



Q4 2021

Supplemental Information

Piedmont Office Realty Trust, Inc.

Quarterly Supplemental Information

Index

	<u>Page</u>		<u>Page</u>
Introduction		Other Investments	
Corporate Data	3	Other Investments Detail	35
Investor Information	4	Supporting Information	
Earnings Release	5	Definitions	36
Key Performance Indicators	9	Research Coverage	37
Financials		Non-GAAP Reconciliations	38
Balance Sheets	10	Property Detail - In-Service Portfolio	40
Income Statements	11	Major Leases Not Yet Commenced and Major Abatements	42
Funds From Operations / Adjusted Funds From Operations	13	Risks, Uncertainties and Limitations	43
Same Store Analysis	14		
Capitalization Analysis	17		
Debt Summary	18		
Debt Detail	19		
Debt Covenant & Ratio Analysis	20		
Operational & Portfolio Information - Office Property Investments			
Tenant Diversification	21		
Tenant Credit Rating & Lease Distribution Information	23		
Leased Percentage Information	24		
Rental Rate Roll Up / Roll Down Analysis	25		
Lease Expiration Schedule	26		
Quarterly Lease Expirations	27		
Annual Lease Expirations	28		
Capital Expenditures	29		
Contractual Tenant Improvements & Leasing Commissions	30		
Geographic Diversification	31		
Geographic Diversification by Location Type	32		
Industry Diversification	33		
Property Investment Activity	34		

Notice to Readers:

Please refer to page [43](#) for a discussion of important risks related to the business of Piedmont Office Realty Trust, Inc., as well as an investment in its securities, including risks that could cause actual results and events to differ materially from results and events referred to in the forward-looking information. Considering these risks, uncertainties, assumptions, and limitations, the forward-looking statements about leasing, financial operations, leasing prospects, acquisitions, dispositions, etc. contained in this quarterly supplemental information report may differ from actual results.

Certain prior period amounts have been reclassified to conform to the current period financial statement presentation. In addition, many of the schedules herein contain rounding to the nearest thousands or millions and, therefore, the schedules may not total due to this rounding convention.

To supplement the presentation of the Company's financial results prepared in accordance with U.S. generally accepted accounting principles (GAAP), this report contains certain financial measures that are not prepared in accordance with GAAP, including FFO, Core FFO, AFFO, Same Store NOI, Property NOI, EBITDare and Core EBITDA. Definitions and reconciliations of these non-GAAP measures to their most comparable GAAP metrics are included beginning on page [36](#). Each of the non-GAAP measures included in this report has limitations as an analytical tool and should not be considered in isolation or as a substitute for an analysis of the Company's results calculated in accordance with GAAP. In addition, because not all companies use identical calculations, the Company's presentation of non-GAAP measures in this report may not be comparable to similarly titled measures disclosed by other companies, including other REITs. The Company may also change the calculation of any of the non-GAAP measures included in this report from time to time in light of its then existing operations.

Piedmont Office Realty Trust, Inc.
Corporate Data

Piedmont Office Realty Trust, Inc. (also referred to herein as "Piedmont" or the "Company") (NYSE: PDM) is an owner, manager, developer, redeveloper and operator of high-quality, Class A office properties in select submarkets located primarily within seven major Eastern U.S. office markets, with over half of its revenue generated from the Sunbelt. Its geographically-diversified, approximately \$5 billion portfolio is comprised of approximately 17 million square feet (as of the date of release of this report). The Company is a fully-integrated, self-managed real estate investment trust ("REIT") with local management offices in each of its markets and is investment-grade rated by Standard & Poor's and Moody's. The Company was designated an Energy Star Partner of the Year for 2021, and it is the only REIT headquartered in the Southeast to receive that designation. At the end of the fourth quarter of 2021, approximately 80% of the Company's portfolio was Energy Star certified and approximately 45% was LEED certified. Piedmont is headquartered in Atlanta, GA.

This data supplements the information provided in our reports filed with the Securities and Exchange Commission and should be reviewed in conjunction with such filings.

	As of December 31, 2021	As of December 31, 2020
Number of consolidated in-service office properties ⁽¹⁾	55	54
Rentable square footage (in thousands) ⁽¹⁾	17,051	16,428
Percent leased ⁽²⁾	85.5 %	86.8 %
Capitalization (in thousands):		
Total debt - principal amount outstanding (excludes premiums, discounts, and deferred financing costs)	\$1,890,000	\$1,632,610
Equity market capitalization ⁽³⁾	\$2,262,150	\$2,009,914
Total market capitalization ⁽³⁾	\$4,152,150	\$3,642,524
Total debt / Total market capitalization ⁽³⁾	45.5 %	44.8 %
Average net debt to Core EBITDA - quarterly	6.0 x	5.8 x
Average net debt to Core EBITDA - trailing twelve months	5.7 x	5.8 x
Total debt / Total gross assets	37.1 %	34.4 %
Common stock data:		
High closing price during quarter	\$19.37	\$16.95
Low closing price during quarter	\$17.11	\$11.42
Closing price of common stock at period end	\$18.38	\$16.23
Weighted average fully diluted shares outstanding during quarter (in thousands)	124,412	125,544
Shares of common stock issued and outstanding at period end (in thousands)	123,077	123,839
Annual regular dividend per share ⁽⁴⁾	\$0.84	\$0.84
Rating / Outlook:		
Standard & Poor's	BBB / Stable	BBB / Stable
Moody's	Baa2 / Stable	Baa2 / Stable
Employees	134	137

(1) As of December 31, 2021, our consolidated office portfolio consisted of 55 properties (exclusive of one 127,000 square foot property that was out of service for redevelopment, 222 South Orange Avenue in Orlando, FL).

(2) Calculated as square footage associated with commenced leases plus square footage associated with executed but uncommenced leases for vacant spaces at our in-service properties, divided by total rentable in-service square footage, all as of the relevant date, expressed as a percentage. Please refer to page 24 for additional analyses regarding Piedmont's leased percentage.

(3) Reflects common stock closing price, shares outstanding and outstanding debt as of the end of the reporting period, as appropriate.

(4) Total of the regular dividends per share for which record dates occurred over the prior four quarters.

Corporate

5565 Glenridge Connector, Suite 450
Atlanta, Georgia 30342
770.418.8800
www.piedmontreit.com

Executive Management

C. Brent Smith

Chief Executive Officer, President
and Director

Robert E. Bowers

Chief Financial and Administrative Officer
and Executive Vice President

George Wells

Chief Operating Officer and
Executive Vice President

Edward H. Guilbert, III

Executive Vice President, Finance,
Assistant Secretary and Treasurer
Investor Relations Contact

Christopher A. Kollme

Executive Vice President,
Investments

Laura P. Moon

Chief Accounting Officer and
Senior Vice President

Joseph H. Pangburn

Executive Vice President,
Southwest Region

Thomas R. Prescott

Executive Vice President,
Midwest Region and Co-Head of
Development

Alex Valente

Executive Vice President,
Southeast Region

Robert K. Wiberg

Executive Vice President,
Northeast Region and Co-Head of
Development

Board of Directors

Frank C. McDowell

Director, Chair of the Board of Directors,
Chair of the Compensation Committee, and
Member of the Governance Committee

Dale H. Taysom

Director, Vice Chair of the
Board of Directors, and Member of the
Audit and Capital Committees

Kelly H. Barrett

Director, Chair of the Audit Committee,
and Member of the Governance Committee

Wesley E. Cantrell

Director and Member of the Governance
and Compensation Committees

Glenn G. Cohen

Director and Member of the Audit and Capital
Committees

Barbara B. Lang

Director, Chair of the Governance Committee,
and Member of the Compensation
Committee

C. Brent Smith

Chief Executive Officer, President
and Director

Jeffery L. Swope

Director, Chair of the Capital
Committee, and Member of the
Compensation Committee

Transfer Agent

Computershare

P.O. Box 30170
College Station, TX 77842-3170
Phone: 866.354.3485

Corporate Counsel

King & Spalding

1180 Peachtree Street, NE
Atlanta, GA 30309
Phone: 404.572.4600

Institutional Analyst Contact

Phone: 770.418.8592
research.analysts@piedmontreit.com

Investor Relations

Phone: 866.354.3485
investor.services@piedmontreit.com
www.piedmontreit.com

Piedmont Office Realty Trust Reports Fourth Quarter and Annual 2021 Results

ATLANTA, February 7, 2022--Piedmont Office Realty Trust, Inc. ("Piedmont" or the "Company") (NYSE:PDM), an owner of Class A office properties located primarily in seven major Eastern U.S. markets with a majority of its revenue being generated from the Sunbelt, today announced its results for the quarter and year ended December 31, 2021.

Highlights for the Quarter and Year Ended December 31, 2021:

Financial Results:

- The Company recognized a net loss applicable to Piedmont of \$31.8 million, or \$0.26 per diluted share, and \$1.2 million, or \$0.01 per diluted share, for the quarter and year ended December 31, 2021, respectively. Both the fourth quarter and year end results reflect a \$41.0 million impairment charge due to a change in the holding period assumptions made during the fourth quarter for Piedmont's last remaining Chicago asset.
- Because of the infrequent nature and variability of gains or losses on sales of real estate assets and the impairment charge noted above, the Company is also reporting for comparison purposes Income per share before gains, losses, and impairments, reflecting growth of approximately 10% on a year-over-year basis.
- Piedmont reported Core Funds From Operations ("Core FFO") per share of \$0.51 and \$1.97 per diluted share for the quarter and year ended December 31, 2021, respectively.
- Piedmont reported a 5.8% and 5.2% increase in Same Store Net Operating Income ("Same Store NOI") on a cash and accrual basis, respectively, for the quarter ended December 31, 2021.
- The Company is introducing 2022 financial guidance of \$1.97 to \$2.07 per diluted share of Core FFO.

Leasing:

- The Company completed approximately 2.3 million square feet of leasing during the year ended December 31, 2021, including approximately 400,000 square feet during the fourth quarter.
- Piedmont reported an approximately 8% and 16% roll up in cash and accrual basis rents, respectively, for the year ended December 31, 2021.
- The portfolio was approximately 86% leased as of December 31, 2021.

Capital Markets (Including Subsequent Events):

- During the three months ended December 31, 2021, Piedmont acquired 999 Peachtree Street in Atlanta, GA for \$223.9 million.
- On January 25, 2022, Piedmont sold Two Pierce Place, the Company's last remaining Chicago-area asset, for \$24.0 million.
- On January 28, 2022, the Company completed the previously announced sale of 225 & 235 Presidential Way in Boston for \$129.0 million.

Balance Sheet:

- The Company's annualized quarterly and annual average net debt-to-Core EBITDA ratios as of December 31, 2021 were 6.0 x and 5.7x, respectively.
- The Company's Debt-to-Gross Assets ratio was 37.1% as of December 31, 2021.

ESG and Operations:

- 2021 marked Piedmont's first year as an Energy Star Partner of the Year.
- During 2021, Piedmont funded its first scholarships to provide need-based, scholastic support to minority students interested in pursuing a career related to the real estate industry.

Commenting on fourth quarter and annual results, Brent Smith, President and Chief Executive Officer, said, "We were very pleased to continue the new tenant leasing momentum in the fourth quarter that we began to experience during the third quarter of 2021, which resulted in the execution of approximately 200,000 square feet of new tenant leasing. Combined with another 200,000 square feet of renewal activity during the fourth quarter and our leasing from earlier in the year, our 2021 leasing activity totaled approximately 2.3 million square feet, slightly ahead of our historical, pre-COVID levels, bolstering our optimism around the office sector's recovery, particularly for high-quality, modernized, amenity-rich environments such as ours.

"Transactional activity during the fourth quarter also increased. As a result of our acquisition of 999 Peachtree Street in October, as well as the recent completion of two non-core dispositions, approximately 63% of our current annual lease revenues now comes from our Sunbelt properties. We are excited to start 2022 with continued leasing momentum and an 87%-leased portfolio, pro forma for our non-core sales in January, with the majority of vacancy and lease expirations over the next 12-months in our Sunbelt markets. Furthermore, we believe Piedmont is well positioned for continued progress towards our strategic capital recycling goals in 2022, bolstered by numerous buildings expected to be marketed in addition to our ongoing off-market dialogue," Smith added.

Financial Highlights

As a result of recording a \$41.0 million, or \$0.33 per diluted share, impairment charge associated with changing the holding period assumptions for its last remaining Chicago-area asset, Piedmont recognized a net loss applicable to Piedmont of \$31.8 million, or \$0.26 per diluted share, and \$1.2 million, or \$0.01 per diluted share, for the quarter and year ended December 31, 2021, respectively. Net income applicable to Piedmont for the quarter and year ended December 31, 2020 was \$22.6 million, or \$0.18 per diluted share, and \$232.7 million, or \$1.85 per diluted share, respectively. The results for the quarter and year ended December 31, 2020 included \$14.6 million, or \$0.12 per diluted share, and \$205.7 million, or \$1.63 per diluted share, of gains on sale of real estate assets. The year ended December 31, 2020 also included a \$9.3 million, or \$0.07 per diluted share, non-recurring loss on early extinguishment of debt due to the early repayment of a mortgage on one of the assets sold during 2020.

Due to the infrequent nature and variability of the real estate items noted above, the Company is also reporting for comparison purposes, Income per share before gains, losses, and impairments of \$0.07 and \$0.32 per diluted share, for the quarter and year ended December 31, 2021, respectively, as compared to \$0.06 and \$0.29 per diluted share, for the quarter and year ended December 31, 2020, respectively.

FFO and Core FFO, which remove the impact of gains and losses on sales of real estate assets and impairment charges mentioned above, as well as depreciation and amortization, were both \$0.51 per diluted share and \$0.46 per diluted share for the quarter ended December 31, 2021 and 2020, respectively, reflecting an 11% increase. FFO for the year ended December 31, 2021 was \$1.97 per diluted share, as compared with \$1.82 per diluted share for the year ended December 31, 2020. Core FFO, which further removes the 2020 non-recurring loss on early extinguishment of debt mentioned above, was \$1.97 per diluted share for the year ended December 31, 2021, as compared with \$1.89 per diluted share for the year ended December 31, 2020. The increases in both FFO and Core FFO were primarily attributable to accretive capital recycling activity and rental rate growth, partially offset by an approximately 1% decrease in portfolio occupancy during the year ended December 31, 2021.

Leasing Update

During the three months ended December 31, 2021, Piedmont completed approximately 400,000 square feet of leasing, bringing total leasing for the year to 2.3 million square feet, slightly ahead of pre-COVID average leasing levels. Approximately half of the fourth quarter's executed leases related to new tenant leasing and marked the Company's second consecutive quarter at pre-COVID leasing levels.

The weighted average lease term for the approximately 40 leases executed during the fourth quarter was 6.5 years. Activity was well dispersed throughout the portfolio with only one lease completed during the fourth quarter larger than 50,000 square feet, that being a 13-year new headquarters lease with an undisclosed Fortune 500 tenant for approximately 55,000 square feet at 6031 Connection Drive in Dallas, TX.

Leases executed during the fourth quarter of 2021 for recently occupied space reflected a 3.0% and 6.9% roll up in cash and accrual rents, respectively. For the year ended December 31, 2021, leases executed reflected an overall roll up of 7.5% and 15.6% for cash and accrual basis rents, respectively.

As of December 31, 2021, the Company's reported leased percentage and weighted average remaining lease term were approximately 86% and 6.0 years, respectively. The average lease size was approximately 15,000 square feet and adjusted annualized lease revenue per square foot was approximately \$37.50. The leased percentage as of December 31, 2021 was slightly impacted by the acquisition of the 77% leased 999 Peachtree Street in October 2021 further discussed below. 2022 is a low lease expiration year for Piedmont, with approximately 6% of the Company's Annualized Lease Revenue scheduled to expire during the year ending December 31, 2022.

Same Store NOI increased 5.8% and 5.2% on a cash and accrual basis, respectively, for the quarter ended December 31, 2021 as compared to the quarter ended December 31, 2020. Same Store NOI for the year ended December 31, 2021 increased 6.5% and 3.4% on a cash and accrual basis, respectively, compared to the year ended December 31, 2020. The increase in both metrics for both periods was primarily attributable to increased rental rates and decreased operating expenses, particularly real estate taxes, as well as the expiration of abatements at certain properties. These increases were partially offset by an approximately 1% overall reduction in portfolio occupancy during 2021 due to slower new tenant touring and leasing activity in 2020 as a result of the COVID-19 pandemic. As of December 31, 2021, the Company had approximately 750,000 square feet of executed leases for vacant space yet to commence or under rental abatement.

Transactional Activity (Including Subsequent Events)

As previously announced, during the three months ended December 31, 2021, Piedmont acquired 999 Peachtree Street, a 622,000 square foot, approximately 77% leased, LEED-Platinum, 28-story, office building located in Atlanta, GA for \$223.9 million, or \$360 per square foot. Located at the corner of Peachtree and 10th Streets in the heart of Midtown, the property offers spectacular views of the Midtown skyline and nearby Piedmont Park. Superior accessibility to the interstate, MARTA (commuter rail system) and the Midtown/ Beltline bike path, along with premier amenities and close proximity to Georgia Tech and more than 30,000 residents within a 1-mile radius, make 999 Peachtree Street a compelling location for prospective tenants. The acquisition marks Piedmont's entry into Midtown Atlanta, one of the most vibrant, active submarkets in the country. Piedmont plans an exciting redevelopment project to revitalize the asset and deliver a premiere tenant experience.

