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## Section 1: 8-K (8-K)

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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

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**FORM 8-K**

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**CURRENT REPORT  
PURSUANT TO SECTION 13 OR 15(D) OF THE  
SECURITIES EXCHANGE ACT OF 1934**

**Date of Report (Date of earliest event reported): August 1, 2019**

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**SERITAGE GROWTH PROPERTIES**

(Exact Name of Registrant as Specified in Its Charter)

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**Maryland**  
(State or Other Jurisdiction  
of Incorporation)

**001-37420**  
(Commission  
File Number)

**38-3976287**  
(IRS Employer  
Identification No.)

**500 Fifth Avenue, Suite 1530**  
**New York, New York**  
(Address of principal executive offices)

**10110**  
(Zip code)

**Registrant's telephone number, including area code: (212) 355-7800**

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Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbols</u>	<u>Name of each exchange on which registered</u>
Class A common shares of beneficial interest, par value \$0.01 per share	SRG	New York Stock Exchange
7.00% Series A cumulative redeemable preferred shares of beneficial interest, par value \$0.01 per share	SRG-PA	New York Stock Exchange

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§ 230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§ 240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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**Item 2.02 Results of Operations and Financial Condition.**

On August 1, 2019, Seritage Growth Properties issued a press release regarding its financial results for the quarter ended June 30, 2019. A copy of the press release is furnished as Exhibit 99.1 to this report.

In addition, on August 1, 2019, Seritage Growth Properties published certain supplementary financial information relating to the quarter ended June 30, 2019. Such information is furnished as Exhibit 99.2 to this report.

In accordance with General Instruction B.2 of Form 8-K, the information in this Current Report on Form 8-K, including Exhibit 99.1, shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liability of that section, and shall not be incorporated by reference into any registration statement or other document filed under the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in such filing.

**Item 9.01 Financial Statements and Exhibits.**

(d) Exhibits

**Exhibit No.    Description**

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99.1            [Press release dated August 1, 2019, furnished pursuant to Item 2.02.](#)

99.2            [Supplementary Financial Information dated August 1, 2019, furnished pursuant to Item 2.02.](#)

## SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

SERITAGE GROWTH PROPERTIES

By: /s/ Matthew Fernand

Matthew Fernand  
Executive Vice President, General  
Counsel & Secretary

Date: August 1, 2019

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## Section 2: EX-99.1 (EX-99.1)

Exhibit 99.1



### Seritage Growth Properties Reports Second Quarter 2019 Operating Results

- Signed new leases totaling \$12.0 million of base rent at an average of \$20 PSF –
- Increased diversified, non-Sears base rent to 89% of total base rent, including signed leases –
- Ended the quarter with nearly \$790 million of liquidity, including cash on hand and committed capital –

New York, NY – August 1, 2019 – Seritage Growth Properties (NYSE: SRG) (the “Company”), a national owner of 221 retail and mixed-use properties totaling approximately 35.1 million square feet of gross leasable area (“GLA”), today reported financial and operating results for the three and six months ended June 30, 2019.

#### Summary Financial Results

For the three months ended June 30, 2019:

- Net loss attributable to common shareholders of \$18.1 million, or \$0.50 per share
- Total Net Operating Income (“Total NOI”) of \$14.6 million
- Funds from Operations (“FFO”) of (\$6.2) million, or (\$0.11) per share
- Company FFO of (\$6.1) million, or (\$0.11) per share

For the six months ended June 30, 2019:

- Net loss attributable to common shareholders of \$26.3 million, or \$0.73 per share
- Total Net Operating Income (“Total NOI”) of \$38.9 million
- Funds from Operations (“FFO”) of (\$11.3) million, or (\$0.20) per share
- Company FFO of (\$11.1) million, or (\$0.20) per share

“We continued our strong momentum through the first half of 2019, including second quarter new leasing activity of 687,000 square feet at an average rent of approximately \$20.00 per square foot. This brings our total new leasing activity since inception to nearly 8.9 million square feet at an average re-leasing multiple of 4.0x the rent previously paid by Sears. We are pleased to report that diversified non-Sears tenants now comprise almost 90% of total annual base rent, including signed leases. This leasing activity has driven a robust redevelopment program that now includes 102 projects completed or commenced for a total capital investment of approximately \$1.7 billion at targeted incremental yields of approximately 11.0% on an unlevered basis,” said Benjamin Schall, President and Chief Executive Officer. “Our balance sheet continues to support the execution of our strategy, with approximately \$790 million of identified liquidity, and our team continues to expand our relationships with growing retailers, mixed-use developers and institutional capital allocators. We remain focused on utilizing our platform and portfolio of high-quality assets to create first-class retail centers and mixed-use projects that generate long-term value for our shareholders.”

## **Operating Highlights**

During the quarter ended June 30, 2019:

- Signed new leases totaling 687,000 square feet (603,000 square feet at share) at an average base rent of \$20.24 PSF (\$19.92 PSF at share). Since the Company's inception in July 2015, the Company's share of new leasing activity has totaled nearly 8.9 million square feet at an average rent of \$17.41 PSF, including new retail leases totaling 8.1 million square feet at an average rent of \$18.36 PSF.
- Achieved an average releasing multiple of 3.6x for space currently or formerly occupied by Sears or Kmart, with new retail rents averaging \$21.65 PSF compared to \$6.01 PSF paid by Sears or Kmart. Since inception, releasing multiples have averaged 4.1x, with new retail rents at \$18.57 PSF compared to \$4.56 PSF paid by Sears or Kmart.

- Increased the Company's share of annual base rent from diversified, non-Sears tenants to 89.1% of total annual base rent from 56.9% in the prior year period, including all signed leases and net of rent attributable to associated space to be recaptured. Since inception, diversified, non-Sears rental income has increased by over 275% to \$165.5 million, including all signed leases and net of dispositions.
- Announced new redevelopment activity totaling approximately \$40.5 million, including three new projects and the expansion of one previously announced project. Total redevelopment program to date includes 102 projects completed or commenced representing nearly \$1.7 billion of estimated capital investment.
- Sold four properties totaling 540,000 square feet for gross cash proceeds of \$18.7 million. Since inception, the Company has sold 32 properties totaling 3.3 million square feet for gross cash proceeds of \$161.5 million. Substantially all of these properties were located in smaller markets and a majority were vacant at the time of sale.
- Signed contracts to sell an additional seven assets for gross proceeds for \$48.4 million. As of June 30, 2019, the Company had ten assets under contract to sell for gross proceeds of \$63.3 million.

## Financial Results

Below is a summary of the Company's financial results for the three and six months ended June 30, 2019 and June 30, 2018:

(in thousands except per share amounts)	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net (loss) income attributable to Seritage common shareholders	\$ (18,128)	\$ (7,996)	\$ (26,320)	\$ 1,104
Net (loss) income per diluted share attributable to Seritage common shareholders	(0.50)	(0.23)	(0.73)	0.03
Total NOI	14,645	36,460	38,923	73,339
FFO	(6,167)	6,487	(11,345)	17,535
FFO per diluted share	(0.11)	0.12	(0.20)	0.31
Company FFO	(6,062)	8,529	(11,122)	20,958
Company FFO per diluted share	(0.11)	0.15	(0.20)	0.38

### Total NOI

The decrease in Total NOI was driven primarily by (i) reduced rental income under the Company's original master lease (the "Original Master Lease") with Sears Holdings Corporation ("Sears Holdings") as a result of previous recapture and termination activity at the Company's properties and the rejection of the Original Master Lease during the three months ended March 31, 2019 and (ii) the rejection of the master leases between Sears Holdings and certain of the Company's unconsolidated joint venture properties during the three months ended June 30, 2019.

