	7,783,280	4.6%	-1.7%
2015	\$7.91	112	6.1%	-43.9%	10,797,996	6.4%	0.4%
2014	\$7.45	106	4.5%	-47.1%	10,120,073	6.0%	-1.0%
2013	\$7.13	101	3.3%	-49.4%	11,918,231	7.1%	-1.7%
2012	\$6.90	98	1.6%	-51.0%	14,779,798	8.7%	-0.3%

FLEX RENT & VACANCY

Year	Market Asking Rent				Vacancy		
	Per SF	Index	% Growth	Vs Hist Peak	SF	Percent	Ppts Chg
2028	\$23.92	210	3.6%	21.3%	9,650,324	9.4%	0.1%
2027	\$23.09	203	3.9%	17.1%	9,591,397	9.4%	0%
2026	\$22.23	195	4.7%	12.7%	9,622,726	9.4%	-0.2%
2025	\$21.23	186	4.3%	7.6%	9,873,962	9.6%	0%
2024	\$20.35	179	3.2%	3.2%	9,879,498	9.5%	1.5%
YTD	\$19.77	174	6.1%	0.3%	9,036,915	8.8%	0.8%
2023	\$19.72	173	7.6%	0%	8,257,017	8.0%	0.8%
2022	\$18.33	161	7.1%	-7.1%	7,361,478	7.2%	0.1%
2021	\$17.10	150	5.9%	-13.3%	7,205,910	7.1%	-0.1%
2020	\$16.15	142	4.7%	-18.1%	7,250,267	7.1%	-0.1%
2019	\$15.42	135	5.5%	-21.8%	7,410,293	7.2%	-0.1%
2018	\$14.62	128	6.1%	-25.9%	7,498,092	7.3%	-0.8%
2017	\$13.78	121	5.2%	-30.1%	8,309,097	8.1%	0.1%
2016	\$13.10	115	4.4%	-33.6%	8,163,899	7.9%	-1.0%
2015	\$12.54	110	3.2%	-36.4%	9,159,141	8.9%	-0.7%
2014	\$12.16	107	3.3%	-38.3%	9,950,685	9.6%	-1.4%
2013	\$11.78	103	3.1%	-40.3%	11,466,231	11.1%	-1.0%
2012	\$11.43	100	2.2%	-42.1%	12,541,257	12.1%	0%

OVERALL SALES

Year	Completed Transactions (1)						Market Pricing Trends (2)		
	Deals	Volume	Turnover	Avg Price	Avg Price/SF	Avg Cap Rate	Price/SF	Price Index	Cap Rate
2028	-	-	-	-	-	-	\$242.56	384	6.7%
2027	-	-	-	-	-	-	\$225.56	357	6.9%
2026	-	-	-	-	-	-	\$208.35	330	7.1%
2025	-	-	-	-	-	-	\$190.79	302	7.4%
2024	-	-	-	-	-	-	\$182.84	289	7.3%
YTD	57	\$175.2M	0.5%	\$4,492,496	\$161.13	6.0%	\$185.14	293	7.0%
2023	332	\$2.1B	4.0%	\$8,330,579	\$187.46	7.5%	\$183.08	290	7.0%
2022	505	\$4.1B	4.8%	\$8,995,094	\$245.56	6.3%	\$181.04	287	6.4%
2021	621	\$4.7B	8.7%	\$8,315,024	\$166.77	5.9%	\$166.96	264	6.1%
2020	517	\$4.2B	6.9%	\$9,259,267	\$176.31	7.0%	\$132.70	210	6.8%
2019	477	\$2.5B	5.8%	\$6,170,679	\$137.44	6.8%	\$112.57	178	7.3%
2018	464	\$1.7B	5.5%	\$4,730,838	\$100.17	7.3%	\$101.85	161	7.4%
2017	346	\$1.4B	4.6%	\$4,723,491	\$90.71	7.7%	\$93.10	147	7.5%
2016	444	\$1.8B	6.0%	\$4,455,331	\$89.87	8.4%	\$91.35	145	7.1%
2015	481	\$1.3B	5.7%	\$2,837,852	\$65.96	7.8%	\$86.79	137	7.1%
2014	368	\$954.8M	4.2%	\$2,712,475	\$66.46	6.7%	\$77.86	123	7.5%
2013	350	\$828.6M	3.6%	\$2,589,402	\$67.87	8.3%	\$70.58	112	7.8%

(1) Completed transaction data is based on actual arms-length sales transactions and levels are dependent on the mix of what happened to sell in the period.

(2) Market price trends data is based on the estimated price movement of all properties in the market, informed by actual transactions that have occurred.