Also during the three months ended December 31, 2021, the Company purchased the last remaining common area and undeveloped land that it did not already own within its Atlanta Galleria office park for \$4 million. Piedmont plans a significant redevelopment of the land including Galleria's park area with food and beverage offerings, a redesigned garden experience, outdoor collaboration space and other amenities which will elevate the surrounding office environment and experience for Piedmont's Atlanta Galleria tenants. The acquisition of these remaining parcels also secures Piedmont's continued involvement in the pending path of travel redesign, which will reimagine the direct, walkable connection of Truist Park and The Battery with the Atlanta Galleria office complex.

On January 25, 2022, Piedmont sold the Two Pierce Place building, located in Itasca, IL for \$24.0 million, completing the Company's exit from the Chicago market. Piedmont anticipates that it will recognize minimal gain on this sale during the first quarter of 2022 due to the recognition of an impairment charge related to this asset during the fourth quarter of 2021.

On January 28, 2022, the Company completed the previously announced sale of 225 & 235 Presidential Way in Woburn, MA for \$129.0 million, or \$293 per square foot. Piedmont anticipates recognizing a gain on sale of real estate assets of approximately \$50 million related to this sale during the first quarter of 2022.

On a proforma basis, after consideration of the two January disposition transactions mentioned above, Piedmont's portfolio would have been approximately 87% leased as of December 31, 2021. The Company estimates that approximately 63% of its Annualized Lease Revenue is now generated from its properties located in the Sunbelt.

Balance Sheet

With the application of the net sales proceeds received from the two January dispositions mentioned above, the Company's pro forma quarterly average net debt-to-Core EBITDA ratio and debt-to-gross assets ratio as of December 31, 2021 would have been approximately 5.6 x and 35%, respectively.

As of December 31, 2021, the Company had no secured debt and \$210 million of available capacity on its \$500 million line of credit. After closing the above dispositions and receiving the related proceeds, available capacity on the \$500 million line of credit is currently approximately \$321 million.

During the fourth quarter, approximately 1.1 million shares of the Company's common stock were repurchased at an average price of \$17.76 per share, leaving approximately \$150 million in authorized capacity under the program as of December 31, 2021.

ESG and Other Operational Initiatives

2021 marked Piedmont's first year as an Energy Star Partner of the Year, one of only 69 companies selected in the United States, and the only REIT headquartered in the Southeast to be selected.

During 2021, Piedmont began partnering with two Historically Black Colleges and Universities to provide need-based, scholastic support to minority students interested in pursuing a career related to the real estate industry. The scholarships are designed to be awarded to selected rising sophomores and to continue for their junior and senior years at Howard University in Washington, D.C. and Morehouse College in Atlanta, GA. The first recipient is from Houston, TX, a sophomore majoring in Finance at Howard University in Washington, D.C. Recipients will have the opportunity for further industry exposure through an internship with the Company.

First Quarter 2022 Dividend Declaration

On February 2, 2022, the board of directors of Piedmont declared a dividend for the first quarter of 2022 in the amount of \$0.21 per share on its common stock to stockholders of record as of the close of business on February 25, 2022, payable on March 18, 2022.

Guidance for 2022

The Company is introducing financial guidance for calendar year 2022 of \$1.97 to \$2.07 per diluted share of Core FFO. This financial guidance is based upon management's assumptions, estimates and expectations based on information available to management as of the date of this release. Included within the financial guidance are the following assumptions:

- a gradual increase in the physical utilization of our buildings by our customers over the course of the year to a level near pre-pandemic utilization by the end of the year;
- excluding the recently completed sales of the Presidential Way and Two Pierce Place assets, neutral asset recycling during the year with about \$350 to \$450 million each of acquisitions and dispositions;
- general and administrative expense of about \$29 to \$31 million for the year;
- excluding acquisition and disposition activity, Same Store NOI on a cash and accrual basis are expected to be flat and to grow 1-3%, respectively, during 2022, impacted by slower leasing transactions during the pandemic; and
- leased percentage is expected to grow to approximately 88% during 2022, excluding acquisition and disposition activity.

Actual results could differ materially from these estimates based on a variety of factors as discussed under "Forward-Looking Statements" below.

<i>(in millions, except per share data)</i>	Low	High
Net income	\$74	\$81
Add:		
Depreciation	136	142
Amortization	82	85
Deduct:		
Gain on sale of real estate assets	(48)	(52)
NAREIT FFO and Core FFO applicable to common stock	<u>\$244</u>	<u>\$256</u>
NAREIT FFO and Core FFO per diluted share	<u>\$1.97</u>	<u>\$2.07</u>

Note that individual quarters may fluctuate on both a cash basis and an accrual basis due to the timing of lease commencements and expirations, abatement periods, repairs and maintenance expenses, capital expenditures, capital markets activities, seasonal general and administrative expenses, accrued potential performance-based compensation expenses, and one-time revenue or expense events.

Piedmont Office Realty Trust, Inc.

Key Performance Indicators

Unaudited (in thousands except for per share data)

This section of our supplemental report includes non-GAAP financial measures, including, but not limited to, Earnings Before Interest, Taxes, Depreciation, and Amortization for real estate (EBITDAre), Core Earnings Before Interest, Taxes, Depreciation, and Amortization (Core EBITDA), Funds from Operations (FFO), Core Funds from Operations (Core FFO), and Adjusted Funds from Operations (AFFO). Definitions of these non-GAAP measures are provided on page 36 and reconciliations are provided beginning on page 38.

Selected Operating Data	Three Months Ended				
	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Percent leased ⁽¹⁾	85.5 %	85.9 %	85.9 %	86.0 %	86.8 %
Percent leased - economic ⁽¹⁾⁽²⁾	81.5 %	81.6 %	82.6 %	80.6 %	82.0 %
Total revenues	\$138,164	\$131,071	\$130,218	\$129,257	\$131,529
Net income / (loss) applicable to Piedmont	-\$31,750	\$11,306	\$9,947	\$9,344	\$22,609
Net income / (loss) per share applicable to common stockholders - diluted	-\$0.26	\$0.09	\$0.08	\$0.08	\$0.18
Core EBITDA	\$77,130	\$74,686	\$72,980	\$72,938	\$70,582
Core FFO applicable to common stock	\$63,009	\$62,004	\$60,353	\$60,056	\$57,229
Core FFO per share - diluted	\$0.51	\$0.50	\$0.48	\$0.48	\$0.46
AFFO applicable to common stock	\$39,399	\$41,213	\$41,661	\$37,861	\$36,291
Gross regular dividends ⁽³⁾	\$26,048	\$26,068	\$26,068	\$26,046	\$26,145
Regular dividends per share ⁽³⁾	\$0.21	\$0.21	\$0.21	\$0.21	\$0.21
Same store net operating income - cash basis ⁽⁴⁾	5.8 %	11.6 %	4.8 %	3.9 %	-5.9 %
Same store net operating income - accrual basis ⁽⁴⁾	5.2 %	5.0 %	4.7 %	-1.2 %	-5.0 %
Rental rate roll up / roll down - cash rents ⁽⁵⁾	3.0 %	10.5 %	18.2 %	-2.8 %	-2.2 %
Rental rate roll up / roll down - accrual rents ⁽⁵⁾	6.9 %	16.1 %	27.4 %	7.0 %	5.3 %
Selected Balance Sheet Data					
Total real estate assets, net	\$3,245,311	\$3,085,457	\$3,079,707	\$3,061,259	\$3,056,034
Total assets	\$3,930,665	\$3,760,648	\$3,758,311	\$3,737,874	\$3,739,810
Total liabilities	\$2,143,242	\$1,900,029	\$1,885,803	\$1,850,529	\$1,841,849
Ratios & Information for Debt Holders					
Core EBITDA margin ⁽⁶⁾	55.8 %	57.0 %	56.0 %	56.4 %	53.7 %
Fixed charge coverage ratio ⁽⁷⁾	5.2 x	5.5 x	5.4 x	5.4 x	5.1 x
Average net debt to Core EBITDA - quarterly ⁽⁸⁾	6.0 x	5.5 x	5.7 x	5.6 x	5.8 x
Total gross real estate assets	\$4,206,993	\$4,012,060	\$3,979,955	\$3,926,798	\$3,891,426
Net debt ⁽⁹⁾	\$1,881,140	\$1,663,718	\$1,666,300	\$1,658,995	\$1,623,396

(1) Please refer to page 24 for additional leased percentage information.

(2) Economic leased percentage excludes the square footage associated with executed but not commenced leases for currently vacant spaces and the square footage associated with tenants receiving rental abatements (after proportional adjustments for tenants receiving only partial rental abatements). Due to variations in rental abatement structures, there will be variability to the economic leased percentage over time as abatements commence and expire.

(3) Dividends are reflected in the quarter in which the record date occurred.

(4) Please refer to the two pages starting with page 14 for additional same store net operating income information. The statistic provided for each of the prior quarters is based on the same store property population applicable at the time that the metric was initially reported.

(5) Please refer to page 25 for additional roll up / roll down analysis information.

(6) Core EBITDA margin is calculated as Core EBITDA divided by total revenues.

(7) The fixed charge coverage ratio is calculated as Core EBITDA divided by the sum of interest expense, principal amortization, capitalized interest and preferred dividends. The Company had no preferred dividends during any of the periods presented; the Company had capitalized interest of \$994,675 for the quarter ended December 31, 2021, \$1,009,904 for the quarter ended September 30, 2021, \$875,804 for the quarter ended June 30, 2021, \$812,649 for the quarter ended March 31, 2021, and \$368,965 for the quarter ended December 31, 2020; the Company had no principal amortization for the quarters ended December 31, 2021 and September 30, 2021, as its last remaining amortizing loan was repaid during the second quarter of 2021; the Company had principal amortization of \$187,087 for the quarter ended June 30, 2021, \$185,368 for the quarter ended March 31, 2021, and \$365,644 for the quarter ended December 31, 2020.

(8) For the purposes of this calculation, we annualize the period's Core EBITDA and use the average daily balance of debt outstanding during the period, less cash and cash equivalents and escrow deposits and restricted cash as of the end of the period.

(9) Net debt is calculated as the total principal amount of debt outstanding minus cash and cash equivalents and escrow deposits and restricted cash as of the end of the period.

Piedmont Office Realty Trust, Inc.
Consolidated Balance Sheets
Unaudited (in thousands)

	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021	December 31, 2020
Assets:					
Real estate, at cost:					
Land assets	\$ 529,941	\$ 476,717	\$ 476,717	\$ 476,717	\$ 476,716
Buildings and improvements	3,374,903	3,259,369	3,203,286	3,170,152	3,123,042
Buildings and improvements, accumulated depreciation	(861,206)	(829,832)	(804,400)	(776,577)	(751,521)
Intangible lease asset	178,157	148,945	155,002	155,634	158,444
Intangible lease asset, accumulated amortization	(83,777)	(80,072)	(79,149)	(72,475)	(67,850)
Construction in progress	43,406	48,226	67,033	47,498	56,749
Real estate assets held for sale, gross	80,586	78,803	77,917	76,797	76,475
Real estate assets held for sale, accumulated depreciation & amortization	(16,699)	(16,699)	(16,699)	(16,487)	(16,021)
Total real estate assets	3,245,311	3,085,457	3,079,707	3,061,259	3,056,034
Cash and cash equivalents	7,419	8,189	8,122	10,689	7,331
Tenant receivables, net of allowance for doubtful accounts	2,995	8,678	6,530	4,545	8,448
Straight line rent receivable	162,632	159,871	156,912	153,727	148,797
Notes receivable	118,500	118,500	118,500	118,500	118,500
Escrow deposits and restricted cash	1,441	6,093	1,578	1,741	1,883
Prepaid expenses and other assets	20,485	24,915	29,469	22,647	23,277
Goodwill	98,918	98,918	98,918	98,918	98,918
Deferred lease costs, gross	469,671	437,020	441,488	439,342	444,211
Deferred lease costs, accumulated amortization	(205,100)	(195,255)	(191,045)	(181,499)	(171,817)
Other assets held for sale, gross	9,389	9,258	9,128	8,941	5,030
Other assets held for sale, accumulated amortization	(996)	(996)	(996)	(936)	(802)
Total assets	\$ 3,930,665	\$ 3,760,648	\$ 3,758,311	\$ 3,737,874	\$ 3,739,810
Liabilities:					
Unsecured debt, net of discount	\$ 1,877,790	\$ 1,665,101	\$ 1,666,570	\$ 1,633,819	\$ 1,594,068
Secured debt	—	—	—	27,628	27,936
Accounts payable, accrued expenses, and accrued capital expenditures	140,501	127,675	111,562	92,183	137,680
Deferred income	80,686	73,614	70,594	56,638	36,891
Intangible lease liabilities, less accumulated amortization	39,341	26,924	29,761	32,607	35,440
Interest rate swaps	4,924	6,715	7,316	7,654	9,834
Total liabilities	\$ 2,143,242	\$ 1,900,029	\$ 1,885,803	\$ 1,850,529	\$ 1,841,849
Stockholders' equity:					
Common stock	1,231	1,241	1,241	1,240	1,238
Additional paid in capital	3,701,798	3,700,208	3,698,656	3,697,801	3,693,996
Cumulative distributions in excess of earnings	(1,899,081)	(1,822,441)	(1,807,679)	(1,791,558)	(1,774,856)
Other comprehensive loss	(18,154)	(20,036)	(21,368)	(21,813)	(24,100)
Piedmont stockholders' equity	1,785,794	1,858,972	1,870,850	1,885,670	1,896,278
Non-controlling interest	1,629	1,647	1,658	1,675	1,683
Total stockholders' equity	1,787,423	1,860,619	1,872,508	1,887,345	1,897,961
Total liabilities, redeemable common stock and stockholders' equity	\$ 3,930,665	\$ 3,760,648	\$ 3,758,311	\$ 3,737,874	\$ 3,739,810
<i>Common stock outstanding at end of period</i>	<i>123,077</i>	<i>124,136</i>	<i>124,132</i>	<i>124,029</i>	<i>123,839</i>

Piedmont Office Realty Trust, Inc.
Consolidated Statements of Income
Unaudited (in thousands except for per share data)

	Three Months Ended				
	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Revenues:					
Rental income ⁽¹⁾	\$ 111,203	\$ 105,592	\$ 105,209	\$ 105,170	\$ 104,560
Tenant reimbursements ⁽¹⁾	23,110	21,835	21,758	20,742	23,712
Property management fee revenue	576	626	536	758	721
Other property related income	3,275	3,018	2,715	2,587	2,536
	138,164	131,071	130,218	129,257	131,529
Expenses:					
Property operating costs	56,083	51,767	51,658	51,424	55,302
Depreciation	31,952	30,562	29,998	28,103	27,236
Amortization	22,014	20,373	20,693	22,912	22,324
Impairment loss on real estate assets	41,000	—	—	—	—
General and administrative	7,835	6,955	8,211	7,251	7,415
	158,884	109,657	110,560	109,690	112,277
Other income / (expense):					
Interest expense	(13,917)	(12,450)	(12,345)	(12,580)	(13,048)
Other income / (expense)	2,882	2,337	2,631	2,356	1,770
Gain / (loss) on sale of real estate ⁽²⁾	—	—	—	—	14,634
Net income / (loss)	(31,755)	11,301	9,944	9,343	22,608
Less: Net (income) / loss applicable to noncontrolling interest	5	5	3	1	1
Net income / (loss) applicable to Piedmont	\$ (31,750)	\$ 11,306	\$ 9,947	\$ 9,344	\$ 22,609
<i>Weighted average common shares outstanding - diluted</i>	<i>123,742</i>	<i>124,627</i>	<i>124,704</i>	<i>124,450</i>	<i>125,544</i>
Net income / (loss) per share applicable to common stockholders - diluted	\$ (0.26)	\$ 0.09	\$ 0.08	\$ 0.08	\$ 0.18
<i>Common stock outstanding at end of period</i>	<i>123,077</i>	<i>124,136</i>	<i>124,132</i>	<i>124,029</i>	<i>123,839</i>

(1) The presentation method used for this line is not in conformance with GAAP. To be in conformance with the current GAAP standard, the Company would need to combine amounts presented on the rental income line with amounts presented on the tenant reimbursements line and present that aggregated figure on one line entitled "rental and tenant reimbursement revenue." The amounts presented on this line were determined based upon the Company's interpretation of the rental charges and billing method provisions in each of the Company's lease documents.

(2) The gain on sale of real estate reflected in the fourth quarter of 2020 was primarily related to the net sale of a three property portfolio in northern New Jersey.