Since inception, over 26 million square feet of leased space, representing over \$110 million of annual base rent, has been taken offline through recapture and termination activity, or as a result of the rejection of the Original Master Lease and the master leases between Sears Holdings and certain unconsolidated joint venture properties. To date, the Company has signed new leases with diversified, non-Sears tenants for an aggregate annual base rent of \$154.1 million across 8.9 million square feet of space. A majority of these newly signed leases are categorized as signed not yet opened ("SNO") leases and are expected to begin paying rent throughout the next 24 months.

In addition, the Company has sold 32 wholly-owned properties and 50% interests in four wholly-owned properties since the beginning of 2018 which has contributed to the decrease in Total NOI.

### FFO and Company FFO

The decrease in FFO was driven primarily by the same factors driving the decrease in Total NOI, as well as higher interest expense resulting from the Company's debt refinancing in the third quarter of 2018.

## Portfolio Summary

Below is a summary of the Company's portfolio as June 30, 2019:

	Wholly Owned Portfolio	Unconsolidated Joint Ventures	Total
Properties	194	27	221
Malls	91	24	115
Strip centers and freestanding	103	3	106
GLA (at share) (000s)	30,274	2,417	32,691
% leased	54.1%	31.8%	52.4%

Unleased space as of June 30, 2019 included approximately 2.9 million square feet of remaining lease-up at announced redevelopment projects, and approximately 12.7 million square feet of additional leasing opportunity at properties throughout the portfolio.

## Leasing

### New Activity

During the quarter ended June 30, 2019, the Company signed new leases totaling 687,000 square feet (603,000 square feet at share) at an average base rent of \$20.24 PSF (\$19.92 PSF at share). On a same-space basis, new rents averaged 3.6x prior rents for space formerly occupied by Sears or Kmart, increasing to \$21.65 PSF for new tenants compared to \$6.01 PSF paid by Sears or Kmart across 497,000 square feet.

Below is a summary of the Company's leasing activity, including its proportional share of unconsolidated joint ventures, for the three and six months ended June 30, 2019 and since the Company's inception in July 2015:

(in thousands, except PSF amounts)

	Q2 2019	2019 YTD	Since Inception
Leases	28	57	344
Square feet	603,000	968,000	8,853,000
Annual base rent (\$000s)	\$ 12,010	\$ 22,982	\$ 154,146
Annual base rent PSF (1)	\$ 19.92	\$ 23.75	\$ 18.36
Re-leasing multiple (1)(2)	3.6x	3.9x	4.1x

- (1) Excludes certain self storage, auto dealership, medical office and ground leases.
- (2) Excludes densification square footage (e.g. new outparcel developments) and backfill of vacant space not previously occupied by Sears or Kmart.

### Rental Income Composition

During the quarter ended June 30, 2019, the Company added \$12.0 million of new diversified, non-Sears income and increased annual base rent attributable to diversified, non-Sears tenants to 89.1% of total annual base rent from 56.9% as of June 30, 2018, based on signed leases.

The table below provides a summary of all the Company's signed leases as of June 30, 2019, including unconsolidated joint ventures presented at the Company's proportional share:

(in thousands except number of leases and PSF data)

Tenant	Number of Leases	Leased GLA	% of Total Leased GLA	Annual Base Rent ("ABR")	% of Total ABR	ABR PSF
Sears/Kmart (1)	54	6,742	39.3%	\$ 20,320	10.9%	\$ 3.01
In-place diversified, non-Sears leases	260	5,946	34.7%	79,756	42.9%	13.41
SNO diversified, non-Sears leases	179	4,452	26.0%	85,740	46.2%	19.26
Sub-total diversified, non-Sears leases	439	10,398	60.7%	165,496	89.1%	15.92
<b>Total</b>	<b>493</b>	<b>17,140</b>	<b>100.0%</b>	<b>\$ 185,816</b>	<b>100.0%</b>	<b>\$ 10.84</b>

- (1) Includes 50 properties subject to a master lease (the "Holdco Master Lease") between the Company and affiliates of Transform Holdco LLC ("Holdco"), an affiliate of ESL Investments, Inc., and four leases between the Company's unconsolidated joint ventures and Holdco.

## Development

### Program Summary

During the quarter ended June 30, 2019, the Company commenced projects totaling approximately \$40.5 million, including three new redevelopments and the expansion of one previously announced project.

Below is a summary of the Company's announced development activity from inception through June 30, 2019, presented at 100% share and including certain assets that have been monetized through sale or joint venture:

(in millions)

Project Status	Number of Projects	Project Square Feet	Percentage Leased	Total		Projected Annual Income (2)		Estimated
				Estimated Project Costs (1)	Spent To Date	Total	Incremental	Incremental Yield (3)
Complete	18	1.7	94%	\$150 - 155	\$ 143			
Substantially Complete / Delivered to Tenant(s)	32	3.6	78%	435 - 460	304			
Underway	26	4.0	55%	810 - 840	262			
Announced	7	0.9	56%	130 - 145	10			
<b>Current Projects</b>	<b>83</b>	<b>10.2</b>	<b>70%</b>	<b>\$1,525 - 1,600</b>	<b>\$ 719</b>	<b>\$207 - 214</b>	<b>\$165 - 172</b>	<b>10.3 - 11.3%</b>
Acquired	15				64			
Sold	4				30			
<b>Total Projects</b>	<b>102</b>			<b>\$1,619 - 1,694</b>				

- (1) Total estimated project costs include aggregate termination fees of approximately \$81.0 million to recapture 100% of certain properties.
- (2) Projected annual income is based on assumptions for stabilized rents to be achieved at space under redevelopment. There can be no assurance that stabilized rent targets will be achieved
- (3) Projected incremental annual income divided by total estimated project costs.

### Announced Development Projects

As of June 30, 2019, the Company had originated 87 redevelopment projects since the Company's inception. Excluding four projects that have been sold, these projects represent an estimated total investment of \$1,525-1,600 million (\$1,405-1,480 million at share), of which an estimated \$805-880 million (\$745-820 million at share) remains to be spent, and are expected to generate an incremental yield on cost of approximately 10.3-11.3%.

The tables below provide brief descriptions of each of the redevelopment projects originated on the Company's platform since its inception, including certain assets that have been monetized through sale or joint venture:

#### Total Project Costs under \$10 Million

Property	Description	Total Project Square Feet	Estimated Construction Start	Estimated Substantial Completion
King of Prussia, PA	Repurpose former auto center space for Outback Steakhouse, Yard House and Escape Room	29,100		Complete
Merrillville, IN	Termination property; redevelop existing store for At Home and small shop retail	132,000		Complete
Elkhart, IN	Termination property; existing store has been released to Big R Stores	86,500		Complete
Bowie, MD	Recapture and repurpose auto center space for BJ's Brewhouse	8,200		Complete
Troy, MI	Partial recapture; redevelop existing store for At Home	100,000		Complete
Rehoboth Beach, DE	Partial recapture; redevelop existing store for andThat! and PetSmart	56,700		Complete
Henderson, NV	Termination property; redevelop existing store for At Home, Seafood City, Blink Fitness and additional retail	144,400		Complete
Cullman, AL	Termination property; redevelop existing store for Bargain Hunt, Tractor Supply and Planet Fitness	99,000		Complete
Jefferson City, MO	Termination property; redevelop existing store for Orscheln Farm and Home	96,000		Complete
Guaynabo, PR	Partial recapture; redevelop existing store for Planet Fitness, Capri and additional retail and restaurants	56,100		Complete
Westwood, TX	Termination property; site has been leased to Sonic Automotive for an auto dealership	213,600		Complete
Florissant, MO	Site densification; new outparcel for Chick-fil-A	5,000		Complete
Albany, NY	Recapture and repurpose auto center space for BJ's Brewhouse, Ethan Allen and additional small shop retail	28,000		Substantially complete
Kearney, NE	Termination property; redevelop existing store for Marshall's, PetSmart, Ross Dress for Less and Five Below	92,500		Substantially complete
Dayton, OH	Recapture and repurpose auto center space for Outback Steakhouse and additional restaurants	14,100		Substantially complete