SPECIALIZED INDUSTRIAL SALES

Year	Completed Transactions (1)						Market Pricing Trends (2)		
	Deals	Volume	Turnover	Avg Price	Avg Price/SF	Avg Cap Rate	Price/SF	Price Index	Cap Rate
2028	-	-	-	-	-	-	\$223.36	390	6.7%
2027	-	-	-	-	-	-	\$207.53	362	6.9%
2026	-	-	-	-	-	-	\$191.54	334	7.2%
2025	-	-	-	-	-	-	\$175.26	306	7.4%
2024	-	-	-	-	-	-	\$167.68	293	7.3%
YTD	12	\$91.6M	0.6%	\$10,173,051	\$208.90	6.0%	\$168.98	295	7.1%
2023	77	\$386.5M	3.9%	\$6,550,762	\$160.97	7.8%	\$166.80	291	7.0%
2022	113	\$599.2M	4.4%	\$5,817,240	\$167.98	5.9%	\$164.99	288	6.4%
2021	110	\$708.4M	6.4%	\$6,747,089	\$132.33	4.4%	\$153.47	268	6.1%
2020	108	\$579.3M	5.4%	\$6,365,601	\$131.76	7.6%	\$120.95	211	6.8%
2019	82	\$468.5M	4.4%	\$6,790,158	\$145.63	6.1%	\$102.80	179	7.3%
2018	86	\$212.2M	3.9%	\$3,120,531	\$68.74	7.6%	\$93.02	162	7.4%
2017	69	\$222.1M	3.8%	\$3,525,393	\$70.56	7.7%	\$84.43	147	7.5%
2016	91	\$325M	5.8%	\$3,651,742	\$65.68	8.2%	\$82.86	145	7.2%
2015	110	\$268.2M	5.6%	\$2,506,122	\$60.43	7.8%	\$79.14	138	7.1%
2014	91	\$222.2M	4.2%	\$2,525,337	\$70.49	6.8%	\$71.03	124	7.6%
2013	70	\$104.5M	2.6%	\$1,559,806	\$46.56	8.8%	\$64.42	112	7.9%

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(2) Market price trends data is based on the estimated price movement of all properties in the market, informed by actual transactions that have occurred.

LOGISTICS SALES

Year	Completed Transactions (1)						Market Pricing Trends (2)		
	Deals	Volume	Turnover	Avg Price	Avg Price/SF	Avg Cap Rate	Price/SF	Price Index	Cap Rate
2028	-	-	-	-	-	-	\$233.19	392	6.7%
2027	-	-	-	-	-	-	\$216.60	364	6.9%
2026	-	-	-	-	-	-	\$199.83	336	7.1%
2025	-	-	-	-	-	-	\$182.78	307	7.3%
2024	-	-	-	-	-	-	\$175.09	294	7.3%
YTD	28	\$51M	0.6%	\$2,999,367	\$143.46	-	\$177.32	298	7.0%
2023	171	\$981.7M	4.9%	\$7,493,723	\$155.24	8.8%	\$175.45	295	7.0%
2022	262	\$1.5B	4.7%	\$6,367,482	\$192.01	6.5%	\$173.75	292	6.4%
2021	339	\$2.1B	9.2%	\$7,096,681	\$159.30	6.0%	\$161.12	271	6.1%
2020	281	\$2.1B	8.2%	\$8,642,296	\$158.48	6.4%	\$127.69	215	6.7%
2019	286	\$996M	6.3%	\$4,256,352	\$110.82	6.9%	\$106.73	179	7.3%
2018	245	\$732.7M	5.3%	\$3,939,153	\$93.44	6.8%	\$96.48	162	7.4%
2017	172	\$539.5M	4.3%	\$3,645,062	\$78.68	7.5%	\$88.01	148	7.5%
2016	218	\$723.5M	6.1%	\$3,546,728	\$74.78	8.4%	\$86.44	145	7.1%
2015	248	\$577.7M	6.3%	\$2,479,488	\$57.29	7.0%	\$81.94	138	7.1%
2014	179	\$338.3M	3.6%	\$2,013,655	\$56.66	7.5%	\$73.25	123	7.5%
2013	189	\$345.4M	3.9%	\$2,019,871	\$54.95	8.2%	\$66.12	111	7.9%

(1) Completed transaction data is based on actual arms-length sales transactions and levels are dependent on the mix of what happened to sell in the period.

(2) Market price trends data is based on the estimated price movement of all properties in the market, informed by actual transactions that have occurred.

FLEX SALES

Year	Completed Transactions (1)						Market Pricing Trends (2)		
	Deals	Volume	Turnover	Avg Price	Avg Price/SF	Avg Cap Rate	Price/SF	Price Index	Cap Rate
2028	-	-	-	-	-	-	\$274.41	369	6.7%
2027	-	-	-	-	-	-	\$255.72	344	6.9%
2026	-	-	-	-	-	-	\$236.77	319	7.1%
2025	-	-	-	-	-	-	\$217.30	292	7.4%
2024	-	-	-	-	-	-	\$208.60	281	7.3%
YTD	17	\$32.7M	0.4%	\$2,512,359	\$111.22	-	\$211.79	285	7.0%
2023	84	\$739.5M	2.7%	\$11,737,521	\$293.64	6.8%	\$209.54	282	7.0%
2022	130	\$2B	5.3%	\$17,002,999	\$375.60	6.3%	\$206.73	278	6.5%
2021	172	\$1.8B	9.8%	\$11,721,141	\$197.49	6.6%	\$188.06	253	6.2%
2020	128	\$1.5B	5.9%	\$12,863,455	\$249.55	7.3%	\$150.93	203	6.9%
2019	109	\$997.6M	6.0%	\$10,391,599	\$174.73	7.1%	\$130.63	176	7.3%
2018	133	\$753.5M	7.0%	\$7,176,118	\$125.02	8.1%	\$118.33	159	7.4%
2017	105	\$636.6M	5.7%	\$7,489,228	\$117.70	7.8%	\$108.95	147	7.5%
2016	135	\$755.9M	5.8%	\$6,748,853	\$138.61	8.5%	\$106.76	144	7.2%
2015	123	\$436.8M	4.9%	\$3,900,296	\$88.71	8.4%	\$101.41	136	7.1%
2014	98	\$394.3M	5.1%	\$4,106,954	\$75.20	5.9%	\$91.42	123	7.5%
2013	91	\$378.7M	4.0%	\$4,618,337	\$102.96	8.3%	\$83.33	112	7.8%

(1) Completed transaction data is based on actual arms-length sales transactions and levels are dependent on the mix of what happened to sell in the period.

(2) Market price trends data is based on the estimated price movement of all properties in the market, informed by actual transactions that have occurred.