Piedmont Office Realty Trust, Inc.
Consolidated Statements of Income
Unaudited (in thousands except for per share data)

	Three Months Ended				Twelve Months Ended			
	12/31/2021	12/31/2020	Change (\$)	Change (%)	12/31/2021	12/31/2020	Change (\$)	Change (%)
Revenues:								
Rental income ⁽¹⁾	\$ 111,203	\$ 104,560	\$ 6,643	6.4 %	\$ 427,174	\$ 433,841	\$ (6,667)	(1.5)%
Tenant reimbursements ⁽¹⁾	23,110	23,712	(602)	(2.5)%	87,445	86,112	1,333	1.5 %
Property management fee revenue	576	721	(145)	(20.1)%	2,496	2,867	(371)	(12.9)%
Other property related income	3,275	2,536	739	29.1 %	11,595	12,204	(609)	(5.0)%
	<u>138,164</u>	<u>131,529</u>	<u>6,635</u>	<u>5.0 %</u>	<u>528,710</u>	<u>535,024</u>	<u>(6,314)</u>	<u>(1.2)%</u>
Expenses:								
Property operating costs	56,083	55,302	(781)	(1.4)%	210,932	214,933	4,001	1.9 %
Depreciation	31,952	27,236	(4,716)	(17.3)%	120,615	110,575	(10,040)	(9.1)%
Amortization	22,014	22,324	310	1.4 %	85,992	93,294	7,302	7.8 %
Impairment loss on real estate assets	41,000	—	(41,000)	(100.0)%	41,000	—	(41,000)	(100.0)%
General and administrative	7,835	7,415	(420)	(5.7)%	30,252	27,464	(2,788)	(10.2)%
	<u>158,884</u>	<u>112,277</u>	<u>(46,607)</u>	<u>(41.5)%</u>	<u>488,791</u>	<u>446,266</u>	<u>(42,525)</u>	<u>(9.5)%</u>
Other income / (expense):								
Interest expense	(13,917)	(13,048)	(869)	(6.7)%	(51,292)	(54,990)	3,698	6.7 %
Other income / (expense)	2,882	1,770	1,112	62.8 %	10,206	2,587	7,619	294.5 %
Gain / (loss) on extinguishment of debt	—	—	—	—	—	(9,336)	9,336	100.0 %
Gain / (loss) on sale of real estate ⁽²⁾	—	14,634	(14,634)	(100.0)%	—	205,666	(205,666)	(100.0)%
Net income / (loss)	(31,755)	22,608	(54,363)	(240.5)%	(1,167)	232,685	(233,852)	(100.5)%
Less: Net (income) / loss applicable to noncontrolling interest	5	1	4	400.0 %	14	3	11	366.7 %
Net income / (loss) applicable to Piedmont	\$ (31,750)	\$ 22,609	\$ (54,359)	(240.4)%	\$ (1,153)	\$ 232,688	\$ (233,841)	(100.5)%
<i>Weighted average common shares outstanding - diluted</i>	<i>123,742</i>	<i>125,544</i>			<i>123,978</i>	<i>126,104</i>		
Net income / (loss) per share applicable to common stockholders - diluted	\$ (0.26)	\$ 0.18			\$ (0.01)	\$ 1.85		
<i>Common stock outstanding at end of period</i>	<i>123,077</i>	<i>123,839</i>			<i>123,077</i>	<i>123,839</i>		
Reconciliation of Net income / (loss) applicable to Piedmont to Income before gains, losses, and impairments:								
Net income / (loss) applicable to Piedmont	\$ (31,750)	\$ 22,609			\$ (1,153)	\$ 232,688		
Plus:								
Impairment loss on real estate assets	41,000	—			41,000	—		
Loss on extinguishment of debt	—	—			—	9,336		
Less:								
Gain on sale of real estate	—	14,634			—	205,666		
Income before gains, losses, and impairments:	\$ 9,250	\$ 7,975			\$ 39,847	\$ 36,358		
<i>Change period over period</i>	<i>16 %</i>				<i>10 %</i>			
<i>Weighted average common shares outstanding - diluted ⁽³⁾</i>	<i>124,412</i>	<i>125,544</i>			<i>124,455</i>	<i>126,104</i>		
Income per share before gains, losses, and impairments - diluted	\$ 0.07	\$ 0.06			\$ 0.32	\$ 0.29		

(1) The presentation method used for this line is not in conformance with GAAP. To be in conformance with the current GAAP standard, the Company would need to combine amounts presented on the rental income line with amounts presented on the tenant reimbursements line and present that aggregated figure on one line entitled "rental and tenant reimbursement revenue." The amounts presented on this line were determined based upon the Company's interpretation of the rental charges and billing method provisions in each of the Company's lease documents.

(2) The gain on sale of real estate for the three months ended December 31, 2020 was primarily related to the net sale of a three property portfolio in northern New Jersey. The gain on sale of real estate for the twelve months ended December 31, 2020 was primarily related to the sale of 1901 Market Street in Philadelphia, PA.

(3) Includes potential dilution under the treasury stock method that would occur if our remaining unvested and potential stock awards vested and resulted in additional common shares outstanding. Such dilution is not included when calculating Net loss per diluted share applicable to Piedmont for the quarter and year ended December 31, 2021 as it would reduce the loss per share presented.

Piedmont Office Realty Trust, Inc.

Funds From Operations, Core Funds From Operations and Adjusted Funds From Operations

Unaudited (in thousands except for per share data)

	Three Months Ended		Twelve Months Ended	
	12/31/2021	12/31/2020	12/31/2021	12/31/2020
GAAP net income / (loss) applicable to common stock	\$ (31,750)	\$ 22,609	\$ (1,153)	\$ 232,688
Depreciation ⁽¹⁾⁽²⁾	31,756	26,942	119,629	109,326
Amortization ⁽¹⁾	22,003	22,312	85,946	93,242
Impairment loss	41,000	—	41,000	—
Loss / (gain) on sale of properties	—	(14,634)	—	(205,666)
NAREIT funds from operations and core funds from operations applicable to common stock	63,009	57,229	245,422	229,590
Adjustments:				
Loss / (gain) on extinguishment of debt	—	—	—	9,336
Core funds from operations applicable to common stock	63,009	57,229	245,422	238,926
Adjustments:				
Amortization of debt issuance costs, fair market adjustments on notes payable, and discount on senior notes	781	653	2,857	2,833
Depreciation of non real estate assets	187	286	949	1,216
Straight-line effects of lease revenue ⁽¹⁾	(1,939)	(2,223)	(10,566)	(22,601)
Stock-based compensation adjustments	2,772	2,733	7,924	7,014
Amortization of lease-related intangibles ⁽¹⁾	(3,098)	(2,767)	(11,290)	(12,284)
Non-incremental capital expenditures ⁽³⁾	(22,313)	(19,620)	(75,162)	(77,682)
Adjusted funds from operations applicable to common stock	\$ 39,399	\$ 36,291	\$ 160,134	\$ 137,422
Weighted average common shares outstanding - diluted	124,412	125,544	124,455	126,104
Funds from operations per share (diluted)	\$ 0.51	\$ 0.46	\$ 1.97	\$ 1.82
Core funds from operations per share (diluted)	\$ 0.51	\$ 0.46	\$ 1.97	\$ 1.89
<i>Change period over period</i>	11 %		4 %	
<i>Common stock outstanding at end of period</i>	123,077	123,839	123,077	123,839

(1) Includes our proportionate share of amounts attributable to consolidated properties.

(2) Excludes depreciation of non real estate assets.

(3) Non-incremental capital expenditures are defined on page [36](#).

Piedmont Office Realty Trust, Inc.
Same Store Net Operating Income (Cash Basis)
Unaudited (in thousands)

	Three Months Ended				Twelve Months Ended			
	12/31/2021		12/31/2020		12/31/2021		12/31/2020	
Net income / (loss) applicable to Piedmont	\$	(31,750)	\$	22,609	\$	(1,153)	\$	232,688
Net income / (loss) applicable to noncontrolling interest		(5)		(1)		(14)		(3)
Interest expense		13,917		13,048		51,292		54,990
Depreciation ⁽¹⁾		31,943		27,228		120,578		110,542
Amortization ⁽¹⁾		22,003		22,312		85,946		93,242
Depreciation and amortization attributable to noncontrolling interests		22		20		84		85
Impairment loss		41,000		—		41,000		—
(Gain) / loss on sale of properties		—		(14,634)		—		(205,666)
EBITDAre		77,130		70,582		297,733		285,878
(Gain) / loss on extinguishment of debt		—		—		—		9,336
Core EBITDA ⁽²⁾		77,130		70,582		297,733		295,214
General & administrative expenses		7,835		7,415		30,252		27,464
Non-cash general reserve for uncollectible accounts ⁽³⁾		(965)		(278)		(553)		4,553
Management fee revenue ⁽⁴⁾		(323)		(397)		(1,269)		(1,495)
Other (income) / expense ⁽¹⁾⁽⁵⁾		(2,667)		(1,554)		(9,089)		(1,724)
Straight-line effects of lease revenue ⁽¹⁾		(1,939)		(2,223)		(10,566)		(22,601)
Straight-line effects of lease revenue attributable to noncontrolling interests		1		(4)		3		(16)
Amortization of lease-related intangibles ⁽¹⁾		(3,098)		(2,767)		(11,290)		(12,284)
Property net operating income (cash basis)		75,974		70,774		295,221		289,111
Deduct net operating (income) / loss from:								
Acquisitions ⁽⁶⁾		(10,232)		(7,795)		(34,446)		(23,115)
Dispositions ⁽⁷⁾		(1)		(824)		(204)		(21,049)
Other investments ⁽⁸⁾		203		162		783		550
Same store net operating income (cash basis)	\$	65,944	\$	62,317	\$	261,354	\$	245,497
<i>Change period over period</i>		<i>5.8 %</i>		<i>N/A</i>		<i>6.5 %</i>		<i>N/A</i>

(1) Includes our proportionate share of amounts attributable to consolidated properties.

(2) The Company has historically recognized approximately \$2 to \$3 million of termination income on an annual basis. Given the size of its asset base and the number of tenants with which it conducts business, Piedmont considers termination income of that magnitude to be a normal part of its operations and a recurring part of its revenue stream; however, the recognition of termination income is typically variable between quarters and throughout any given year and is dependent upon when during the year the Company receives termination notices from tenants. During the three months ended December 31, 2021, Piedmont recognized \$0.2 million of termination income, as compared with \$0.8 million during the same quarterly period in 2020. During the twelve months ended December 31, 2021, Piedmont recognized \$3.0 million in termination income, as compared with \$2.3 million during the same period in 2020.

(3) As a result of COVID-19 and as a precautionary measure, during the second quarter of 2020, the Company established a general reserve for potential future losses on customer accounts. The general reserve is non-cash in nature and, therefore, any changes in the reserve are removed from the calculation of cash basis same store net operating income. No such reserves were made in any periods prior to the second quarter of 2020.

(4) Presented net of related operating expenses incurred to earn the revenue; therefore, the information presented on this line will not tie to the data presented on the income statements.

(5) Figures presented on this line may not tie back to the relevant sources as some activity is attributable to property operations and is, therefore, presented in property net operating income.

(6) Acquisitions include One Galleria Tower, Two Galleria Tower and Three Galleria Tower in Dallas, TX, purchased on February 12, 2020, and 999 Peachtree Street in Atlanta, GA, purchased on October 22, 2021.

(7) Dispositions include 1901 Market Street in Philadelphia, PA, sold on June 25, 2020, and the New Jersey property portfolio sold on October 28, 2020 (consisting of the Company's final remaining assets in the state, 200 and 400 Bridgewater Crossing in Bridgewater, NJ, and 600 Corporate Drive in Lebanon, NJ).

(8) Other investments include active out-of-service redevelopment and development projects, land, and recently completed redevelopment and development projects. Additional information on our land holdings can be found on page 35. The operating results from 222 South Orange Avenue in Orlando, FL, are included in this line item.

Piedmont Office Realty Trust, Inc.
Same Store Net Operating Income (Accrual Basis)
Unaudited (in thousands)

	Three Months Ended		Twelve Months Ended	
	12/31/2021	12/31/2020	12/31/2021	12/31/2020
Net income / (loss) applicable to Piedmont	\$ (31,750)	\$ 22,609	\$ (1,153)	\$ 232,688
Net income / (loss) applicable to noncontrolling interest	(5)	(1)	(14)	(3)
Interest expense	13,917	13,048	51,292	54,990
Depreciation ⁽¹⁾	31,943	27,228	120,578	110,542
Amortization ⁽¹⁾	22,003	22,312	85,946	93,242
Depreciation and amortization attributable to noncontrolling interests	22	20	84	85
Impairment loss	41,000	—	41,000	—
(Gain) / loss on sale of properties	—	(14,634)	—	(205,666)
EBITDAre	77,130	70,582	297,733	285,878
(Gain) / loss on extinguishment of debt	—	—	—	9,336
Core EBITDA ⁽²⁾	77,130	70,582	297,733	295,214
General & administrative expenses	7,835	7,415	30,252	27,464
Management fee revenue ⁽³⁾	(323)	(397)	(1,269)	(1,495)
Other (income) / expense ^{(1) (4)}	(2,667)	(1,554)	(9,089)	(1,724)
Property net operating income (accrual basis)	81,975	76,046	317,627	319,459
Deduct net operating (income) / loss from:				
Acquisitions ⁽⁵⁾	(12,476)	(9,151)	(41,720)	(30,397)
Dispositions ⁽⁶⁾	(1)	(784)	(205)	(22,113)
Other investments ⁽⁷⁾	261	218	1,009	769
Same store net operating income (accrual basis)	\$ 69,759	\$ 66,329	\$ 276,711	\$ 267,718
<i>Change period over period</i>	<i>5.2 %</i>	<i>N/A</i>	<i>3.4 %</i>	<i>N/A</i>

(1) Includes our proportionate share of amounts attributable to consolidated properties.

(2) The Company has historically recognized approximately \$2 to \$3 million of termination income on an annual basis. Given the size of its asset base and the number of tenants with which it conducts business, Piedmont considers termination income of that magnitude to be a normal part of its operations and a recurring part of its revenue stream; however, the recognition of termination income is typically variable between quarters and throughout any given year and is dependent upon when during the year the Company receives termination notices from tenants. During the three months ended December 31, 2021, Piedmont recognized \$0.2 million of termination income, as compared with \$0.8 million during the same quarterly period in 2020. During the twelve months ended December 31, 2021, Piedmont recognized \$3.0 million in termination income, as compared with \$2.3 million during the same period in 2020.

(3) Presented net of related operating expenses incurred to earn the revenue; therefore, the information presented on this line will not tie to the data presented on the income statements.

(4) Figures presented on this line may not tie back to the relevant sources as some activity is attributable to property operations and is, therefore, presented in property net operating income.

(5) Acquisitions include One Galleria Tower, Two Galleria Tower and Three Galleria Tower in Dallas, TX, purchased on February 12, 2020, and 999 Peachtree Street in Atlanta, GA, purchased on October 22, 2021.

(6) Dispositions include 1901 Market Street in Philadelphia, PA, sold on June 25, 2020, and the New Jersey property portfolio sold on October 28, 2020 (consisting of the Company's final remaining assets in the state, 200 and 400 Bridgewater Crossing in Bridgewater, NJ, and 600 Corporate Drive in Lebanon, NJ).

(7) Other investments include active out-of-service redevelopment and development projects, land, and recently completed redevelopment and development projects. Additional information on our land holdings can be found on page 35. The operating results from 222 South Orange Avenue in Orlando, FL, are included in this line item.

Piedmont Office Realty Trust, Inc.
Same Store Net Operating Income (Financial Components)
Unaudited (in thousands)

	Three Months Ended				Twelve Months Ended			
	12/31/2021	12/31/2020	Change (\$)	Change (%)	12/31/2021	12/31/2020	Change (\$)	Change (%)
Revenue								
Cash rental income ⁽¹⁾	\$ 93,976	\$ 89,684	\$ 4,292	4.8 %	\$ 366,608	\$ 345,895	\$ 20,713	6.0 %
Tenant reimbursements ⁽²⁾	19,079	19,957	(878)	(4.4)%	73,070	73,598	(528)	(0.7)%
Straight line effects of lease revenue ⁽³⁾	1,441	2,285	(844)	(36.9)%	9,006	20,334	(11,328)	(55.7)%
Amortization of lease-related intangibles	1,409	1,449	(40)	(2.8)%	5,798	6,440	(642)	(10.0)%
Total rents	115,905	113,375	2,530	2.2 %	454,482	446,267	8,215	1.8 %
Other property related income ⁽⁴⁾	2,769	2,439	330	13.5 %	10,657	12,064	(1,407)	(11.7)%
Total revenue	118,674	115,814	2,860	2.5 %	465,139	458,331	6,808	1.5 %
Property operating expense ⁽⁵⁾	49,131	49,700	569	1.1 %	189,290	191,476	2,186	1.1 %
Property other income / (expense)	216	215	1.0	0.5 %	862	863	(1.0)	(0.1)%
Same store net operating income (accrual)	\$ 69,759	\$ 66,329	\$ 3,430	5.2 %	\$ 276,711	\$ 267,718	\$ 8,993	3.4 %
Less:								
Straight line effects of lease revenue	(1,441)	(2,285)	844	36.9 %	(9,006)	(20,334)	11,328	55.7 %
Amortization of lease-related intangibles	(1,409)	(1,449)	40	2.8 %	(5,798)	(6,440)	642	10.0 %
Non-cash general reserve for uncollectible accounts	(965)	(278)	(687)	(247.1)%	(553)	4,553	(5,106)	(112.1)%
Same store net operating income (cash)	\$ 65,944	\$ 62,317	\$ 3,627	5.8 %	\$ 261,354	\$ 245,497	\$ 15,857	6.5 %

- (1) The increase in cash rental income for the three months and the twelve months ended December 31, 2021 as compared to the same periods in 2020 was primarily due to the burn off of significant rental abatements at several properties in the portfolio, including Enclave Place in Houston, TX, rental rate roll ups on new leases and regular annual rental rate increases on existing leases.
- (2) The decrease in tenant reimbursements for the three months and the twelve months ended December 31, 2021 as compared to the same periods in 2020 was principally related to decreased property tax expense at several properties in the portfolio, including 60 Broad Street in New York, NY. Partially offsetting the decrease in tenant reimbursements was the favorable effect of the expiration of an operating expense recovery abatement at Enclave Place in Houston, TX.
- (3) The decrease in straight line effects of lease revenue for the three months and the twelve months ended December 31, 2021 as compared to the same periods in 2020 was primarily due to the expiration of the rental abatement periods of several large new and renewal leases in the portfolio.
- (4) The increase in other property related income for the three months ended December 31, 2021 as compared to the same period in 2020 was primarily related to increased transient parking demand across the portfolio as a result of increased business activity during the fourth quarter of 2021. The decrease in other property related income for the twelve months ended December 31, 2021 as compared to the same period in 2020 was primarily the result of pandemic-related decreased transient parking activity across the portfolio principally driven by parking activity differences from the first quarter which compared a pre-pandemic period in 2020 to a pandemic period in 2021.
- (5) The decrease in property operating expense for the three months and the twelve months ended December 31, 2021 as compared to the same periods in 2020 was largely associated with lower property tax expense at several properties in the portfolio, including 60 Broad Street in New York, NY.