**Total Project Costs under \$10 Million**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
New Iberia, LA	Termination property; redevelop existing store for Ross Dress for Less, Rouses Supermarkets, Hobby Lobby and small shop retail	93,100		Substantially complete
Hopkinsville, KY	Termination property; redevelop existing store for Bargain Hunt, Farmer's Furniture, Harbor Freight Tools and small shop retail	87,900		Substantially complete
Mt. Pleasant, PA	Termination property; redevelop existing store for Aldi, Big Lots and additional retail	86,300		Substantially complete
Layton, UT	Termination property; a portion of the space has been leased to Extra Space Storage; existing tenants include Vasa Fitness and small shop retail	172,100		Substantially complete
St. Clair Shores, MI	100% recapture; demolish existing store and develop site for new Kroger grocery store	107,200		Delivered to tenant(s)
Gainesville, FL	Termination property; repurpose existing store as office space for Florida Clinical Practice Association / University of Florida College of Medicine	139,100		Delivered to tenant(s)
North Little Rock, AR	Recapture and repurpose auto center space for LongHorn Steakhouse and small shop retail	17,300		Delivered to tenant(s)
Houston, TX	100% recapture; entered into ground lease with adjacent mall owner; potential to participate in future redevelopment	214,400		Delivered to tenant(s)
Oklahoma City, OK	Site densification; new fitness center for Vasa Fitness	59,500		Delivered to tenant(s)
Greensboro, NC	Site densification; new outparcel for Mavis Tires	6,900	Q1 2020	Q4 2020
Middletown, NJ	Termination property; redevelop site for new ShopRite grocery store and additional retail	191,100	Q1 2020	Q2 2021
Hagerstown, MD	Recapture and repurpose auto center space for BJ's Brewhouse, Verizon and additional retail	15,400		Sold
Hampton, VA	Site densification; new outparcel for Chick-fil-A	2,200		Sold

**Total Project Costs \$10 - \$20 Million**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
Braintree, MA	100% recapture; redevelop existing store for Nordstrom Rack, Saks OFF 5th and additional retail	90,000		Complete
Honolulu, HI	100% recapture; redevelop existing store for Longs Drugs (CVS), PetSmart and Ross Dress for Less	79,000		Complete
Anderson, SC	100% recapture (project expansion); redevelop existing store for Burlington Stores, Gold's Gym, Sportsman's Warehouse, additional retail and restaurants	111,300		Complete
Springfield, IL	Termination property; redevelop existing store for Burlington Stores, Binny's Beverage Depot, Marshall's, Orangetheory Fitness, Outback Steakhouse, Core Life Eatery and additional small shop retail	133,400		Complete
Madison, WI	Partial recapture; redevelop existing store for Dave & Busters, Total Wine & More, additional retail and restaurants	75,300		Substantially complete
Paducah, KY	Termination property; redevelop existing store for Burlington Stores, Ross Dress for Less and additional retail	102,300		Substantially complete
Thornton, CO	Termination property; redevelop existing store for Vasa Fitness and additional junior anchors	191,600		Substantially complete
Cockeysville, MD	Partial recapture; redevelop existing store for HomeGoods, Michael's Stores, additional junior anchors and restaurants (note: contributed to Cockeysville JV in Q1 2019)	83,500		Substantially complete
Warwick, RI	Termination property (project expansion); redevelop existing store and detached auto center for At Home, BJ's Brewhouse, Raymour & Flanigan, additional retail and restaurants	190,700		Substantially complete
Temecula, CA	Partial recapture; redevelop existing store and detached auto center for Round One, small shop retail and restaurants	65,100		Substantially complete
Hialeah, FL	100% recapture; redevelop existing store for Bed, Bath & Beyond, Ross Dress for Less and dd's Discounts to join current tenant, Aldi	88,400		Substantially complete
North Hollywood, CA	Partial recapture; redevelop existing store for Burlington Stores and Ross Dress for Less	79,800		Substantially complete
West Jordan, UT	Termination property (project expansion); redevelop existing store and attached auto center for At Home, Burlington Stores, Planet Fitness and small shop retail	190,300		Substantially complete
Salem, NH	Densify site with new theatre for Cinemark and recapture and repurpose auto center for restaurant space to join existing tenant Dick's Sporting Goods	71,200		Delivered to tenant(s)
Fairfax, VA	Partial recapture; redevelop existing store and attached auto center for Dave & Busters, additional junior anchors and restaurants	110,300		Delivered to tenant(s)
Canton, OH	Partial recapture; redevelop existing store for Dave & Busters and restaurants	83,900		Delivered to tenant(s)
North Riverside, IL	Partial recapture; redevelop existing store and detached auto center for Blink Fitness, Round One, additional junior anchors, small shop retail and restaurants	103,900		Delivered to tenant(s)

**Total Project Costs \$10 - \$20 Million**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
Olean, NY	Termination property (project expansion); redevelop existing store for Marshall's, Ollie's Bargain Basement and additional retail	125,700	Delivered to tenant(s)	
Las Vegas, NV	Partial recapture; redevelop existing store for Round One and additional retail	78,800	Underway	Q3 2019
Roseville, MI	Termination property (project expansion); redevelop existing store for At Home, Hobby Lobby, Chick-fil-A and additional retail	369,800	Underway	Q3 2019
Warrenton, VA	Termination property; redevelop existing store for HomeGoods and additional retail	97,300	Underway	Q3 2019
North Miami, FL	100% recapture; redevelop existing store for Burlington Stores, Michael's and Ross Dress for Less	124,300	Underway	Q4 2019
Yorktown Heights, NY	Partial recapture; redevelop existing store for 24 Hour Fitness and other retail uses	85,200	Underway	Q4 2019
Charleston, SC	100% recapture (project expansion); redevelop existing store and detached auto center for Burlington Stores and additional retail	126,700	Underway	Q4 2019
Chicago, IL (Kedzie)	Termination property; redevelop existing store for Ross Dress for Less, dd's Discounts, Five Below, Blink Fitness and additional retail	123,300	Underway	Q4 2019
El Paso, TX	Termination property; redevelop existing store for Ross Dress for Less, dd's Discounts and additional retail	114,700	Underway	Q4 2019
Reno, NV	100% recapture; redevelop existing store and auto center for Round One and additional retail	169,800	Underway	Q4 2019
Pensacola, FL	Termination property; redevelop existing store for BJ's Wholesale, additional retail and restaurants	134,700	Underway	Q1 2020
Fresno, CA	Partial recapture, redevelop existing store and detached auto center for Ross Dress for Less, dd's Discounts and additional retail	78,300	Underway	Q1 2020
Manchester, NH	Termination property; redevelop existing store for Dick's Sporting Goods, Dave & Busters, additional retail and restaurants	117,700	Underway	Q3 2020
Victor, NY	Termination property, redevelop existing store for Dick's Sporting Goods and additional retail	140,500	Underway	Q3 2020
Merced, CA	Termination property; redevelop existing store for Burlington Stores, Ulta Beauty and additional retail	92,600	Q3 2019	Q1 2021
Santa Cruz, CA	Partial recapture; redevelop existing store for TJ Maxx, HomeGoods and additional junior anchors	62,200		Sold
Vancouver, WA	Partial recapture; redevelop existing store for Round One, Hobby Lobby and additional retail and restaurants	72,400		Sold
Saugus, MA	Partial recapture; redevelop existing store and detached auto center (temporarily on hold)	99,000	To be determined	