Piedmont Office Realty Trust, Inc.
Capitalization Analysis
Unaudited (in thousands except for per share data)

	As of December 31, 2021	As of December 31, 2020
Market Capitalization		
Common stock price	\$18.38	\$16.23
Total shares outstanding	123,077	123,839
Equity market capitalization ⁽¹⁾	\$2,262,150	\$2,009,914
Total debt - principal amount outstanding (excludes premiums, discounts, and deferred financing costs)	\$1,890,000	\$1,632,610
Total market capitalization ⁽¹⁾	\$4,152,150	\$3,642,524
Total debt / Total market capitalization ⁽¹⁾	45.5 %	44.8 %
Ratios & Information for Debt Holders		
Total gross assets ⁽²⁾	\$5,098,443	\$4,747,821
Total debt / Total gross assets ⁽²⁾	37.1 %	34.4 %
Average net debt to Core EBITDA - quarterly ⁽³⁾	6.0 x	5.8 x
Average net debt to Core EBITDA - trailing twelve months ⁽⁴⁾	5.7 x	5.8 x

(1) Reflects common stock closing price, shares outstanding, and outstanding debt as of the end of the reporting period, as appropriate.

(2) Total gross assets is defined as total assets with the add-back of accumulated depreciation and accumulated amortization related to real estate assets and accumulated amortization related to deferred lease costs.

(3) For the purposes of this calculation, we annualize the Core EBITDA for the quarter and use the average daily balance of debt outstanding during the quarter, less cash and cash equivalents and escrow deposits and restricted cash as of the end of the quarter.

(4) For the purposes of this calculation, we use the sum of Core EBITDA for the trailing four quarters and the average daily balance of debt outstanding for the trailing four quarters, less the average of cash and cash equivalents and escrow deposits and restricted cash as of the end of each quarter in the trailing four quarter period.

Piedmont Office Realty Trust, Inc.

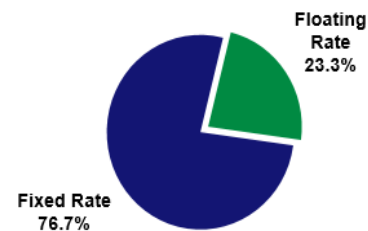
Debt Summary

As of December 31, 2021

Unaudited (\$ in thousands)

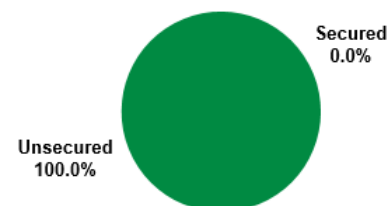
Floating Rate & Fixed Rate Debt

Debt ⁽¹⁾	Principal Amount Outstanding	Weighted Average Stated Interest Rate ⁽²⁾	Weighted Average Maturity
Floating Rate	\$440,000 ⁽³⁾	1.02%	27.1 months
Fixed Rate	1,450,000	3.51%	61.0 months
Total	\$1,890,000	2.93%	53.1 months



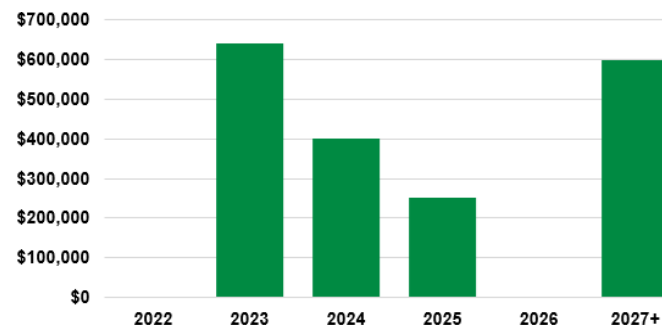
Unsecured & Secured Debt

Debt ⁽¹⁾	Principal Amount Outstanding	Weighted Average Stated Interest Rate ⁽²⁾	Weighted Average Maturity
Unsecured	\$1,890,000	2.93%	53.1 months
Secured	—	—%	N/A
Total	\$1,890,000	2.93%	53.1 months



Debt Maturities ⁽⁴⁾

Maturity Year	Unsecured Debt - Principal Amount Outstanding ⁽¹⁾	Weighted Average Stated Interest Rate ⁽²⁾	Percentage of Total
2022	—	N/A	—%
2023	640,000	2.32%	33.9%
2024	400,000	4.45%	21.2%
2025	250,000	2.05%	13.2%
2026	—	N/A	—%
2027 +	600,000	2.95%	31.7%
Total	\$1,890,000	2.93%	100.0%



(1) All of Piedmont's outstanding debt as of December 31, 2021, was unsecured, interest-only debt.

(2) Weighted average stated interest rate is calculated based upon the principal amounts outstanding.

(3) The amount of floating rate debt is comprised of the \$290 million outstanding balance as of December 31, 2021 on the \$500 million unsecured revolving credit facility and \$150 million in principal amount of the \$250 million unsecured term loan that closed in 2018 that remained unhedged as of December 31, 2021. The \$250 million unsecured term loan that closed in 2018 has a stated variable rate. However, Piedmont entered into \$100 million in notional amount of seven-year interest rate swap agreements resulting in an effectively fixed interest rate for \$100 million in principal amount of the term loan (at 3.56% as of December 31, 2021; this rate can change only with a credit rating change for the Company) through the loan's maturity date of March 31, 2025. Additional details regarding the floating rate debt can be found on the following page.

(4) For loans which provide extension options that are conditional solely upon the Company providing proper notice to the loan's administrative agent and the payment of an extension fee, the final extended maturity date is reflected herein.

Piedmont Office Realty Trust, Inc.

Debt Detail

Unaudited (\$ in thousands)

Facility ⁽¹⁾	Stated Rate	Maturity	Principal Amount Outstanding as of December 31, 2021
\$350.0 Million Unsecured 2013 Senior Notes	3.40 % ⁽²⁾	6/1/2023	\$ 350,000
\$500.0 Million Unsecured Line of Credit ⁽³⁾	1.01 % ⁽⁴⁾	9/29/2023	290,000
\$400.0 Million Unsecured 2014 Senior Notes	4.45 % ⁽⁵⁾	3/15/2024	400,000
\$250.0 Million Unsecured 2018 Term Loan	2.05 % ⁽⁶⁾	3/31/2025	250,000
\$300.0 Million Unsecured 2020 Senior Notes	3.15 % ⁽⁷⁾	8/15/2030	300,000
\$300.0 Million Unsecured 2021 Senior Notes	2.75 % ⁽⁸⁾	4/1/2032	300,000
Total Debt - Principal Amount Outstanding / Weighted Average Stated Rate ⁽⁹⁾	2.93 %		\$ 1,890,000
GAAP Accounting Adjustments ⁽¹⁰⁾			(12,210)
Total Debt - GAAP Amount Outstanding			\$ 1,877,790

(1) All of Piedmont's outstanding debt as of December 31, 2021, was unsecured, interest-only debt.

(2) The \$350 million unsecured senior notes were offered for sale at 99.601% of the principal amount. The resulting effective cost of the financing is approximately 3.45% before the consideration of transaction costs and proceeds from interest rate hedges. After the application of proceeds from interest rate hedges, the effective cost of the financing is approximately 3.43%.

(3) All of Piedmont's outstanding debt as of December 31, 2021, was term debt with the exception of \$290 million outstanding on our unsecured revolving credit facility. The \$500 million unsecured revolving credit facility has an initial maturity date of September 30, 2022; however, there are two, six-month extension options available under the facility providing for a total extension of up to one year to September 29, 2023. The final extended maturity date is presented on this schedule.

(4) The interest rate presented for the \$500 million unsecured revolving credit facility is the weighted average interest rate for all outstanding draws as of December 31, 2021. Piedmont may select from multiple interest rate options with each draw under the facility, including the prime rate and various length LIBOR locks. The all-in interest rate associated with each LIBOR interest period selection is comprised of the relevant base LIBOR interest rate plus a credit spread (0.90% as of December 31, 2021) based on Piedmont's then current credit rating.

(5) The \$400 million unsecured senior notes were offered for sale at 99.791% of the principal amount. The resulting effective cost of the financing is approximately 4.48% before the consideration of transaction costs and proceeds from interest rate hedges. After the application of proceeds from interest rate hedges, the effective cost of the financing is approximately 4.10%.

(6) The \$250 million unsecured term loan that closed in 2018 has a stated variable interest rate; however, Piedmont entered into \$100 million in notional amount of seven-year interest rate swap agreements that effectively fixed the interest rate on \$100 million of the term loan (at 3.56% as of December 31, 2021; this rate can change only with a credit rating change for the Company) through the loan's maturity date of March 31, 2025. For the portion of the loan that continues to have a variable interest rate, Piedmont may select from multiple interest rate options, including the prime rate and various length LIBOR locks. The all-in interest rate associated with each LIBOR interest period selection is comprised of the relevant base LIBOR interest rate plus a credit spread (0.95% as of December 31, 2021) based on Piedmont's then current credit rating.

(7) The \$300 million unsecured senior notes were offered for sale at 99.236% of the principal amount. The resulting effective cost of the financing is approximately 3.24% before the consideration of transaction costs and the impact of interest rate hedges. After incorporating the results of the related interest rate hedging activity, the effective cost of the financing is approximately 3.90%.

(8) The \$300 million unsecured senior notes were offered for sale at 99.510% of the principal amount. The resulting effective cost of the financing is approximately 2.80% before the consideration of transaction costs and the impact of interest rate hedges. After incorporating the results of the related interest rate hedging activity, the effective cost of the financing is approximately 2.78%.

(9) Weighted average is based on the principal amounts outstanding and interest rates at December 31, 2021.

(10) The GAAP accounting adjustments relate to original issue discounts, third-party fees, and lender fees resulting from the procurement processes for our various debt facilities. The original issue discounts and fees are amortized to interest expense over the contractual term of the related debt.

Piedmont Office Realty Trust, Inc.
Debt Covenant & Ratio Analysis (for Debt Holders)
As of December 31, 2021
Unaudited

Bank Debt Covenant Compliance ⁽¹⁾	Required	Three Months Ended				
		12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Maximum leverage ratio	0.60	0.38	0.35	0.35	0.36	0.35
Minimum fixed charge coverage ratio ⁽²⁾	1.50	5.32	5.28	5.15	4.96	4.71
Maximum secured indebtedness ratio	0.40	—	—	—	0.01	0.01
Minimum unencumbered leverage ratio	1.60	2.49	2.74	2.74	2.72	2.77
Minimum unencumbered interest coverage ratio ⁽³⁾	1.75	5.36	5.49	5.48	5.44	5.26

Bond Covenant Compliance ⁽⁴⁾	Required	Three Months Ended				
		12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Total debt to total assets	60% or less	43.5%	40.4%	40.8%	41.1%	40.6%
Secured debt to total assets	40% or less	—%	—%	—%	0.7%	0.7%
Ratio of consolidated EBITDA to interest expense	1.50 or greater	6.13	6.11	6.06	5.93	5.66
Unencumbered assets to unsecured debt	150% or greater	230%	248%	245%	243%	247%

Other Debt Coverage Ratios for Debt Holders	Three Months Ended	Twelve Months Ended	Twelve Months Ended
	December 31, 2021	December 31, 2021	December 31, 2020
Average net debt to core EBITDA ⁽⁵⁾	6.0 x	5.7 x	5.8 x
Fixed charge coverage ratio ⁽⁶⁾	5.2 x	5.4 x	5.2 x
Interest coverage ratio ⁽⁷⁾	5.2 x	5.4 x	5.3 x

(1) Bank debt covenant compliance calculations relate to specific calculations detailed in the relevant credit agreements.

(2) Defined as EBITDA for the trailing four quarters (including the Company's share of EBITDA from unconsolidated interests), excluding one-time or non-recurring gains or losses, less a \$0.15 per square foot capital reserve, and excluding the impact of straight line rent leveling adjustments and amortization of intangibles divided by the Company's share of fixed charges, as more particularly described in the credit agreements. This definition of fixed charge coverage ratio as prescribed by our credit agreements is different from the fixed charge coverage ratio definition employed elsewhere within this report.

(3) Defined as net operating income for the trailing four quarters for unencumbered assets (including the Company's share of net operating income from partially-owned entities and subsidiaries that are deemed to be unencumbered) less a \$0.15 per square foot capital reserve divided by the Company's share of interest expense associated with unsecured financings only, as more particularly described in the credit agreements.

(4) Bond covenant compliance calculations relate to specific calculations prescribed in the relevant debt agreements. Please refer to the Indenture dated May 9, 2013, the Indenture and the First Supplemental Indenture dated March 6, 2014, the Second Supplemental Indenture dated August 12, 2020, and the Third Supplemental Indenture dated September 20, 2021 for detailed information about the calculations.

(5) For the purposes of this calculation, we use the average daily balance of debt outstanding during the identified period, less cash and cash equivalents and escrow deposits and restricted cash as of the end of the period.

(6) Fixed charge coverage ratio is calculated as Core EBITDA divided by the sum of interest expense, principal amortization, capitalized interest and preferred dividends. The Company had no preferred dividends during the periods ended December 31, 2021 and December 31, 2020. The Company had capitalized interest of \$994,675 for the three months ended December 31, 2021, \$3,693,032 for the twelve months ended December 31, 2021 and \$965,142 for the twelve months ended December 31, 2020. The Company had no principal amortization for the three months ended December 31, 2021, as it repaid its last remaining amortizing loan during the second quarter of 2021; the Company had principal amortization of \$372,455 for the twelve months ended December 31, 2021 and \$1,076,993 for the twelve months ended December 31, 2020.

(7) Interest coverage ratio is calculated as Core EBITDA divided by the sum of interest expense and capitalized interest. The Company had capitalized interest of \$994,675 for the three months ended December 31, 2021, \$3,693,032 for the twelve months ended December 31, 2021 and \$965,142 for the twelve months ended December 31, 2020.

Piedmont Office Realty Trust, Inc.

Tenant Diversification ⁽¹⁾

As of December 31, 2021

(in thousands except for number of properties)

Tenant	Credit Rating ⁽²⁾	Number of Properties	Lease Expiration ⁽³⁾	Annualized Lease Revenue	Percentage of Annualized Lease Revenue (%)	Leased Square Footage	Percentage of Leased Square Footage (%)
US Bancorp	A+ / A2	3	2023 / 2024	\$27,052	5.0	787	5.4
State of New York	AA+ / Aa2	1	2024 / 2039	26,968	5.0	502	3.4
City of New York	AA / Aa2	1	2026	14,602	2.7	313	2.2
Amazon	AA / A1	4	2024 / 2025	14,560	2.7	337	2.3
Transocean	CCC / Caa3	1	2036	10,902	2.0	301	2.1
Harvard University	AAA / Aaa	2	2032 / 2033	8,820	1.6	129	0.9
Raytheon	A- / Baa1	2	2031	8,115	1.5	440	3.0
Schlumberger Technology	A / A2	1	2028	7,819	1.5	254	1.7
Gartner	BB+ / Ba2	2	2034	7,522	1.4	207	1.4
Salesforce.com	A+ / A2	1	2029	7,096	1.3	182	1.3
Fiserv	BBB / Baa2	1	2027	6,980	1.3	195	1.3
VMware, Inc.	BBB- / Baa3	1	2027	6,917	1.3	215	1.5
Nuance Communications	BB- / Ba3	1	2030	6,907	1.3	201	1.4
Epsilon Data Management / subsidiary of Publicis	BBB / Baa2	1	2026	6,668	1.2	222	1.5
Applied Predictive Technologies / subsidiary of MasterCard	A+ / A1	1	2028	6,316	1.2	133	0.9
CVS Caremark	BBB / Baa2	1	2022	6,261	1.2	208	1.4
Eversheds Sutherland	No Rating Available	1	2026	6,254	1.2	180	1.2
International Food Policy Research Institute	No Rating Available	1	2029	6,194	1.2	102	0.7
Ryan	No Rating Available	1	2023	6,012	1.1	170	1.2
Cargill	A / A2	1	2023	5,370	1.0	268	1.8
Bank of America	A- / A2	5	2024 / 2025	5,217	1.0	100	0.7
Other			Various	334,252	62.3	9,137	62.7
Total				\$536,804	100.0	14,583	100.0

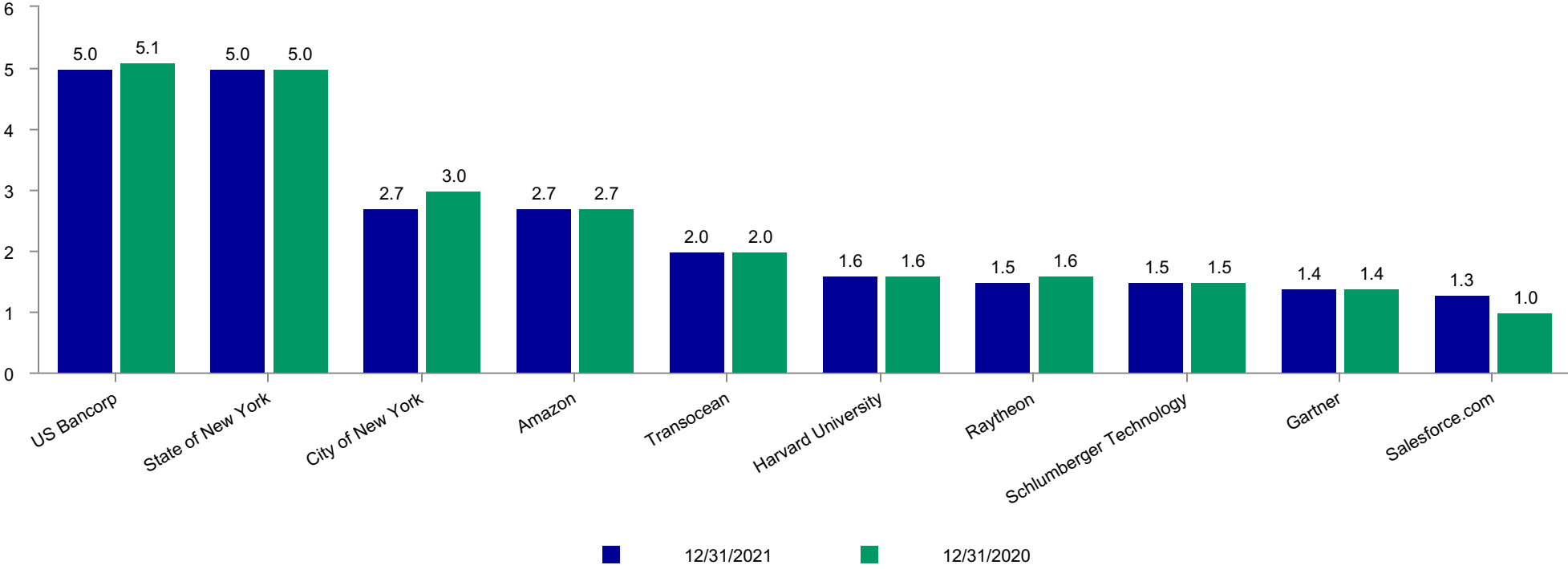
(1) This schedule presents all tenants contributing 1.0% or more to Annualized Lease Revenue.

(2) Credit rating may reflect the credit rating of the parent or a guarantor. When available, both the Standard & Poor's credit rating and the Moody's credit rating are provided. The absence of a credit rating for a tenant is not an indication of the creditworthiness of the tenant; in most cases, the lack of a credit rating reflects that the tenant has not sought such a rating.

(3) Unless otherwise indicated, Lease Expiration represents the expiration year of the majority of the square footage leased by the tenant.

Piedmont Office Realty Trust, Inc.
Tenant Diversification
As of December 31, 2021

Percentage of Annualized Leased Revenue (%)
December 31, 2021 as compared to December 31, 2020



Piedmont Office Realty Trust, Inc.
Tenant Credit Rating & Lease Distribution Information
As of December 31, 2021

Tenant Credit Rating ⁽¹⁾

Rating Level	Annualized Lease Revenue (in thousands)	Percentage of Annualized Lease Revenue (%)
AAA / Aaa	\$22,806	4.2
AA / Aa	60,426	11.3
A / A	92,743	17.3
BBB / Baa	54,363	10.1
BB / Ba	28,793	5.4
B / B	10,245	1.9
Below	17,516	3.3
Not rated ⁽²⁾	249,912	46.5
Total	\$536,804	100.0

Lease Distribution

Lease Size	Number of Leases	Percentage of Leases (%)	Annualized Lease Revenue (in thousands)	Percentage of Annualized Lease Revenue (%)	Leased Square Footage (in thousands)	Percentage of Leased Square Footage (%)
2,500 or Less	372	37.4	\$23,297	4.3	271	1.9
2,501 - 10,000	348	35.0	66,524	12.4	1,781	12.2
10,001 - 20,000	111	11.2	56,636	10.6	1,541	10.6
20,001 - 40,000	87	8.8	88,130	16.4	2,408	16.5
40,001 - 100,000	44	4.4	102,337	19.1	2,644	18.1
Greater than 100,000	32	3.2	199,880	37.2	5,938	40.7
Total	994	100.0	\$536,804	100.0	14,583	100.0

(1) Credit rating may reflect the credit rating of the parent or a guarantor. Where differences exist between the Standard & Poor's credit rating for a tenant and the Moody's credit rating for a tenant, the higher credit rating is selected for this analysis.

(2) The classification of a tenant as "not rated" is not an indication of the creditworthiness of the tenant; in most cases, the lack of a credit rating reflects that the tenant has not sought such a rating. Included in this category are such tenants as Piper Sandler, Ernst & Young, KPMG, BDO, and RaceTrac Petroleum.

Piedmont Office Realty Trust, Inc.
Leased Percentage Information
(in thousands)

	Three Months Ended December 31, 2021			Three Months Ended December 31, 2020		
	Leased	Rentable	Percent Leased ⁽¹⁾	Leased	Rentable	Percent Leased ⁽¹⁾
	Square Footage	Square Footage		Square Footage	Square Footage	
As of September 30, 20xx	14,106	16,428	85.9 %	14,912	17,165	86.9 %
Leases signed during the period	399			189		
Less:						
Lease renewals signed during period	(198)			(137)		
New leases signed during period for currently occupied space	(36)			(13)		
Leases expired during period and other	(164)	1		(138)	2	
Subtotal	14,107	16,429	85.9 %	14,813	17,167	86.3 %
Acquisitions and properties placed in service during period ⁽²⁾	476	622		—	—	
Dispositions and properties taken out of service during period ⁽²⁾	—	—		(553)	(739)	
As of December 31, 20xx	14,583	17,051	85.5 %	14,260	16,428	86.8 %

	Twelve Months Ended December 31, 2021			Twelve Months Ended December 31, 2020		
	Leased	Rentable	Percent Leased ⁽¹⁾	Leased	Rentable	Percent Leased ⁽¹⁾
	Square Footage	Square Footage		Square Footage	Square Footage	
As of December 31, 20xx	14,260	16,428	86.8 %	14,633	16,046	91.2 %
Properties placed in service	—	—		204	487	
Restated As of December 31, 20xx	14,260	16,428	86.8 %	14,837	16,533	89.7 %
Leases signed during the period	2,250			1,106		
Less:						
Lease renewals signed during period	(1,521)			(844)		
New leases signed during period for currently occupied space	(144)			(60)		
Leases expired during period and other	(738)	1		(792)	—	
Subtotal	14,107	16,429	85.9 %	14,247	16,533	86.2 %
Acquisitions during period ⁽²⁾	476	622		1,367	1,435	
Dispositions and properties taken out of service during period ⁽²⁾	—	—		(1,354)	(1,540)	
As of December 31, 20xx⁽³⁾	14,583	17,051	85.5 %	14,260	16,428	86.8 %

Same Store Analysis						
Less acquisitions / dispositions after December 31, 2020 and developments / out-of-service redevelopments ^{(2) (4)}	(526)	(622)	84.6 %	—	—	— %
Same Store Leased Percentage	14,057	16,429	85.6 %	14,260	16,428	86.8 %

- (1) Calculated as square footage associated with commenced leases as of period end with the addition of square footage associated with uncommenced leases for spaces vacant as of period end at our in-service properties, divided by total rentable in-service square footage as of period end, expressed as a percentage.
- (2) For additional information on acquisitions and dispositions completed during the last year and current developments and out-of-service redevelopments, please refer to pages 34 and 35, respectively.
- (3) Subsequent to year end, Piedmont disposed of 225 & 235 Presidential Way, a 100% leased 440,000 square foot project, in Woburn, MA, and Two Pierce Place, a 34% leased 485,000 square foot property, in Itasca, IL. If these properties were removed from the Company's in-service portfolio as of December 31, 2021, the portfolio leased percentage would have increased to approximately 87%.
- (4) Dispositions completed during the previous twelve months are deducted from the previous period data and acquisitions completed during the previous twelve months are deducted from the current period data. Redevelopments that commenced during the previous twelve months that were taken out of service are deducted from the previous period data and developments and redevelopments placed in service during the previous twelve months are deducted from the current period data.

Piedmont Office Realty Trust, Inc.
Rental Rate Roll Up / Roll Down Analysis ⁽¹⁾
(in thousands)

	Three Months Ended				
	December 31, 2021				
	Square Feet	% of Total Signed During Period	% of Rentable Square Footage	% Change Cash Rents ⁽²⁾	% Change Accrual Rents ^{(3) (4)}
Leases executed for spaces vacant one year or less	194	48.6%	1.1%	3.0%	6.9%
Leases executed for spaces excluded from analysis ⁽⁵⁾	205	51.4%			
	Twelve Months Ended				
	December 31, 2021				
	Square Feet	% of Total Signed During Period	% of Rentable Square Footage	% Change Cash Rents ⁽²⁾	% Change Accrual Rents ^{(3) (4)}
Leases executed for spaces vacant one year or less	1,435	63.8%	8.4%	7.5%	15.6%
Leases executed for spaces excluded from analysis ⁽⁵⁾	815	36.2%			

(1) The populations analyzed for this analysis consist of consolidated leases executed during the relevant period with lease terms of greater than one year. Leases associated with storage spaces, retail spaces, management offices, and newly acquired assets for which there is less than one year of operating history, along with percentage rent leases, are excluded from this analysis.

(2) For the purposes of this analysis, the last twelve months of cash paying rents of the previous leases are compared to the first twelve months of cash paying rents of the new leases in order to calculate the percentage change.

(3) For the purposes of this analysis, the accrual basis rents of the previous leases are compared to the accrual basis rents of the new leases in order to calculate the percentage change. For newly signed leases which have variations in accrual basis rents, whether because of known future expansions, contractions, lease expense recovery structure changes, or other similar reasons, the weighted average of such varying accrual basis rents is used for the purposes of this analysis.

(4) For leases under which a tenant may use, at its discretion, a portion of its tenant improvement allowance for expenses other than those related to improvements to its space, an assumption is made that the tenant elects to use any such portion of its tenant improvement allowance for improvements to its space prior to the commencement of its lease, unless the Company is notified otherwise by the tenant. This assumption is made based upon historical usage patterns of tenant improvement allowances by the Company's tenants.

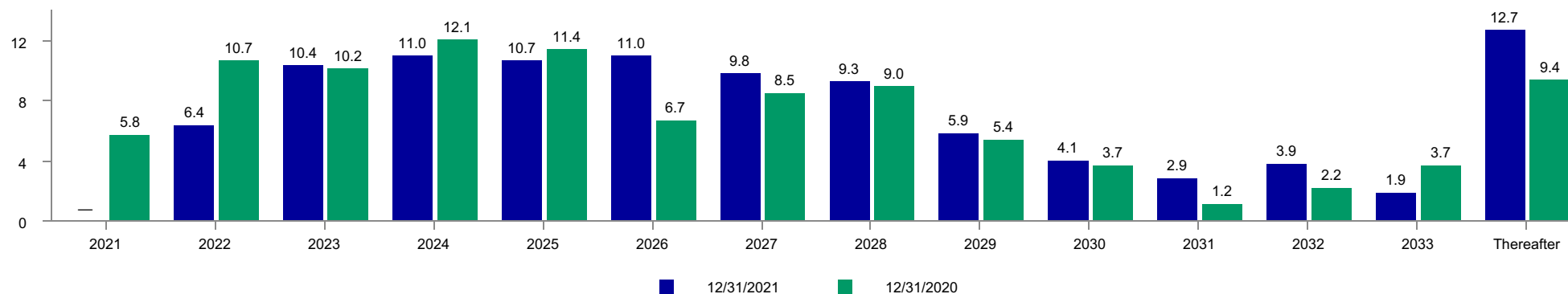
(5) Represents leases signed at our consolidated office assets that do not qualify for inclusion in the analysis, primarily because the spaces for which the new leases were signed had been vacant for more than one year.

Piedmont Office Realty Trust, Inc.
Lease Expiration Schedule
As of December 31, 2021
(in thousands)

Expiration Year	Annualized Lease Revenue ⁽¹⁾	Percentage of Annualized Lease Revenue (%)	Rentable Square Footage	Percentage of Rentable Square Footage (%)
Vacant	\$—	—	2,468	14.5
2022 ⁽²⁾	34,295	6.4	1,024	6.0
2023 ⁽³⁾	55,639	10.4	1,698	10.0
2024	59,025	11.0	1,752	10.3
2025	57,364	10.7	1,595	9.4
2026	59,308	11.0	1,609	9.4
2027	52,749	9.8	1,438	8.4
2028	49,937	9.3	1,382	8.1
2029	31,479	5.9	803	4.7
2030	21,991	4.1	595	3.5
2031	15,537	2.9	669	3.9
2032	20,950	3.9	514	3.0
2033	10,291	1.9	203	1.2
Thereafter	68,239	12.7	1,301	7.6
Total / Weighted Average	\$536,804	100.0	17,051	100.0

Average Lease Term Remaining	
12/31/2021	6.0 years
12/31/2020	6.1 years

Percentage of Annualized Lease Revenue (%)



- (1) Annualized rental income associated with each newly executed lease for currently occupied space is incorporated herein only at the expiration date for the current lease. Annualized rental income associated with each such new lease is removed from the expiry year of the current lease and added to the expiry year of the new lease. These adjustments effectively incorporate known roll ups and roll downs into the expiration schedule.
- (2) Includes leases with an expiration date of December 31, 2021, comprised of approximately 58,000 square feet and Annualized Lease Revenue of \$1.5 million.
- (3) Leases and other revenue-producing agreements on a month-to-month basis, comprised of approximately 28,000 square feet and Annualized Lease Revenue of \$0.6 million, are assigned a lease expiration date of a year and a day beyond the period end date.

Piedmont Office Realty Trust, Inc.
Lease Expirations by Quarter
As of December 31, 2021
(in thousands)

Location	Q1 2022 ⁽¹⁾		Q2 2022		Q3 2022		Q4 2022	
	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾
Atlanta	101	\$2,969	147	\$4,845	65	\$2,103	48	\$1,666
Boston	2	95	8	349	15	1,437	7	916
Dallas	27	1,094	55	1,806	55	1,971	308	9,631
Minneapolis	16	614	—	1	11	416	10	160
New York	2	95	2	79	3	159	—	—
Orlando	12	449	2	189	18	691	43	1,392
Washington, D.C.	3	112	12	584	16	666	32	1,630
Other	—	25	—	6	2	6	2	44
Total / Weighted Average ⁽³⁾	163	\$5,453	226	\$7,859	185	\$7,449	450	\$15,439

(1) Includes leases with an expiration date of December 31, 2021, comprised of approximately 58,000 square feet and expiring lease revenue of \$1.8 million. No such adjustments are made to other periods presented.

(2) Expiring Lease Revenue is calculated as expiring square footage multiplied by the gross rent per square foot of the tenant currently leasing the space.

(3) Total expiring lease revenue in any given year will not tie to the expiring Annualized Lease Revenue presented on the Lease Expiration Schedule on the previous page as the Lease Expiration Schedule accounts for the revenue effects of newly signed leases. Reflected herein are expiring revenues based on in-place rental rates.