**Total Project Costs over \$20 Million**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
Memphis, TN	100% recapture; demolish and construct new buildings for LA Fitness, Nordstrom Rack, Ulta Beauty, Hopdoddy Burger Bar and additional retail and restaurants	135,200	Complete	
St. Petersburg, FL	100% recapture; demolish and construct new buildings for Dick's Sporting Goods, Lucky's Market, PetSmart, Five Below, Chili's Grill & Bar, Pollo Tropical, LongHorn Steakhouse, Verizon and additional small shop retail and restaurants	142,400	Complete	
Orlando, FL	100% recapture; demolish and construct new buildings for Floor & Decor, Orchard Supply Hardware, LongHorn Steakhouse, Mission BBQ, Olive Garden and additional small shop retail and restaurants	139,200	Substantially complete	
West Hartford, CT	100% recapture; redevelop existing store and detached auto center for buybuyBaby, Cost Plus World Market, REI, Saks OFF Fifth, other junior anchors, Shake Shack and additional small shop retail (note: contributed to West Hartford JV in Q2 2018)	147,600	Substantially complete	
Wayne, NJ	Partial recapture (project expansion); redevelop existing store and detached auto center for Cinemark, Dave & Busters, Yardhouse and additional retail and restaurants (note: contributed to GGP II JV in Q3 2017)	156,700	Delivered to tenant(s)	
Carson, CA	100% recapture (project expansion); redevelop existing store for Burlington Stores, Ross Dress for Less, Gold's Gym and additional retail	163,800	Delivered to tenant(s)	
Greendale, WI	Termination property; redevelop existing store and attached auto center for Dick's Sporting Goods, Round One, TJ Maxx, additional retail and restaurants	223,800	Delivered to tenant(s)	
Watchung, NJ	100% recapture; demolish full-line store and detached auto center and construct new buildings for Cinemark, HomeSense, Sierra Trading Post, Ulta Beauty, Chick-fil-A, small shop retail and additional restaurants	126,700	Delivered to tenant(s)	
Austin, TX	100% recapture (project expansion); redevelop existing store for AMC Theatres, additional junior anchors and restaurants	177,400	Underway	Q3 2019

**Total Project Costs over \$20 Million**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
El Cajon, CA	100% recapture; redevelop existing store and auto center for Ashley Furniture, Bob's Discount Furniture, Burlington Stores and additional retail and restaurants; a portion of the basement has been leased to Extra Space Storage	242,700	Underway	Q3 2019
Anchorage, AK	100% recapture; redevelop existing store for Safeway, Guitar Center, Planet Fitness and additional retail to join current tenant, Nordstrom Rack	142,500	Underway	Q4 2019
Aventura, FL	100% recapture; demolish existing store and construct new, multi-level open air retail destination featuring a leading collection of experiential shopping, dining and entertainment concepts alongside a treelined esplanade and activated plazas	216,600	Underway	Q4 2019
East Northport, NY	Termination property; redevelop existing store and attached auto center for AMC Theatres, 24 Hour Fitness, additional junior anchors and small shop retail	179,700	Underway	Q4 2019
San Diego, CA	100% recapture; redevelop existing store into two highly-visible, multi-level buildings with exterior facing retail space leased to Equinox Fitness and a premier mix of experiential shopping, dining, and entertainment concepts (note: contributed to UTC JV in Q2 2018)	206,000	Underway	Q4 2019
Santa Monica, CA	100% recapture; redevelop existing building into premier, mixed-use asset featuring unique, small-shop retail and creative office space (note: contributed to Mark 302 JV in Q1 2018)	96,500	Underway	Q4 2019
Tucson, AZ	100% recapture; redevelop existing store and auto center for Round One and additional retail	224,300	Underway	Q4 2019
Fairfield, CA	100% recapture (project expansion); redevelop existing store and auto center for Dave & Busters, AAA Auto Repair Center and additional retail	146,500	Underway	Q1 2020
Plantation, FL	100% recapture (project expansion); redevelop existing store and auto center for GameTime, Powerhouse Gym, additional retail and restaurants	184,400	Underway	Q1 2020
Roseville, CA	Termination property (project expansion): redevelop existing store and auto center for Cinemark, Round One, AAA Auto Repair Center, additional retail and restaurants	147,400	Underway	Q2 2020
San Antonio, TX	Termination property (project expansion); redevelop existing store for Bed Bath & Beyond, buybuyBaby, Tru Fit and additional retail to complement repurposed auto center occupied by Orvis, Jared's Jeweler and Shake Shack	215,900	Underway	Q2 2020
Ft. Wayne, IN	Termination property (project expansion); redevelop existing store for Dave & Buster's, HomeGoods and additional retail to complement new outparcels for BJ's Brewhouse, Chick-fil-A and Portillo's	96,400	Underway	Q4 2020
Orland Park, IL	100% recapture; redevelop existing store for AMC Theatres, 24 Hour Fitness, additional retail and restaurants	181,900	Q3 2019	Q4 2020
Hialeah, FL	100% recapture (project expansion); redevelop existing store and auto center for Paragon Theaters, Ulta Beauty, Five Below, Panera Bread and additional retail and restaurants	158,100	Q3 2019	Q2 2021
Asheville, NC	100% recapture; redevelop existing store and auto center for Alamo Drafthouse, restaurants and small shop retail	110,600	Q4 2019	Q2 2021

**Liquidity**

As of June 30, 2019, the Company had approximately \$790 million of identified liquidity, including \$325.5 million of cash on the balance sheet, the \$400 million incremental funding facility under the Company's senior secured term loan (subject to certain conditions) and assets under contract for sale for anticipated gross cash proceeds of \$63.3 million (assets under contract for sale are subject to customary closing conditions and there can be no assurance that such transactions will be consummated).

**Dividends**

On July 23, 2019, the Company's Board of Trustees declared a preferred stock dividend of \$0.4375 per each Series A Preferred Share. The preferred dividend will be paid on October 15, 2019 to holders of record on September 30, 2019.

On April 30, 2019, the Company's Board of Trustees declared a preferred stock dividend of \$0.4375 per each Series A Preferred Share. The preferred dividend was paid on July 15, 2019 to holders of record on June 28, 2019.

As previously announced, the Company's Board of Trustees does not currently expect to declare additional common dividends for the remainder of 2019, based on its assessment of the Company's investment opportunities and its expectations of taxable income for the year. The Board of Trustees will reevaluate this position at the end of 2019, if necessary, to ensure that the Company meets its distribution requirements as a REIT. The Company's Board of Trustees expects that cash dividends for the Company's preferred shares will continue to be paid each quarter.

**Supplemental Report**

A Supplemental Report will be available in the Investors section of the Company's website, [www.seritage.com](http://www.seritage.com).

## **Non-GAAP Financial Measures**

The Company makes reference to NOI, Total NOI, FFO and Company FFO which are financial measures that include adjustments to accounting principles generally accepted in the United States (“GAAP”).

None of NOI, Total NOI, FFO or Company FFO, are measures that (i) represent cash flow from operations as defined by GAAP; (ii) are indicative of cash available to fund all cash flow needs, including the ability to make distributions; (iii) are alternatives to cash flow as a measure of liquidity; or (iv) should be considered alternatives to net income (which is determined in accordance with GAAP) for purposes of evaluating the Company’s operating performance. Reconciliations of these measures to the respective GAAP measures we deem most comparable have been provided in the tables accompanying this press release.

### **Net Operating Income (“NOI”), Total NOI and Annualized Total NOI**

NOI is defined as income from property operations less property operating expenses. The Company believes NOI provides useful information regarding Seritage, its financial condition, and results of operations because it reflects only those income and expense items that are incurred at the property level.

The Company also uses Total NOI, which includes its proportional share of unconsolidated properties. This form of presentation offers insights into the financial performance and condition of the Company as a whole given the Company’s ownership of unconsolidated properties that are accounted for under GAAP using the equity method. The Company also considers Total NOI to be a helpful supplemental measure of its operating performance because it excludes from NOI variable items such as termination fee income, as well as non-cash items such as straight-line rent and amortization of lease intangibles.

Annualized Total NOI is an estimate, as of the end of the reporting period, of the annual Total NOI to be generated by the Company’s portfolio including all signed leases and modifications to the Original Master Lease and Holdco Master Lease with respect to recaptured space. We calculate Annualized Total NOI by adding or subtracting current period adjustments for leases that commenced or expired during the period to Total NOI (as defined) for the period and annualizing, and then adding estimated annual Total NOI attributable to SNO leases and subtracting estimated annual Total NOI attributable to Sears Holdings and Holdco space to be recaptured.

Annualized Total NOI is a forward-looking non-GAAP measure for which the Company does not believe it can provide reconciling information to a corresponding forward-looking GAAP measure without unreasonable effort.

### **Funds from Operations (“FFO”) and Company FFO**

FFO is calculated in accordance with NAREIT which defines FFO as net income computed in accordance with GAAP, excluding gains (or losses) from property sales, real estate related depreciation and amortization, and impairment charges on depreciable real estate assets. The Company considers FFO a helpful supplemental measure of the operating performance for equity REITs and a complement to GAAP measures because it is a recognized measure of performance by the real estate industry.

The Company makes certain adjustments to FFO, which it refers to as Company FFO, to account for certain non-cash and non-comparable items, such as termination fee income, unrealized loss on interest rate cap, litigation charges, acquisition-related expenses, amortization of deferred financing costs and certain up-front-hiring and personnel costs, that it does not believe are representative of ongoing operating results.

### **Forward-Looking Statements**

This document contains forward-looking statements within the meaning of the federal securities laws. Forward-looking statements relate to expectations, beliefs, projections, future plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts. In some cases, you can identify forward-looking statements by the use of forward-looking terminology such as “may,” “will,” “should,” “expects,” “intends,” “plans,” “anticipates,” “believes,” “estimates,” “predicts,” or “potential” or the negative of these words and phrases or similar words or phrases that are predictions of or indicate future events or trends and that do not relate solely to historical matters. Forward-looking statements involve known and unknown risks, uncertainties, assumptions and contingencies, many of which are beyond the company’s control, which may cause actual results to differ significantly from those expressed in any forward-looking statement. Factors that could cause or contribute to such differences include, but are not limited to: our historical exposure to Sears Holdings and the effects of its previously announced bankruptcy filing; Holdco’s termination and other rights under its master lease with us; competition in the real estate and retail industries; risks relating to our recapture and redevelopment activities; contingencies to the commencement of rent under leases; the terms of our indebtedness; restrictions with which we are required to comply in order to maintain REIT status and other legal requirements to which we are subject; and our relatively limited history as an operating company. For additional discussion of these and other applicable risks, assumptions and uncertainties, see the “Risk Factors” and forward-looking statement disclosure contained in our filings with the Securities and Exchange Commission, including the risk factors relating to Sears Holdings and Holdco. While we believe that our forecasts and assumptions are reasonable, we caution that actual results may differ materially. We intend the forward-looking statements to speak only as of the time made and do not undertake to update or revise them as more information becomes available, except as required by law.

### **About Seritage Growth Properties**

Seritage Growth Properties is a publicly-traded, self-administered and self-managed REIT with 194 wholly-owned properties and 27 joint venture properties totaling approximately 35.1 million square feet of space across 45 states and Puerto Rico. The Company was formed to unlock the underlying real estate value of a high-quality retail portfolio it acquired from Sears Holdings in July 2015. Pursuant to a master lease, the Company has the right to recapture certain space from the successor to Sears Holdings for retenuing or redevelopment purposes. The Company’s mission is to create and own revitalized shopping, dining, entertainment and mixed-use destinations that provide enriched experiences for consumers and local communities, and create long-term value for our shareholders.

### **Contact**

Seritage Growth Properties  
646-277-1268  
[IR@Seritage.com](mailto:IR@Seritage.com)

**SERITAGE GROWTH PROPERTIES**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(In thousands, except share and per share amounts)  
(Unaudited)

	<u>June 30, 2019</u>	<u>December 31, 2018</u>
<b>ASSETS</b>		
Investment in real estate		
Land	\$ 686,160	\$ 696,792
Buildings and improvements	932,624	900,173
Accumulated depreciation	(158,446)	(137,947)
	<u>1,460,338</u>	<u>1,459,018</u>
Construction in progress	393,655	292,049
Net investment in real estate	1,853,993	1,751,067
Real estate held for sale	5,277	3,094
Investment in unconsolidated joint ventures	418,967	398,577
Cash and cash equivalents	325,505	532,857
Tenant and other receivables, net	50,388	36,926
Lease intangible assets, net	96,332	123,656
Prepaid expenses, deferred expenses and other assets, net	48,286	29,899
Total assets	<u>\$ 2,798,748</u>	<u>\$ 2,876,076</u>
<b>LIABILITIES AND EQUITY</b>		
Liabilities		
Term Loan Facility, net	\$ 1,598,276	\$ 1,598,053
Accounts payable, accrued expenses and other liabilities	104,952	127,565
Total liabilities	<u>1,703,228</u>	<u>1,725,618</u>
Commitments and contingencies		
Shareholders' Equity		
Class A common shares \$0.01 par value; 100,000,000 shares authorized; 36,828,991 and 35,667,521 shares issued and outstanding as of June 30, 2019 and December 31, 2018, respectively	368	357
Class B common shares \$0.01 par value; 5,000,000 shares authorized; 1,247,060 shares issued and outstanding as of June 30, 2019 and December 31, 2018	12	13
Series A preferred shares \$0.01 par value; 10,000,000 shares authorized; 2,800,000 shares issued and outstanding as of June 30, 2019 and December 31, 2018; liquidation preference of \$70,000	28	28
Additional paid-in capital	1,144,458	1,124,504
Accumulated deficit	(380,734)	(344,132)
Total shareholders' equity	<u>764,132</u>	<u>780,770</u>
Non-controlling interests	331,388	369,688
Total equity	<u>1,095,520</u>	<u>1,150,458</u>
Total liabilities and equity	<u>\$ 2,798,748</u>	<u>\$ 2,876,076</u>

**SERITAGE GROWTH PROPERTIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(In thousands, except per share amounts)  
(Unaudited)

	<u>Three Months Ended June 30,</u>		<u>Six Months Ended June 30,</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>REVENUE</b>				
Rental revenue	\$ 38,697	\$ 48,356	\$ 82,275	\$ 102,133
Management and other fee income	1,814	914	2,096	914
Total revenue	<u>40,511</u>	<u>49,270</u>	<u>84,371</u>	<u>103,047</u>
<b>EXPENSES</b>				
Property operating	9,302	6,533	19,539	13,774
Real estate taxes	10,159	9,217	20,351	20,598
Depreciation and amortization	20,194	49,551	46,410	84,218
General and administrative	8,297	8,673	18,056	16,470
Provision for doubtful accounts	—	109	—	170
Total expenses	<u>47,952</u>	<u>74,083</u>	<u>104,356</u>	<u>135,230</u>
Gain on sale of real estate, net	11,612	34,187	32,873	76,018
Equity in loss of unconsolidated joint ventures	(9,944)	(2,158)	(8,722)	(4,740)
Interest and other income	2,175	456	4,773	1,136
Interest expense	(22,141)	(17,862)	(45,595)	(34,281)
Change in fair value of interest rate cap	—	(172)	—	(7)
(Loss) income before taxes	(25,739)	(10,362)	(36,656)	5,943
Provision for taxes	(146)	(240)	(123)	(344)
Net (loss) income	(25,885)	(10,602)	(36,779)	5,599
Net income (loss) attributable to non-controlling interests	8,982	3,831	12,909	(2,042)
Net loss (income) attributable to Seritage	<u>\$ (16,903)</u>	<u>\$ (6,771)</u>	<u>\$ (23,870)</u>	<u>\$ 3,557</u>
Preferred dividends	(1,225)	(1,225)	(2,450)	(2,453)
Net (loss) income attributable to Seritage common shareholders	<u>\$ (18,128)</u>	<u>\$ (7,996)</u>	<u>\$ (26,320)</u>	<u>\$ 1,104</u>
Net (loss) income per share attributable to Seritage Class A and Class C common shareholders - Basic	<u>\$ (0.50)</u>	<u>\$ (0.23)</u>	<u>\$ (0.73)</u>	<u>\$ 0.03</u>
Net (loss) income per share attributable to Seritage Class A and Class C common shareholders - Diluted	<u>\$ (0.50)</u>	<u>\$ (0.23)</u>	<u>\$ (0.73)</u>	<u>\$ 0.03</u>
Weighted average Class A and Class C common shares outstanding - Basic	<u>36,291</u>	<u>35,483</u>	<u>35,983</u>	<u>35,449</u>
Weighted average Class A and Class C common shares outstanding - Diluted	<u>36,291</u>	<u>35,483</u>	<u>35,983</u>	<u>35,588</u>