Piedmont Office Realty Trust, Inc.
Lease Expirations by Year
As of December 31, 2021
(in thousands)

Location	12/31/2022 ⁽¹⁾		12/31/2023		12/31/2024		12/31/2025		12/31/2026	
	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾	Expiring Square Footage	Expiring Lease Revenue ⁽²⁾
Atlanta	361	\$11,583	270	\$8,997	323	\$10,895	429	\$13,672	468	\$16,339
Boston	32	2,797	124	4,943	39	2,732	148	5,078	36	1,156
Dallas	445	14,503	468	16,362	222	8,119	441	17,595	341	10,803
Minneapolis	37	1,190	709	20,334	531	18,973	260	10,194	40	1,465
New York	7	332	3	630	69	3,717	7	375	313	14,614
Orlando	76	2,722	80	2,586	382	8,671	237	7,248	266	8,521
Washington, D.C.	63	2,992	40	2,153	173	8,653	32	2,309	104	5,057
Other	3	81	4	137	13	414	41	1,098	41	1,090
Total / Weighted Average ⁽³⁾	1,024	\$36,200	1,698	\$56,142	1,752	\$62,174	1,595	\$57,569	1,609	\$59,045

(1) Includes leases with an expiration date of December 31, 2021, comprised of approximately 58,000 square feet and expiring lease revenue of \$1.8 million. No such adjustments are made to other periods presented.

(2) Expiring Lease Revenue is calculated as expiring square footage multiplied by the gross rent per square foot of the tenant currently leasing the space.

(3) Total expiring lease revenue in any given year will not tie to the expiring Annualized Lease Revenue presented on the Lease Expiration Schedule on page 26 as the Lease Expiration Schedule accounts for the revenue effects of newly signed leases. Reflected herein are expiring revenues based on in-place rental rates.

Piedmont Office Realty Trust, Inc.
Capital Expenditures
For the quarter ended December 31, 2021
Unaudited (in thousands)

	For the Three Months Ended				
	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020
Non-incremental					
Building / construction / development	\$ 7,660	\$ 8,598	\$ 4,231	\$ 12,921	\$ 9,334
Tenant improvements	10,223	5,941	9,504	3,225	9,839
Leasing costs	4,430	4,101	3,127	1,201	447
Total non-incremental	22,313	18,640	16,862	17,347	19,620
Incremental					
Building / construction / development	10,892	10,348	9,757	7,065	9,913
Tenant improvements	8,783	4,282	4,835	2,544	2,014
Leasing costs	5,795	1,471	2,484	618	444
Total incremental	25,470	16,101	17,076	10,227	12,371
Total capital expenditures	\$ 47,783	\$ 34,741	\$ 33,938	\$ 27,574	\$ 31,991

NOTE: The information presented on this page is for our consolidated assets.

Piedmont Office Realty Trust, Inc.
Contractual Tenant Improvements and Leasing Commissions

	Three Months Ended December 31, 2021	Twelve Months Ended December 31, 2021	For the Year Ended					2016 to 2021 (Weighted Average Total)
			2020	2019	2018	2017	2016	
Renewal Leases								
Square feet	196,119	1,517,414	841,020	2,032,452	735,969	1,198,603	880,289	7,205,747
Tenant improvements per square foot per year of lease term ⁽¹⁾	\$4.72	\$1.86	\$3.15	\$4.28	\$4.15	\$1.84	\$1.35	\$3.02
Leasing commissions per square foot per year of lease term	\$2.07	\$1.53	\$1.75	\$1.63	\$1.69	\$1.12	\$1.05	\$1.49
Total per square foot per year of lease term	\$6.79 ⁽²⁾	\$3.39	\$4.90	\$5.91 ⁽³⁾	\$5.84 ⁽⁴⁾	\$2.96	\$2.40	\$4.51
New Leases								
Square feet	201,293	729,952	262,228	697,880	864,113	855,069	1,065,630	4,474,872
Tenant improvements per square foot per year of lease term ⁽¹⁾	\$3.84	\$3.91	\$6.22	\$4.07	\$4.58	\$4.73	\$5.01	\$4.59
Leasing commissions per square foot per year of lease term	\$1.48	\$1.85	\$2.13	\$1.85	\$1.73	\$1.83	\$1.86	\$1.83
Total per square foot per year of lease term	\$5.32	\$5.76	\$8.35 ⁽⁵⁾	\$5.92	\$6.31 ⁽⁴⁾	\$6.56	\$6.87	\$6.42
Total								
Square feet	397,412	2,247,366	1,103,248	2,730,332	1,600,082	2,053,672	1,945,919	11,680,619
Tenant improvements per square foot per year of lease term ⁽¹⁾	\$4.18	\$2.78	\$4.30	\$4.21	\$4.46	\$3.55	\$3.70	\$3.81
Leasing commissions per square foot per year of lease term	\$1.71	\$1.67	\$1.89	\$1.70	\$1.72	\$1.54	\$1.57	\$1.66
Total per square foot per year of lease term	\$5.89 ⁽²⁾	\$4.45	\$6.19 ⁽⁵⁾	\$5.91 ⁽³⁾	\$6.18 ⁽⁴⁾	\$5.09	\$5.27	\$5.47
Less Adjustment for Commitment Expirations ⁽⁶⁾								
Expired tenant improvements (not paid out) per square foot per year of lease term	-\$0.20	-\$0.20	-\$0.40	-\$0.05	-\$0.54	-\$0.44	-\$0.16	-\$0.26
Adjusted total per square foot per year of lease term	\$5.69	\$4.25	\$5.79	\$5.86	\$5.64	\$4.65	\$5.11	\$5.21

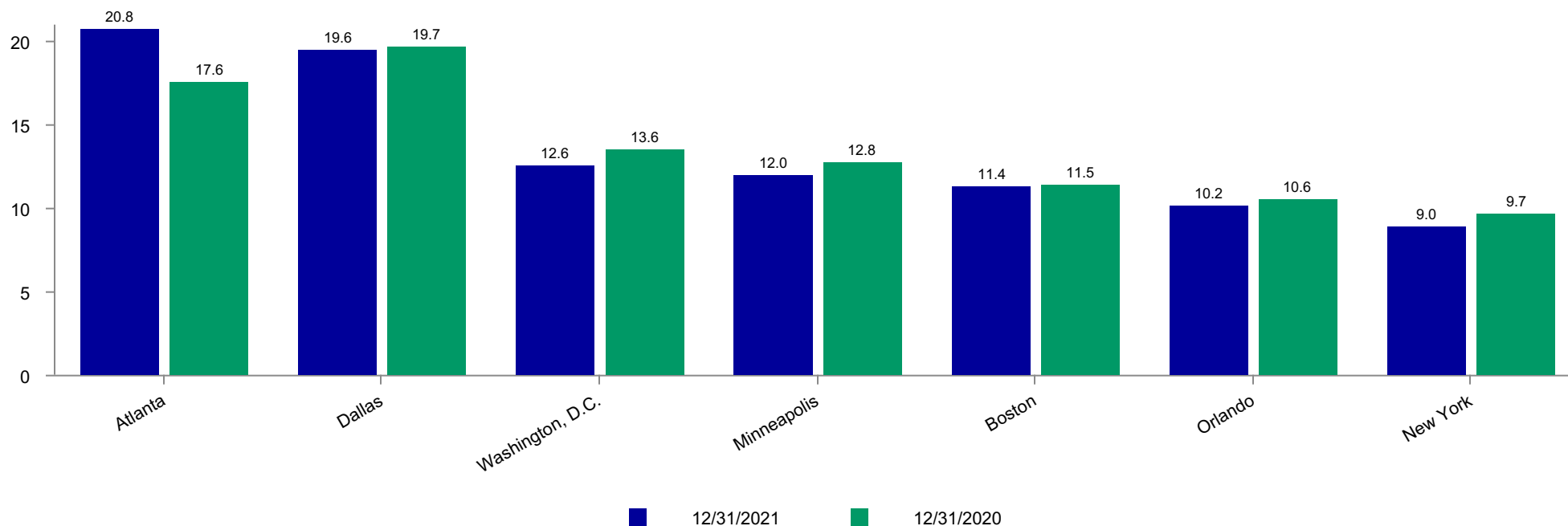
NOTE: This information is presented for our consolidated office assets only and excludes activity associated with storage and license spaces.

- (1) For leases under which a tenant may use, at its discretion, a portion of its tenant improvement allowance for expenses other than those related to improvements to its space, an assumption is made that the tenant elects to use any such portion of its tenant improvement allowance for improvements to its space prior to the commencement of its lease, unless the Company is notified otherwise by the tenant. This assumption is made based upon historical usage patterns of tenant improvement allowances by the Company's tenants.
- (2) During the fourth quarter of 2021, we completed three significant lease renewals (amounting to approximately 70,000 square feet in total) which required equivalent capital commitments to new lease transactions. If the costs associated with those leases were to be removed from the average committed capital cost calculation, the average committed capital cost per square foot per year of lease term for renewal leases and total leases completed during the three months ended December 31, 2021 would be \$4.75 and \$5.18, respectively.
- (3) During 2019, we completed three large lease renewals with significant capital commitments: VMware at 1155 Perimeter Center West in Atlanta, GA, Siemens at Crescent Ridge II in Minnetonka, MN, and the State of New York at 60 Broad Street in New York, NY. If the costs associated with those leases were to be removed from the average committed capital cost calculation, the average committed capital cost per square foot per year of lease term for renewal leases and total leases completed during the twelve months ended December 31, 2019 would be \$3.41 and \$5.04, respectively.
- (4) During 2018, we completed two large leasing transactions in the Houston, TX market with large capital commitments: a 254,000 square foot lease renewal and expansion with Schlumberger Technology Corporation at 1430 Enclave Parkway and a 301,000 square foot, full-building lease with Transocean Offshore Deepwater Drilling at Enclave Place. If the costs associated with those leases were to be removed from the average committed capital cost calculation, the average committed capital cost per square foot per year of lease term for renewal leases, new leases and total leases completed during the twelve months ended December 31, 2018 would be \$5.27, \$6.02, and \$5.70, respectively.
- (5) During 2020, we completed five new leasing transactions (amounting to 93,000 square feet in total) in the Washington, DC market with large capital commitments. If the costs associated with those leases were to be removed from the average committed capital cost calculation, the average committed capital cost per square foot per year of lease term for new leases and total leases completed during the twelve months ended December 31, 2020 would be \$5.62 and \$5.06, respectively.
- (6) The Company has historically reported the maximum amount of capital to which it committed in leasing transactions as of the signing of the leases with no subsequent updates for variations and/or changes in tenants' uses of tenant improvement allowances. Many times, tenants do not fully use the allowances provided in their leases or let portions of their tenant improvement allowances expire. In an effort to provide additional clarity on the actual costs of completed leasing transactions, tenant improvement allowances that expired or became no longer available to tenants are disclosed in this section and are deducted from the capital commitments per square foot of leased space in the periods in which they expired in an effort to provide a better estimation of leasing transaction costs over time.

Piedmont Office Realty Trust, Inc.
Geographic Diversification
As of December 31, 2021
(\$ and square footage in thousands)

Location	Number of Properties	Annualized Lease Revenue	Percentage of Annualized Lease Revenue (%)	Rentable Square Footage	Percentage of Rentable Square Footage (%)	Leased Square Footage	Percent Leased (%)
Atlanta	10	\$111,739	20.8	4,016	23.6	3,379	84.1
Dallas	13	104,979	19.6	3,544	20.8	3,005	84.8
Washington, D.C.	6	67,463	12.6	1,620	9.5	1,307	80.7
Minneapolis	6	64,571	12.0	2,104	12.3	1,906	90.6
Boston	10	61,435	11.4	1,885	11.1	1,736	92.1
Orlando	6	54,796	10.2	1,754	10.3	1,603	91.4
New York	1	48,103	9.0	1,029	6.0	921	89.5
Other	3	23,718	4.4	1,099	6.4	726	66.1
Total / Weighted Average	55	\$536,804	100.0	17,051	100.0	14,583	85.5

Percentage of Annualized Lease Revenue (%)



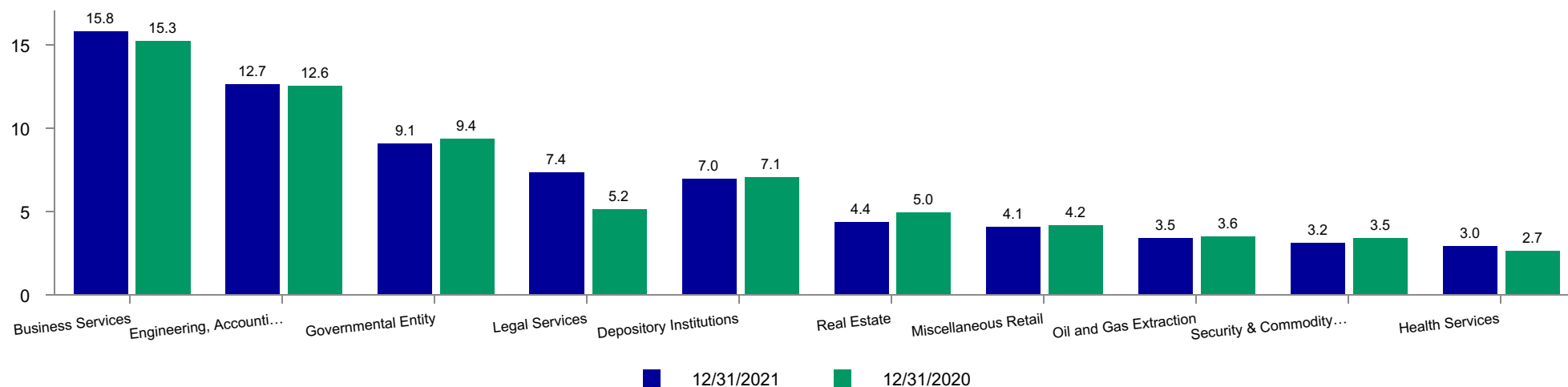
Piedmont Office Realty Trust, Inc.
Geographic Diversification by Location Type
As of December 31, 2021
(square footage in thousands)

Location	State	CBD				URBAN INFILL / SUBURBAN				TOTAL			
		Number of Properties	Percentage of Annualized Lease Revenue (%)	Rentable Square Footage	Percentage of Rentable Square Footage (%)	Number of Properties	Percentage of Annualized Lease Revenue (%)	Rentable Square Footage	Percentage of Rentable Square Footage (%)	Number of Properties	Percentage of Annualized Lease Revenue (%)	Rentable Square Footage	Percentage of Rentable Square Footage (%)
Atlanta	GA	1	3.5	622	3.7	9	17.3	3,394	19.9	10	20.8	4,016	23.6
Dallas	TX	—	—	—	—	13	19.6	3,544	20.8	13	19.6	3,544	20.8
Washington, D.C.	DC, VA	3	5.7	722	4.2	3	6.9	898	5.3	6	12.6	1,620	9.5
Minneapolis	MN	1	6.3	937	5.5	5	5.7	1,167	6.8	6	12.0	2,104	12.3
Boston	MA	—	—	—	—	10	11.4	1,885	11.1	10	11.4	1,885	11.1
Orlando	FL	4	8.4	1,445	8.5	2	1.8	309	1.8	6	10.2	1,754	10.3
New York	NY	1	9.0	1,029	6.0	—	—	—	—	1	9.0	1,029	6.0
Other		—	—	—	—	3	4.4	1,099	6.4	3	4.4	1,099	6.4
Total / Weighted Average		10	32.9	4,755	27.9	45	67.1	12,296	72.1	55	100.0	17,051	100.0

Piedmont Office Realty Trust, Inc.
Industry Diversification
As of December 31, 2021
(\$ and square footage in thousands)

Industry	Number of Tenants	Percentage of Total Tenants (%)	Annualized Lease Revenue	Percentage of		
				Annualized Lease Revenue (%)	Leased Square Footage	Percentage of Leased Square Footage (%)
Business Services	95	12.9	\$84,695	15.8	2,356	16.2
Engineering, Accounting, Research, Management & Related Services	104	14.1	68,023	12.7	1,785	12.2
Governmental Entity	6	0.8	48,974	9.1	970	6.7
Legal Services	80	10.8	39,551	7.4	1,088	7.5
Depository Institutions	18	2.4	37,637	7.0	1,021	7.0
Real Estate	41	5.6	23,432	4.4	753	5.2
Miscellaneous Retail	9	1.2	22,157	4.1	589	4.0
Oil and Gas Extraction	3	0.4	18,803	3.5	557	3.8
Security & Commodity Brokers, Dealers, Exchanges & Services	49	6.6	17,263	3.2	469	3.2
Health Services	32	4.3	16,257	3.0	429	2.9
Holding and Other Investment Offices	30	4.1	14,542	2.7	391	2.7
Measuring, Analyzing, And Controlling Instruments; Medical and Other Goods	5	0.7	12,471	2.3	587	4.0
Educational Services	6	0.8	11,899	2.2	206	1.4
Insurance Agents, Brokers & Services	18	2.4	11,447	2.1	348	2.4
Membership Organizations	16	2.2	10,703	2.0	189	1.3
Other	226	30.7	98,950	18.5	2,845	19.5
Total	738	100.0	\$536,804	100.0	14,583	100.0

Percentage of Annualized Lease Revenue (%)



Piedmont Office Realty Trust, Inc.
Property Investment Activity
As of December 31, 2021
(\$ and square footage in thousands)

Acquisitions Over Previous Eighteen Months

Property	Market / Submarket	Acquisition Date	Percent Ownership (%)	Year Built	Purchase Price	Rentable Square Footage	Percent Leased at Acquisition (%)
222 South Orange Avenue	Orlando / CBD	10/29/2020	100	1959	\$20,000	127	—
999 Peachtree Street	Atlanta / Midtown	10/22/2021	100	1987	223,900	622	77
Galleria Atlanta Land	Atlanta / Northwest	11/19/2021	100	N/A	4,000	N/A	N/A
Total / Weighted Average					\$247,900	749	64

Dispositions Over Previous Eighteen Months

Property	Market / Submarket	Disposition Date	Percent Ownership (%)	Year Built	Sale Price	Rentable Square Footage	Percent Leased at Disposition (%)
New Jersey Portfolio ⁽¹⁾	New York / Route 78	10/28/2020	100	Various	\$130,000	739	75

Dispositions Subsequent to Quarter End

Property	Market / Submarket	Disposition Date	Percent Ownership (%)	Year Built	Sale Price	Rentable Square Footage	Percent Leased at Disposition (%)
Two Pierce Place	Chicago / Northwest	1/25/2022	100	1991	\$24,000	485	34
225 and 235 Presidential Way	Boston / Route 128	1/28/2022	100	2001 and 2000	129,000	440	100
Total / Weighted Average					\$153,000	925	65

(1) The New Jersey Portfolio was comprised of Piedmont's remaining three assets in New Jersey: 200 Bridgewater Crossing and 400 Bridgewater Crossing in Bridgewater, NJ; and 600 Corporate Drive in Lebanon, NJ.