**Reconciliation of Net Loss to NOI and Total NOI (in thousands)**

<b>NOI and Total NOI</b>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net (loss) income	\$ (25,885)	\$ (10,602)	\$ (36,779)	\$ 5,599
Termination fee income	—	—	—	(174)
Management and other fee income	(1,814)	(914)	(2,096)	(914)
Depreciation and amortization	20,194	49,551	46,410	84,218
General and administrative expenses	8,297	8,673	18,056	16,470
Equity in loss of unconsolidated joint ventures	9,944	2,158	8,722	4,740
Gain on sale of real estate	(11,612)	(34,187)	(32,873)	(76,018)
Interest and other income	(2,175)	(456)	(4,773)	(1,136)
Interest expense	22,141	17,862	45,595	34,281
Change in fair value of interest rate cap	—	172	—	7
Provision for income taxes	146	240	123	344
NOI	\$ 19,236	\$ 32,497	\$ 42,385	\$ 67,417
NOI of unconsolidated joint ventures	2,849	5,007	7,159	9,765
Straight-line rent adjustment (1)	(5,923)	(606)	(8,903)	(3,174)
Above/below market rental income/expense (1)	(1,517)	(438)	(1,718)	(669)
Total NOI	\$ 14,645	\$ 36,460	\$ 38,923	\$ 73,339

(1) Includes adjustments for unconsolidated joint ventures.

**Computation of Annualized Total NOI (in thousands)**

<b>Annualized Total NOI</b>	<b>As of June 30,</b>	
	<b>2019</b>	<b>2018</b>
Total NOI (per above)	\$ 14,645	\$ 36,460
Period adjustments (1)	1,355	189
Adjusted Total NOI	16,000	36,649
Annualize	x 4	x 4
Adjusted Total NOI annualized	64,000	146,596
Plus: estimated annual Total NOI from SNO leases	83,168	68,870
Less: estimated annual Total NOI from associated space to be recaptured from Sears	(2,388)	(6,370)
Annualized Total NOI	\$ 144,780	\$ 209,096

(1) Includes adjustments to account for leases not in place for the full period.

**Reconciliation of Net Loss to FFO and Company FFO (in thousands)**

<b>FFO and Company FFO</b>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net (loss) income	\$ (25,885)	\$ (10,602)	\$ (36,779)	\$ 5,599
Real estate depreciation and amortization (consolidated properties)	19,800	48,985	45,375	83,098
Real estate depreciation and amortization (unconsolidated joint ventures)	12,755	3,516	15,382	7,309
Gain on sale of real estate	(11,612)	(34,187)	(32,873)	(76,018)
Dividends on preferred shares	(1,225)	(1,225)	(2,450)	(2,453)
FFO attributable to common shareholders and unitholders	\$ (6,167)	\$ 6,487	\$ (11,345)	\$ 17,535
Termination fee income	—	—	—	(174)
Change in fair value of interest rate cap	—	172	—	7
Amortization of deferred financing costs	105	1,870	223	3,590
Company FFO attributable to common shareholders and unitholders	\$ (6,062)	\$ 8,529	\$ (11,122)	\$ 20,958
FFO per diluted common share and unit	\$ (0.11)	\$ 0.12	\$ (0.20)	\$ 0.31
Company FFO per diluted common share and unit	\$ (0.11)	\$ 0.15	\$ (0.20)	\$ 0.38
<b>Weighted Average Common Shares and Units Outstanding</b>				
Weighted average common shares outstanding	36,291	35,483	35,983	35,588
Weighted average OP units outstanding	19,515	20,158	19,815	20,188
Weighted average common shares and units outstanding	55,806	55,641	55,798	55,776

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**Section 3: EX-99.2 (EX-99.2)**

**SERITAGE**  
**GROWTH PROPERTIES**

## Overview

Seritage Growth Properties (NYSE: SRG) (“Seritage” or the “Company”) is a fully-integrated, self-administered and self-managed REIT that is principally engaged in the acquisition, ownership, development, redevelopment, management, and leasing of diversified retail and mixed-use real estate throughout the United States.

As of June 30, 2019, the Company’s portfolio consisted of interests in 221 properties totaling approximately 35.1 million square feet of gross leasable area, including 194 wholly owned properties totaling approximately 30.3 million square feet of GLA across 45 states and Puerto Rico (the “Wholly Owned Properties”), and interests in 27 joint venture properties totaling approximately 4.8 million square feet of GLA across 14 states (the “JV Properties”).

The Company’s primary objective is to create value for its shareholders through the re-leasing and redevelopment of the majority of its Wholly Owned Properties and JV Properties. In doing so, the Company expects to meaningfully grow net operating income and diversify its tenant base while transforming its portfolio from one with a single-tenant orientation to one comprised predominately of first-class, multi-tenant shopping centers and larger-scale, mixed-use properties. In order to achieve its objective, the Company intends to execute the following strategies:

- Convert single-tenant buildings into multi-tenant properties at meaningfully higher rents;
- Maximize value of vast land holdings through retail and mixed-use densification;
- Leverage existing and future joint venture relationships with leading landlords and financial partners; and
- Maintain a flexible capital structure to support value creation activities.

## Background

On June 11, 2015, Sears Holdings Corporation (“Sears Holdings”) effected a rights offering to Sears Holdings stockholders to purchase common shares of Seritage in order to fund, in part, the \$2.7 billion acquisition of (i) 234 of Sears Holdings’ owned properties and one of its ground leased properties (the “Acquired Properties”), and (ii) Sears Holdings’ 50% interests in three joint ventures that collectively owned 28 properties, ground leased one property and leased two properties (the “Acquired JV Properties”). Concurrent with the acquisition, the Company leased back to Sears Holdings space at 224 of the Acquired Properties under a master lease agreement (the “Original Master Lease”) and space at all 31 Acquired JV Properties under multiple master lease agreements (the “Original JV Master Leases”).

The rights offering ended on July 2, 2015, and the Company’s Class A common shares were listed on the New York Stock Exchange on July 6, 2015. On July 7, 2015, the Company completed the transactions with Sears Holdings and commenced operations. The Company did not have any operations prior to the completion of the rights offering and the transactions with Sears Holdings.

As of June 30, 2019, the Company leased space at 50 Wholly Owned Properties to Transform Holdco LLC (“Holdco”), an affiliate of ESL Investments, Inc. (“ESL”) and the successor to Sears Holdings, under a master lease (the “Holdco Master Lease”). The Company also leased space to Holdco at four JV Properties (the “Holdco JV Leases”). Under the Holdco Master Lease and Holdco JV Leases, the Company has the right to recapture certain space at each property occupied by Holdco for retenanting or redevelopment purposes.

## General Information

Unless the context indicates otherwise, references in this supplemental information package (the “Supplemental”) to “Seritage Growth,” “Seritage,” the “Company,” or “SRG” refer to Seritage Growth Properties and its subsidiaries. Additionally, where reference is made to “GAAP”, this refers to accounting principles generally accepted in the United States.