Piedmont Office Realty Trust, Inc.
Other Investments
As of December 31, 2021
(\$ and square footage in thousands)

Developable Land Parcels

Property	Market / Submarket	Adjacent Piedmont Property	Acres	Real Estate Book Value
Gavitello	Atlanta / Buckhead	The Medici	2.0	\$2,621
Glenridge Highlands Three	Atlanta / Central Perimeter	Glenridge Highlands One and Two	3.0	2,015
Galleria Atlanta	Atlanta / Northwest	Galleria 100, 200, 300, 400 and 600	16.3	24,176
State Highway 161	Dallas / Las Colinas	Las Colinas Corporate Center I and II, 161 Corporate Center	4.5	3,320
Royal Lane	Dallas / Las Colinas	6011, 6021 and 6031 Connection Drive	10.6	2,837
John Carpenter Freeway	Dallas / Las Colinas	750 West John Carpenter Freeway	3.5	1,000
Galleria Dallas	Dallas / Lower North Tollway	One Galleria Tower, Two Galleria Tower, Three Galleria Tower	1.9	4,160
TownPark	Orlando / Lake Mary	400 and 500 TownPark	18.9	8,405
Total			60.7	\$48,534

Redevelopment

Property	Market / Submarket	Adjacent Piedmont Property	Construction Type	Percent Leased (%)	Square Feet	Current Asset Basis (Accrual)
222 South Orange Avenue ⁽¹⁾	Orlando / CBD	200 South Orange Avenue	Redevelopment	—	127	\$22.1 million

Loan Investments

Loan Type	Collateral	Location of Collateral	Maturity Date	Book Value (\$'s in thousands)	Interest Rate
Senior Loan ⁽²⁾	200 and 400 Bridgewater Crossing	Bridgewater, NJ	10/31/2023	\$102,800	6.0%
Mezzanine Loan ⁽²⁾	Equity interests in 200 and 400 Bridgewater Crossing	Bridgewater, NJ	10/31/2023	15,700	13.6%
Total / Weighted Average				\$118,500	7.0%

(1) The property was acquired on October 29, 2020 and shares a common lobby and atrium with the Company's 200 South Orange Avenue property. The redevelopment will include an enhanced window line, allowing more light and air into tenant spaces, along with renovations to the lobby, common areas and restrooms.

(2) Piedmont provided seller financing with the sale of 200 and 400 Bridgewater Crossing in Bridgewater, NJ, on October 28, 2020.

Piedmont Office Realty Trust, Inc.

Supplemental Definitions

Included below are definitions of various terms used throughout this supplemental report, including definitions of certain non-GAAP financial measures and the reasons why the Company's management believes these measures provide useful information to investors about the Company's financial condition and results of operations. Reconciliations of any non-GAAP financial measures defined below are included beginning on page 38.

Adjusted Funds From Operations ("AFFO"): The Company calculates AFFO by starting with Core FFO and adjusting for non-incremental capital expenditures and then adding back non-cash items including: non-real estate depreciation, straight-lined rents and fair value lease adjustments, non-cash components of interest expense and compensation expense, and by making similar adjustments for joint ventures. AFFO is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that AFFO is helpful to investors as a meaningful supplemental comparative performance measure of our ability to make incremental capital investments. Other REITs may not define AFFO in the same manner as the Company; therefore, the Company's computation of AFFO may not be comparable to that of other REITs.

Annualized Lease Revenue ("ALR"): ALR is calculated by multiplying (i) rental payments (defined as base rent plus operating expense reimbursements, if payable by the tenant on a monthly basis under the terms of a lease that has been executed, but excluding a) rental abatements and b) rental payments related to executed but not commenced leases for space that was covered by an existing lease), by (ii) 12. In instances in which contractual rents or operating expense reimbursements are collected on an annual, semi-annual, or quarterly basis, such amounts are multiplied by a factor of 1, 2, or 4, respectively, to calculate the annualized figure. For leases that have been executed but not commenced relating to un-leased space, ALR is calculated by multiplying (i) the monthly base rental payment (excluding abatements) plus any operating expense reimbursements for the initial month of the lease term, by (ii) 12. Unless stated otherwise, this measure excludes revenues associated with development properties and properties taken out of service for redevelopment, if any.

Core EBITDA: The Company calculates Core EBITDA as net income (computed in accordance with GAAP) before interest, taxes, depreciation and amortization and incrementally removing any impairment losses, gains or losses from sales of property and other significant infrequent items that create volatility within our earnings and make it difficult to determine the earnings generated by our core ongoing business. Core EBITDA is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that Core EBITDA is helpful to investors as a supplemental performance measure because it provides a metric for understanding the performance of the Company's results from ongoing operations without taking into account the effects of non-cash expenses (such as depreciation and amortization), as well as items that are not part of normal day-to-day operations of the Company's business. Other REITs may not define Core EBITDA in the same manner as the Company; therefore, the Company's computation of Core EBITDA may not be comparable to that of other REITs.

Core Funds From Operations ("Core FFO"): The Company calculates Core FFO by starting with FFO, as defined by NAREIT, and adjusting for gains or losses on the extinguishment of swaps and/or debt and any significant non-recurring items. Core FFO is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that Core FFO is helpful to investors as a supplemental performance measure because it excludes the effects of certain items which can create significant earnings volatility, but which do not directly relate to the Company's core business operations. As a result, the Company believes that Core FFO can help facilitate comparisons of operating performance between periods and provides a more meaningful predictor of future earnings potential. Other REITs may not define Core FFO in the same manner as the Company; therefore, the Company's computation of Core FFO may not be comparable to that of other REITs.

EBITDA: EBITDA is defined as net income before interest, taxes, depreciation and amortization.

EBITDAre: The Company calculates EBITDAre in accordance with the current National Association of Real Estate Investment Trusts ("NAREIT") definition. NAREIT currently defines EBITDAre as net income (computed in accordance with GAAP) adjusted for gains or losses from sales of property, impairment losses, depreciation on real estate assets, amortization on real estate assets, interest expense and taxes, along with the same adjustments for joint ventures. Some of the adjustments mentioned can vary among owners of identical assets in similar conditions based on historical cost accounting and useful-life estimates. EBITDAre is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that EBITDAre is helpful to investors as a supplemental performance measure because it provides a metric for understanding the Company's results from ongoing operations without taking into account the effects of non-cash expenses (such as depreciation and amortization) and capitalization and capital structure expenses (such as interest expense and taxes). The Company also believes that EBITDAre can help facilitate comparisons of operating performance between periods and with other REITs. However, other REITs may not define EBITDAre in accordance with the NAREIT definition, or may interpret the current NAREIT definition differently than the Company; therefore, the Company's computation of EBITDAre may not be comparable to that of such other REITs.

Funds From Operations ("FFO"): The Company calculates FFO in accordance with the current National Association of Real Estate Investment Trusts ("NAREIT") definition. NAREIT currently defines FFO as net income (calculated in accordance with GAAP), excluding depreciation and amortization related to real estate, gains and losses from the sale of certain real estate assets, gains and losses from change in control, and impairment write-downs of certain real estate assets and investment in entities when the impairment is directly attributable to decreases in the value of depreciable real estate held by the entity, along with appropriate adjustments to those reconciling items for joint ventures. These adjustments can vary among owners of identical assets in similar conditions based on historical cost accounting and useful-life estimates. FFO is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that FFO is helpful to investors as a supplemental performance measure because it excludes the effects of depreciation, amortization and gains or losses from sales of real estate, all of which are based on historical costs, which implicitly assumes that the value of real estate diminishes predictably over time. The Company also believes that FFO can help facilitate comparisons of operating performance between periods and with other REITs. However, other REITs may not define FFO in accordance with the NAREIT definition, or may interpret the current NAREIT definition differently than the Company; therefore, the Company's computation of FFO may not be comparable to that of such other REITs.

Gross Assets: Gross Assets is defined as total assets with the add-back of accumulated depreciation and accumulated amortization related to real estate assets and accumulated amortization related to deferred lease costs.

Gross Real Estate Assets: Gross Real Estate Assets is defined as total real estate assets with the add-back of accumulated depreciation and accumulated amortization related to real estate assets.

Incremental Capital Expenditures: Incremental Capital Expenditures are defined as capital expenditures of a non-recurring nature that incrementally enhance the underlying assets' income generating capacity. Tenant improvements, leasing commissions, building capital and deferred lease incentives ("Leasing Costs") incurred to lease space that was vacant at acquisition, Leasing Costs for spaces vacant for greater than one year, Leasing Costs for spaces at newly acquired properties for which in-place leases expire shortly after acquisition, improvements associated with the expansion of a building, renovations that change the underlying classification of a building, and deferred building maintenance capital identified at and completed shortly after acquisition are included in this measure.

Non-Incremental Capital Expenditures: Non-Incremental Capital Expenditures are defined as capital expenditures of a recurring nature related to tenant improvements and leasing commissions that do not incrementally enhance the underlying assets' income generating capacity. We exclude first generation tenant improvements and leasing commissions from this measure, in addition to other capital expenditures that qualify as Incremental Capital Expenditures, as defined above.

Property Net Operating Income ("Property NOI"): The Company calculates Property NOI by starting with Core EBITDA and adjusting for general and administrative expense, income associated with property management performed by Piedmont for other organizations and other income or expense items for the Company, such as interest income from loan investments or costs from the pursuit of non-consummated transactions. The Company may present this measure on an accrual basis or a cash basis. When presented on a cash basis, the effects of straight lined rents and fair value lease revenue are also eliminated. Property NOI is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that Property NOI is helpful to investors as a supplemental comparative performance measure of income generated by its properties alone without the administrative overhead of the Company. Other REITs may not define Property NOI in the same manner as the Company; therefore, the Company's computation of Property NOI may not be comparable to that of other REITs.

Same Store Net Operating Income ("Same Store NOI"): The Company calculates Same Store NOI as Property NOI attributable to the properties for which the following criteria were met during the entire span of the current and prior year reporting periods: (i) they were owned, (ii) they were not under development / redevelopment, and (iii) none of the operating expenses for which were capitalized. Same Store NOI also excludes amounts attributable to land assets. The Company may present this measure on an accrual basis or a cash basis. When presented on a cash basis, the effects of straight lined rents and fair value lease revenue are also eliminated. Same Store NOI is a non-GAAP financial measure and should not be viewed as an alternative to net income calculated in accordance with GAAP as a measurement of the Company's operating performance. The Company believes that Same Store NOI is helpful to investors as a supplemental comparative performance measure of the income generated from the same group of properties from one period to the next. Other REITs may not define Same Store NOI in the same manner as the Company; therefore, the Company's computation of Same Store NOI may not be comparable to that of other REITs.

Same Store Properties: Same Store Properties is defined as those properties for which the following criteria were met during the entire span of the current and prior year reporting periods: (i) they were owned, (ii) they were not under development / redevelopment, and (iii) none of the operating expenses for which were capitalized. Same Store Properties excludes land assets.

Equity Research Coverage

Daniel Ismail, CFA
Green Street Advisors

100 Bayview Circle, Suite 400
Newport Beach, CA 92660
Phone: (949) 640-8780

Anthony Paolone, CFA
JP Morgan

383 Madison Avenue
32nd Floor
New York, NY 10179
Phone: (212) 622-6682

David Rodgers, CFA
Robert W. Baird & Co.

200 Public Square
Suite 1650
Cleveland, OH 44139
Phone: (216) 737-7341

Michael Lewis, CFA
Truist Securities

711 Fifth Avenue, 4th Floor
New York, NY 10022
Phone: (212) 319-5659

Fixed Income Research Coverage

Mark S. Streeter, CFA
JP Morgan

383 Madison Avenue
3rd Floor
New York, NY 10179
Phone: (212) 834-5086

Piedmont Office Realty Trust, Inc.

Funds From Operations, Core Funds From Operations, and Adjusted Funds From Operations Reconciliations

Unaudited (in thousands)

	Three Months Ended					Twelve Months Ended	
	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020	12/31/2021	12/31/2020
GAAP net income / (loss) applicable to common stock	\$ (31,750)	\$ 11,306	\$ 9,947	\$ 9,344	\$ 22,609	\$ (1,153)	\$ 232,688
Depreciation	31,756	30,336	29,725	27,812	26,942	119,629	109,326
Amortization	22,003	20,362	20,681	22,900	22,312	85,946	93,242
Impairment loss	41,000	—	—	—	—	41,000	—
Loss / (gain) on sale of properties	—	—	—	—	(14,634)	—	(205,666)
NAREIT funds from operations applicable to common stock	63,009	62,004	60,353	60,056	57,229	245,422	229,590
Adjustments:							
Loss / (gain) on extinguishment of debt	—	—	—	—	—	—	9,336
Core funds from operations applicable to common stock	63,009	62,004	60,353	60,056	57,229	245,422	238,926
Adjustments:							
Amortization of debt issuance costs, fair market adjustments on notes payable, and discount on senior notes	781	849	573	654	653	2,857	2,833
Depreciation of non real estate assets	187	216	264	282	286	949	1,216
Straight-line effects of lease revenue	(1,939)	(2,122)	(2,402)	(4,103)	(2,223)	(10,566)	(22,601)
Stock-based compensation adjustments	2,772	1,637	2,404	1,111	2,733	7,924	7,014
Amortization of lease-related intangibles	(3,098)	(2,731)	(2,669)	(2,792)	(2,767)	(11,290)	(12,284)
Non-incremental capital expenditures	(22,313)	(18,640)	(16,862)	(17,347)	(19,620)	(75,162)	(77,682)
Adjusted funds from operations applicable to common stock	\$ 39,399	\$ 41,213	\$ 41,661	\$ 37,861	\$ 36,291	\$ 160,134	\$ 137,422

Piedmont Office Realty Trust, Inc.
Same Store Net Operating Income (Cash Basis)
Unaudited (in thousands)

	Three Months Ended					Twelve Months Ended	
	12/31/2021	9/30/2021	6/30/2021	3/31/2021	12/31/2020	12/31/2021	12/31/2020
Net income / (loss) applicable to Piedmont	\$ (31,750)	\$ 11,306	\$ 9,947	\$ 9,344	\$ 22,609	\$ (1,153)	\$ 232,688
Net income / (loss) applicable to noncontrolling interest	(5)	(5)	(3)	(1)	(1)	(14)	(3)
Interest expense	13,917	12,450	12,345	12,580	13,048	51,292	54,990
Depreciation	31,943	30,552	29,989	28,094	27,228	120,578	110,542
Amortization	22,003	20,362	20,681	22,900	22,312	85,946	93,242
Depreciation and amortization attributable to noncontrolling interests	22	21	21	21	20	84	85
Impairment loss	41,000	—	—	—	—	41,000	—
(Gain) / loss on sale of properties	—	—	—	—	(14,634)	—	(205,666)
EBITDAre	77,130	74,686	72,980	72,938	70,582	297,733	285,878
(Gain) / loss on extinguishment of debt	—	—	—	—	—	—	9,336
Core EBITDA	77,130	74,686	72,980	72,938	70,582	297,733	295,214
General & administrative expenses	7,835	6,955	8,211	7,251	7,415	30,252	27,464
Non-cash general reserve for uncollectible accounts	(965)	—	—	412	(278)	(553)	4,553
Management fee revenue	(323)	(309)	(247)	(390)	(397)	(1,269)	(1,495)
Other (income) / expense	(2,667)	(2,121)	(2,162)	(2,141)	(1,554)	(9,089)	(1,724)
Straight-line effects of lease revenue	(1,939)	(2,122)	(2,402)	(4,103)	(2,223)	(10,566)	(22,601)
Straight-line effects of lease revenue attributable to noncontrolling interests	1	1	—	1	(4)	3	(16)
Amortization of lease-related intangibles	(3,098)	(2,731)	(2,669)	(2,792)	(2,767)	(11,290)	(12,284)
Property net operating income (cash basis)	75,974	74,359	73,711	71,176	70,774	295,221	289,111
Deduct net operating (income) / loss from:							
Acquisitions	(10,232)	(8,012)	(8,761)	(7,440)	(7,795)	(34,446)	(23,115)
Dispositions	(1)	(359)	(258)	413	(824)	(204)	(21,049)
Other investments	203	254	182	144	162	783	550
Same store net operating income (cash basis)	\$ 65,944	\$ 66,242	\$ 64,874	\$ 64,293	\$ 62,317	\$ 261,354	\$ 245,497