**SERITAGE GROWTH PROPERTIES  
SUPPLEMENTAL INFORMATION  
PERIOD ENDED JUNE 30, 2019**

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**Company Contacts**

Benjamin Schall	President and Chief Executive Officer	Kenneth Lombard	EVP and Chief Operating Officer
Brian Dickman	EVP and Chief Financial Officer	Matthew Fernand	EVP and General Counsel
James Bry	EVP, Development and Construction	Mary Rottler	EVP, Leasing and Operations
ir@seritage.com	Investor Relations and Communications	646.277.1268	

**Summary Information**

June 30, 2019

(In thousands, except per share, PSF and ratio amounts)

Financial Results	Three Months Ended June 30,		Six Months Ended June 30,	
	2019	2018	2019	2018
Net (loss) income attributable to Seritage common shareholders (page 3)	\$ (18,128)	\$ (7,996)	\$ (26,320)	\$ 1,104
Total NOI (page 5)	14,645	36,460	38,923	73,339
FFO (page 7)	(6,167)	6,487	(11,345)	17,535
Company FFO (page 7)	(6,062)	8,529	(11,122)	20,958
Net (loss) income per diluted share attributable to Seritage common shareholders (page 3)	\$ (0.50)	\$ (0.23)	\$ (0.73)	\$ 0.03
FFO per diluted share (page 7)	(0.11)	0.12	(0.20)	0.31
Company FFO per diluted share (page 7)	(0.11)	0.15	(0.20)	0.38
Wtd. avg. diluted shares - EPS	36,291	35,483	35,983	35,588
Wtd. avg diluted shares - FFO/share	55,806	55,641	55,798	55,776
Stock trading price range	\$40.07 to \$46.49	\$34.64 to \$44.53	\$32.98 to \$46.49	\$34.50 to \$44.53

Financial Ratios (page 4)	As of	As of
	June 30, 2019	December 31, 2018
Total debt to total market capitalization	39.3%	46.1%
Net debt to Company EBITDA	14.9x	10.3x
Company EBITDA to cash interest expense	0.9x	1.3x

Property Data (page 10)	As of	As of
	June 30, 2019	December 31, 2018
Number of properties	221	232
Gross leasable area (total / at share)	35,108 / 32,691	36,299 / 33,951
Percentage leased (total / at share)	51.0% / 52.4%	67.0% / 66.3%

Tenant	As of June 30, 2019		
	Annual Rent	% of Total Annual Rent	Annual Rent PSF
Sears/Kmart	\$ 20,320	10.9%	\$ 3.01
In-place diversified, non-Sears leases	79,756	42.9%	13.41
Signed not yet opened ("SNO") in-place diversified, non-Sears leases	85,740	46.2%	19.26
Total	\$ 185,816	100.0%	\$ 10.84

Tenant	As of June 30, 2018		
	Annual Rent	% of Total Annual Rent	Annual Rent PSF
Sears/Kmart	\$ 96,567	43.1%	\$ 4.51
In-place diversified, non-Sears leases	56,778	25.4%	12.98
SNO in-place diversified, non-Sears leases	70,560	31.5%	18.98
Total	\$ 223,905	100.0%	\$ 6.57

**Condensed Consolidated Balance Sheets (unaudited)**

June 30, 2019

(In thousands, except share and per share amounts)

	<u>June 30, 2019</u>	<u>December 31, 2018</u>
<b>ASSETS</b>		
Investment in real estate		
Land	\$ 686,160	\$ 696,792
Buildings and improvements	932,624	900,173
Accumulated depreciation	(158,446)	(137,947)
	<u>1,460,338</u>	<u>1,459,018</u>
Construction in progress	393,655	292,049
Net investment in real estate	1,853,993	1,751,067
Real estate held for sale	5,277	3,094
Investment in unconsolidated joint ventures	418,967	398,577
Cash and cash equivalents	325,505	532,857
Tenant and other receivables, net	50,388	36,926
Lease intangible assets, net	96,332	123,656
Prepaid expenses, deferred expenses and other assets, net	48,286	29,899
Total assets	<u>\$ 2,798,748</u>	<u>\$ 2,876,076</u>
<b>LIABILITIES AND EQUITY</b>		
Liabilities		
Term Loan Facility, net	\$ 1,598,276	\$ 1,598,053
Accounts payable, accrued expenses and other liabilities	104,952	127,565
Total liabilities	<u>1,703,228</u>	<u>1,725,618</u>
Commitments and contingencies		
Shareholders' Equity		
Class A common shares \$0.01 par value; 100,000,000 shares authorized; 36,828,991 and 35,667,521 shares issued and outstanding as of June 30, 2019 and December 31, 2018, respectively	368	357
Class B common shares \$0.01 par value; 5,000,000 shares authorized; 1,247,060 shares issued and outstanding as of June 30, 2019 and December 31, 2018	12	13
Series A preferred shares \$0.01 par value; 10,000,000 shares authorized; 2,800,000 shares issued and outstanding as of June 30, 2019 and December 31, 2018; liquidation preference of \$70,000	28	28
Additional paid-in capital	1,144,458	1,124,504
Accumulated deficit	(380,734)	(344,132)
Total shareholders' equity	<u>764,132</u>	<u>780,770</u>
Non-controlling interests	331,388	369,688
Total equity	<u>1,095,520</u>	<u>1,150,458</u>
Total liabilities and equity	<u>\$ 2,798,748</u>	<u>\$ 2,876,076</u>

**Condensed Consolidated Statements of Operations (unaudited)**

June 30, 2019

(In thousands, except per share amounts)

	<u>Three Months Ended June 30,</u>		<u>Six Months Ended June 30,</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>REVENUE</b>				
Rental revenue	\$ 38,697	\$ 48,356	\$ 82,275	\$ 102,133
Management and other fee income	1,814	914	2,096	914
Total revenue	<u>40,511</u>	<u>49,270</u>	<u>84,371</u>	<u>103,047</u>
<b>EXPENSES</b>				
Property operating	9,302	6,533	19,539	13,774
Real estate taxes	10,159	9,217	20,351	20,598
Depreciation and amortization	20,194	49,551	46,410	84,218
General and administrative	8,297	8,673	18,056	16,470
Provision for doubtful accounts	—	109	—	170
Total expenses	<u>47,952</u>	<u>74,083</u>	<u>104,356</u>	<u>135,230</u>
Gain on sale of real estate, net	11,612	34,187	32,873	76,018
Equity in loss of unconsolidated joint ventures	(9,944)	(2,158)	(8,722)	(4,740)
Interest and other income	2,175	456	4,773	1,136
Interest expense	(22,141)	(17,862)	(45,595)	(34,281)
Change in fair value of interest rate cap	—	(172)	—	(7)
(Loss) income before taxes	<u>(25,739)</u>	<u>(10,362)</u>	<u>(36,656)</u>	<u>5,943</u>
Provision for taxes	(146)	(240)	(123)	(344)
Net (loss) income	<u>(25,885)</u>	<u>(10,602)</u>	<u>(36,779)</u>	<u>5,599</u>
Net income (loss) attributable to non-controlling interests	8,982	3,831	12,909	(2,042)
Net loss (income) attributable to Seritage	<u>\$ (16,903)</u>	<u>\$ (6,771)</u>	<u>\$ (23,870)</u>	<u>\$ 3,557</u>
Preferred dividends	(1,225)	(1,225)	(2,450)	(2,453)
Net (loss) income attributable to Seritage common shareholders	<u>\$ (18,128)</u>	<u>\$ (7,996)</u>	<u>\$ (26,320)</u>	<u>\$ 1,104</u>
<b>Net (loss) income per share attributable to Seritage Class A and Class C common shareholders - Basic</b>				
	<u>\$ (0.50)</u>	<u>\$ (0.23)</u>	<u>\$ (0.73)</u>	<u>\$ 0.03</u>
<b>Net (loss) income per share attributable to Seritage Class A and Class C common shareholders - Diluted</b>				
	<u>\$ (0.50)</u>	<u>\$ (0.23)</u>	<u>\$ (0.73)</u>	<u>\$ 0.03</u>
<b>Weighted average Class A and Class C common shares outstanding - Basic</b>				
	<u>36,291</u>	<u>35,483</u>	<u>35,983</u>	<u>35,449</u>
<b>Weighted average Class A and Class C common shares outstanding - Diluted</b>				
	<u>36,291</u>	<u>35,483</u>	<u>35,983</u>	<u>35,588</u>