Piedmont Office Realty Trust, Inc.
Property Detail - In-Service Portfolio ⁽¹⁾
As of December 31, 2021
(in thousands)

Property	City	State	Percent Ownership	Year Built / Renovation	Rentable Square Footage Owned	Leased Percentage	Commenced Leased Percentage	Economic Leased Percentage ⁽²⁾	Annualized Lease Revenue
Atlanta									
Glenridge Highlands One	Atlanta	GA	100.0%	1998 / 2021	288	93.1 %	93.1 %	89.6 %	\$9,141
Glenridge Highlands Two	Atlanta	GA	100.0%	2000	424	99.5 %	99.5 %	86.8 %	14,876
1155 Perimeter Center West	Atlanta	GA	100.0%	2000	377	79.0 %	79.0 %	79.0 %	10,012
Galleria 100	Atlanta	GA	100.0%	1982 / 2019	415	83.6 %	79.8 %	79.8 %	11,152
Galleria 200	Atlanta	GA	100.0%	1984 / 2021	433	87.5 %	82.0 %	79.4 %	11,859
Galleria 300	Atlanta	GA	100.0%	1987	437	91.1 %	91.1 %	89.5 %	11,738
Galleria 400	Atlanta	GA	100.0%	1999	430	93.7 %	91.4 %	91.4 %	12,812
Galleria 600	Atlanta	GA	100.0%	2002	434	44.2 %	44.2 %	41.9 %	5,821
The Medici	Atlanta	GA	100.0%	2008	156	93.6 %	93.6 %	93.6 %	5,348
999 Peachtree Street	Atlanta	GA	100.0%	1987	622	84.6 %	76.4 %	75.6 %	18,980
Metropolitan Area Subtotal / Weighted Average					4,016	84.1 %	81.6 %	79.2 %	111,739
Boston									
1414 Massachusetts Avenue	Cambridge	MA	100.0%	1873 / 1956	78	100.0 %	100.0 %	100.0 %	5,477
One Brattle Square	Cambridge	MA	100.0%	1991	96	95.8 %	95.8 %	95.8 %	7,852
One Wayside Road	Burlington	MA	100.0%	1997	201	100.0 %	100.0 %	100.0 %	6,915
5 & 15 Wayside Road	Burlington	MA	100.0%	1999 & 2001	272	100.0 %	75.4 %	75.4 %	10,775
5 Wall Street	Burlington	MA	100.0%	2008	182	100.0 %	100.0 %	100.0 %	7,099
25 Burlington Mall Road	Burlington	MA	100.0%	1987 / 2021	291	83.5 %	81.8 %	64.3 %	9,863
225 Presidential Way	Woburn	MA	100.0%	2001	202	100.0 %	100.0 %	100.0 %	3,743
235 Presidential Way	Woburn	MA	100.0%	2000	238	100.0 %	100.0 %	100.0 %	4,372
80 Central Street	Boxborough	MA	100.0%	1988	150	35.3 %	35.3 %	35.3 %	1,222
90 Central Street	Boxborough	MA	100.0%	2001	175	100.0 %	100.0 %	100.0 %	4,117
Metropolitan Area Subtotal / Weighted Average					1,885	92.1 %	88.3 %	85.6 %	61,435
Dallas									
161 Corporate Center	Irving	TX	100.0%	1998	105	80.0 %	80.0 %	80.0 %	2,337
750 West John Carpenter Freeway	Irving	TX	100.0%	1999	316	93.4 %	91.5 %	91.5 %	8,519
6011 Connection Drive	Irving	TX	100.0%	1999	152	100.0 %	100.0 %	100.0 %	5,599
6021 Connection Drive	Irving	TX	100.0%	2000	222	100.0 %	100.0 %	100.0 %	6,672
6031 Connection Drive	Irving	TX	100.0%	1999 / 2018	232	80.2 %	56.5 %	56.5 %	6,357
6565 North MacArthur Boulevard	Irving	TX	100.0%	1998	255	78.8 %	72.5 %	68.2 %	6,079
Las Colinas Corporate Center I	Irving	TX	100.0%	1998 / 2021	161	38.5 %	38.5 %	38.5 %	1,890
Las Colinas Corporate Center II	Irving	TX	100.0%	1998 / 2021	225	72.4 %	72.4 %	67.6 %	5,071
One Lincoln Park	Dallas	TX	100.0%	1999	262	82.4 %	65.6 %	64.9 %	8,067
Park Place on Turtle Creek	Dallas	TX	100.0%	1986 / 2018	177	84.2 %	84.2 %	83.1 %	6,692
One Galleria Tower	Dallas	TX	100.0%	1982 / 2018	470	80.2 %	80.2 %	80.2 %	14,010
Two Galleria Tower	Dallas	TX	100.0%	1985 / 2018	435	89.7 %	89.7 %	89.7 %	15,143
Three Galleria Tower	Dallas	TX	100.0%	1991	532	95.5 %	95.5 %	95.5 %	18,543
Metropolitan Area Subtotal / Weighted Average					3,544	84.8 %	81.4 %	80.6 %	104,979

Property	City	State	Percent Ownership	Year Built / Renovation	Rentable Square Footage Owned	Leased Percentage	Commenced Leased Percentage	Economic Leased Percentage ⁽²⁾	Annualized Lease Revenue
Minneapolis									
US Bancorp Center	Minneapolis	MN	100.0%	2000	937	92.6 %	92.6 %	92.5 %	33,876
Crescent Ridge II	Minnetonka	MN	100.0%	2000 / 2021	301	75.1 %	72.8 %	72.8 %	7,604
Norman Pointe I	Bloomington	MN	100.0%	2000 / 2020	214	85.0 %	85.0 %	84.1 %	6,039
9320 Excelsior Boulevard	Hopkins	MN	100.0%	2010	268	100.0 %	100.0 %	100.0 %	5,370
One Meridian Crossings	Richfield	MN	100.0%	1997	195	100.0 %	100.0 %	100.0 %	6,302
Two Meridian Crossings	Richfield	MN	100.0%	1998	189	88.4 %	88.4 %	88.4 %	5,380
Metropolitan Area Subtotal / Weighted Average					2,104	90.6 %	90.3 %	90.1 %	64,571
New York									
60 Broad Street	New York	NY	100.0%	1962	1,029	89.5 %	89.5 %	84.5 %	48,103
Metropolitan Area Subtotal / Weighted Average					1,029	89.5 %	89.5 %	84.5 %	48,103
Orlando									
400 TownPark	Lake Mary	FL	100.0%	2008	175	98.9 %	93.7 %	93.7 %	5,159
500 TownPark	Lake Mary	FL	100.0%	2016	134	100.0 %	100.0 %	100.0 %	4,480
200 South Orange Avenue	Orlando	FL	100.0%	1988 / 2021	646	80.7 %	78.0 %	77.1 %	20,051
501 West Church Street	Orlando	FL	100.0%	2003	182	100.0 %	100.0 %	100.0 %	1,741
CNL Center I	Orlando	FL	99.0%	1999	347	100.0 %	89.3 %	87.6 %	13,485
CNL Center II	Orlando	FL	99.0%	2006	270	91.1 %	91.1 %	91.1 %	9,880
Metropolitan Area Subtotal / Weighted Average					1,754	91.4 %	87.8 %	87.1 %	54,796
Washington, D.C.									
400 Virginia Avenue	Washington	DC	100.0%	1985	226	82.7 %	63.7 %	62.4 %	9,071
1201 Eye Street	Washington	DC	98.6% ⁽³⁾	2001	271	57.9 %	54.6 %	54.6 %	10,224
1225 Eye Street	Washington	DC	98.1% ⁽³⁾	1986	225	85.3 %	85.3 %	83.6 %	10,954
3100 Clarendon Boulevard	Arlington	VA	100.0%	1987 / 2015	261	82.8 %	80.8 %	75.9 %	9,111
4250 North Fairfax Drive	Arlington	VA	100.0%	1998	308	86.0 %	86.0 %	86.0 %	13,142
Arlington Gateway	Arlington	VA	100.0%	2005	329	88.1 %	88.1 %	87.8 %	14,961
Metropolitan Area Subtotal / Weighted Average					1,620	80.7 %	77.2 %	75.9 %	67,463
Other									
1430 Enclave Parkway	Houston	TX	100.0%	1994	313	82.7 %	82.7 %	81.8 %	7,888
Enclave Place	Houston	TX	100.0%	2015	301	100.0 %	100.0 %	100.0 %	10,907
Two Pierce Place	Itasca	IL	100.0%	1991 / 2018	485	34.2 %	34.2 %	33.8 %	4,923
Subtotal/Weighted Average					1,099	66.1 %	66.1 %	65.6 %	23,718
Grand Total					17,051	85.5 %	83.1 %	81.5 %	\$536,804

- (1) This schedule includes information for Piedmont's in-service portfolio of properties only. Information on investments excluded from this schedule can be found on page 35.
- (2) Economic leased percentage excludes the square footage associated with executed but not commenced leases for currently vacant spaces and the square footage associated with tenants receiving rental abatements (after proportional adjustments for tenants receiving only partial rental abatements).
- (3) Although Piedmont owns 98.6% of 1201 Eye Street and 98.1% of 1225 Eye Street, it is entitled to 100% of the cash flows for each asset pursuant to the terms of each property ownership entity's joint venture agreement.

Piedmont Office Realty Trust, Inc.
Major Leases Not Yet Commenced and Major Abatements

As of December 31, 2021, the Company had approximately 750,000 square feet of executed leases for vacant space yet to commence or under rental abatement.

Presented below is a schedule of uncommenced new leases greater than 50,000 square feet and their anticipated commencement dates. Lease renewals are excluded from this schedule.

Tenant	Property	Market	Square Feet Leased	Space Status	Estimated Commencement Date	New / Expansion
Microsoft Corporation	5 & 15 Wayside Road	Boston	154,535	66,892 SF Vacant	Q4 2022 (66,892 SF) Q4 2023 (33,101 SF)	Expansion
District of Columbia Department of General Services	400 Virginia Avenue	Washington, DC	56,042	42,955 SF Vacant	Q1 2022	New
Undisclosed Fortune 500 Tenant	6031 Connection Drive	Dallas	55,456	Vacant	Q3 2022	New

Presented below is a schedule of leases with abatements of 50,000 square feet or greater that either were under abatement as of December 31, 2021 or will be under abatement within the next twelve months. ⁽¹⁾

Tenant	Property	Market	Abated Square Feet	Lease Commencement Date	Remaining Abatement Schedule	Lease Expiration
Ascend Learning, LLC	25 Burlington Mall Road	Boston	52,558	Q3 2021	Mid-July 2021 through Mid-January 2022	Q1 2034
Greensky, LLC	Glenridge Highlands Two	Atlanta	51,474	Q2 2022	August 2021 through February 2022	Q4 2029
District of Columbia Department of General Services	400 Virginia Avenue	Washington, DC	56,042	Q1 2022	January 2022 through early July 2022	Q4 2032
VMware, Inc.	1155 Perimeter Center West	Atlanta	159,838	Q1 2022	April, May and July 2022	Q3 2027
Undisclosed Fortune 500 Tenant	6031 Connection Drive	Dallas	55,456	Q3 2022	July 2022 through June 2023	Q2 2035

(1) The State of New York lease at 60 Broad Street in New York, NY, does not contain any rental abatement provisions. The tenant's space will be reconstructed over a period of up to four years. During the construction period, the tenant will not be required to pay rental charges for certain spaces that are under construction and not usable by the tenant. The amount of space for which the tenant will not be required to pay rent will vary over time and is expected to average approximately 80,000 square feet over the construction time period.

Piedmont Office Realty Trust, Inc.
Supplemental Operating & Financial Data
Risks, Uncertainties and Limitations

Certain statements contained in this supplemental package constitute 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"). We intend for all such forward-looking statements to be covered by the safe-harbor provisions for forward-looking statements contained in Section 27A of the Securities Act and Section 21E of the Exchange Act, as applicable. Such information is subject to certain risks and uncertainties, as well as known and unknown risks, which could cause actual results to differ materially from those projected or anticipated. Therefore, such statements are not intended to be a guarantee of our performance in future periods. Such forward-looking statements can generally be identified by our use of forward-looking terminology such as "may," "will," "expect," "intend," "anticipate," "estimate," "believe," "continue" or similar words or phrases that are predictions of future events or trends and which do not relate solely to historical matters. Examples of such statements in this supplemental package include: whether Piedmont is well positioned for continued progress towards its strategic goals in 2022; whether Piedmont will recognize a gain on sale of real estate assets of approximately \$50 million related to the sale of 225/235 Presidential Way during the first quarter of 2022; whether approximately 63% of Piedmont's Annualized Lease Revenue is now generated from its properties located in the Sunbelt; and the Company's estimated range of Net Income, Depreciation, Amortization, NAREIT FFO/Core FFO and NAREIT FFO/Core FFO per diluted share for the year ending December 31, 2022. These statements are based on beliefs and assumptions of Piedmont's management, which in turn are based on information available at the time the statements are made.

The following are some of the factors that could cause our actual results and expectations to differ materially from those described in our forward-looking statements: economic, regulatory, socio-economic changes, and/or technology changes (including accounting standards) that impact the real estate market generally, or that could affect patterns of use of commercial office space; the impact of competition on our efforts to renew existing leases or re-let space on terms similar to existing leases; changes in the economies and other conditions affecting the office sector in general and specifically the seven markets in which we primarily operate where we have high concentrations of our annualized lease revenue; lease terminations, lease defaults, lease contractions, or changes in the financial condition of our tenants, particularly by one of our large lead tenants; adverse market and economic conditions, including any resulting impairment charges on both our long-lived assets or goodwill resulting therefrom; the success of our real estate strategies and investment objectives, including our ability to identify and consummate suitable acquisitions and divestitures; the illiquidity of real estate investments, including regulatory restrictions to which real estate investment trusts ("REITs") are subject and the resulting impediment on our ability to quickly respond to adverse changes in the performance of our properties; the risks and uncertainties associated with our acquisition and disposition of properties, many of which risks and uncertainties may not be known at the time of acquisition or disposition; development and construction delays and resultant increased costs and risks; our real estate development strategies may not be successful; future acts of terrorism, civil unrest, or armed hostilities in any of the major metropolitan areas in which we own properties, or future cybersecurity attacks against any of our tenants; risks related to the occurrence of cyber incidents, or a deficiency in our cybersecurity, which could negatively impact our business by causing a disruption to our operations, a compromise or corruption of our confidential information, and/or damage to our business relationships; costs of complying with governmental laws and regulations; uninsured losses or losses in excess of our insurance coverage, and our inability to obtain adequate insurance coverage at a reasonable cost; additional risks and costs associated with directly managing properties occupied by government tenants, including an increased risk of default by government tenants during periods in which state or federal governments are shut down or on furlough; significant price and volume fluctuations in the public markets, including on the exchange which we listed our common stock; changes in interest rates and changes in the method pursuant to which the LIBOR rates are determined and the planned phasing out of USD LIBOR after June 2023; rising interest rates which could affect our return on investments and/or our ability to finance or refinance properties; the effect of future offerings of debt or equity securities or changes in market interest rates on the value of our common stock; uncertainties associated with environmental and other regulatory matters; potential changes in the political environment and reduction in federal and/or state funding of our governmental tenants; changes in the financial condition of our tenants directly or indirectly resulting from geopolitical developments that could negatively affect international trade, the termination or threatened termination of existing international trade agreements, or the implementation of tariffs or retaliatory tariffs on imported or exported goods; the effect of any litigation to which we are, or may become, subject; additional risks and costs associated with owning properties occupied by tenants in particular industries, such as oil and gas, hospitality, travel, co-working, etc., including risks of default during start-up and during economic downturns; changes in tax laws impacting REITs and real estate in general, as well as our ability to continue to qualify as a REIT under the Internal Revenue Code of 1986, as amended, or other tax law changes which may adversely affect our stockholders; the future effectiveness of our internal controls and procedures; actual or threatened public health epidemics or outbreaks, such as the ongoing COVID-19 pandemic, as well as governmental and private measures taken to combat such health crises, could have a material adverse effect on our business operations and financial results; the adequacy of our general reserve related to tenant lease-related assets or the establishment of any other reserve in the future; and other factors, including the risk factors discussed under Item 1A. of Piedmont's most recent Annual Report on Form 10-K and other documents we file with the Securities and Exchange Commission.

Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this supplemental report. We cannot guarantee the accuracy of any such forward-looking statements contained in this supplemental report, and we do not intend to publicly update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise.



www.piedmontreit.com

Corporate Headquarters

5565 Glenridge Connector, Suite 450
Atlanta, GA 30342
T: 770.418.8800

Institutional Analyst Contact

T: 770.418.8592
E: research.analysts@piedmontreit.com

Investor Relations

T: 866.354.3485
E: investor.services@piedmontreit.com