**Market Capitalization and Financial Ratios**

June 30, 2019

(In thousands, except per share and ratio amounts)

	As of June 30, 2019	As of December 31, 2018
<b>Equity Market Capitalization</b>		
Class A common shares outstanding	36,829	35,668
OP units outstanding	18,973	20,119
Total shares & units outstanding	55,802	55,787
Share Price	\$ 42.96	\$ 32.33
Equity market capitalization	\$ 2,397,254	\$ 1,803,594
<b>Total Market Capitalization</b>		
Equity market capitalization	\$ 2,397,254	\$ 1,803,594
Preferred equity	70,000	70,000
Total debt	1,600,000	1,600,000
Total market capitalization	\$ 4,067,254	\$ 3,473,594
<b>Financial Ratios</b>		
Total debt to total market capitalization	39.3%	46.1%
Total debt	\$ 1,600,000	\$ 1,600,000
Cash and cash equivalents	(325,505)	(532,857)
Net Debt	\$ 1,274,495	\$ 1,067,143
Net debt to Company EBITDA (1)	14.9x	10.3x
Gross real estate investments	\$ 2,255,947	\$ 2,156,295
Investment in unconsolidated joint ventures	418,967	398,577
Total real estate investments	\$ 2,674,914	\$ 2,554,872
Net debt to total real estate investments	47.6%	41.8%
Interest expense (net of amounts capitalized) (1)	\$ 101,334	\$ 90,020
Amortization of deferred financing costs (1)	(6,956)	(10,323)
Cash interest expense (net of amounts capitalized) (1)	\$ 94,378	\$ 79,697
Company EBITDA to cash interest expense (net of amounts capitalized) (1)	0.9x	1.3x

(1) For the twelve months ended June 30, 2019 and December 31, 2018, respectively.

**Total Net Operating Income**

June 30, 2019

(In thousands)

NOI and Total NOI	Three Months Ended June 30,		Six Months Ended June 30,	
	2019	2018	2019	2018
Net (loss) income	\$ (25,885)	\$ (10,602)	\$ (36,779)	\$ 5,599
Termination fee income	—	—	—	(174)
Management and other fee income	(1,814)	(914)	(2,096)	(914)
Depreciation and amortization	20,194	49,551	46,410	84,218
General and administrative expenses	8,297	8,673	18,056	16,470
Equity in loss of unconsolidated joint ventures	9,944	2,158	8,722	4,740
Gain on sale of real estate	(11,612)	(34,187)	(32,873)	(76,018)
Interest and other income	(2,175)	(456)	(4,773)	(1,136)
Interest expense	22,141	17,862	45,595	34,281
Change in fair value of interest rate cap	—	172	—	7
Provision for income taxes	146	240	123	344
NOI	<u>\$ 19,236</u>	<u>\$ 32,497</u>	<u>\$ 42,385</u>	<u>\$ 67,417</u>
NOI of unconsolidated joint ventures	2,849	5,007	7,159	9,765
Straight-line rent adjustment (1)	(5,923)	(606)	(8,903)	(3,174)
Above/below market rental income/expense (1)	(1,517)	(438)	(1,718)	(669)
Total NOI	<u>\$ 14,645</u>	<u>\$ 36,460</u>	<u>\$ 38,923</u>	<u>\$ 73,339</u>

Annualized Total NOI	As of June 30,	
	2019	2018
Total NOI (per above)	\$ 14,645	\$ 36,460
Period adjustments (2)	1,355	189
Adjusted Total NOI	16,000	36,649
Annualize	x 4	x 4
Adjusted Total NOI annualized	64,000	146,596
Plus: estimated annual Total NOI from SNO leases	83,168	68,870
Less: estimated annual Total NOI from associated space to be recaptured from Sears	(2,388)	(6,370)
Annualized Total NOI	<u>\$ 144,780</u>	<u>\$ 209,096</u>

(1) Includes adjustments for unconsolidated joint ventures.

(2) Includes adjustments to account for leases not in place for the full period.

**EBITDAre and Company EBITDA**

June 30, 2019

(In thousands)

<b>EBITDAre and Company EBITDA</b>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net (loss) income	\$ (25,885)	\$ (10,602)	\$ (36,779)	\$ 5,599
Interest expense	22,141	17,862	45,595	34,281
Provision for income and other taxes	146	240	123	344
Depreciation and amortization	20,194	49,551	46,410	84,218
Depreciation and amortization (unconsolidated joint ventures)	12,755	3,516	15,382	7,309
Interest expense (unconsolidated joint ventures)	4	—	4	—
Gain on sale of interests in unconsolidated joint ventures	—	—	—	—
Gain on sale of real estate	(11,612)	(34,187)	(32,873)	(76,018)
<b>EBITDAre</b>	<b>\$ 17,743</b>	<b>\$ 26,380</b>	<b>\$ 37,862</b>	<b>\$ 55,733</b>
Termination fee income	—	—	—	(174)
Change in fair value of interest rate cap	—	172	—	7
<b>Company EBITDA</b>	<b>\$ 17,743</b>	<b>\$ 26,552</b>	<b>\$ 37,862</b>	<b>\$ 55,566</b>

**Funds from Operations and Company FFO**

June 30, 2019

(In thousands, except per share amounts)

<b>FFO and Company FFO</b>	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net (loss) income	\$ (25,885)	\$ (10,602)	\$ (36,779)	\$ 5,599
Real estate depreciation and amortization (consolidated properties)	19,800	48,985	45,375	83,098
Real estate depreciation and amortization (unconsolidated joint ventures)	12,755	3,516	15,382	7,309
Gain on sale of real estate	(11,612)	(34,187)	(32,873)	(76,018)
Dividends on preferred shares	(1,225)	(1,225)	(2,450)	(2,453)
FFO attributable to common shareholders and unitholders	<u>\$ (6,167)</u>	<u>\$ 6,487</u>	<u>\$ (11,345)</u>	<u>\$ 17,535</u>
Termination fee income	—	—	—	(174)
Change in fair value of interest rate cap	—	172	—	7
Amortization of deferred financing costs	105	1,870	223	3,590
Company FFO attributable to common shareholders and unitholders	<u>\$ (6,062)</u>	<u>\$ 8,529</u>	<u>\$ (11,122)</u>	<u>\$ 20,958</u>
FFO per diluted common share and unit	<u>\$ (0.11)</u>	<u>\$ 0.12</u>	<u>\$ (0.20)</u>	<u>\$ 0.31</u>
Company FFO per diluted common share and unit	<u>\$ (0.11)</u>	<u>\$ 0.15</u>	<u>\$ (0.20)</u>	<u>\$ 0.38</u>
<b>Weighted Average Common Shares and Units Outstanding</b>				
Weighted average common shares outstanding	36,291	35,483	35,983	35,588
Weighted average OP units outstanding	19,515	20,158	19,815	20,188
Weighted average common shares and units outstanding	<u>55,806</u>	<u>55,641</u>	<u>55,798</u>	<u>55,776</u>

**Additional Information**

June 30, 2019

(In thousands)

	<b>As of</b> <b>June 30, 2019</b>	<b>As of</b> <b>December 31, 2018</b>
<b>Debt Summary</b>		
Term Loan Facility (drawn / undrawn)	\$1,600,000 / 400,000	\$1,600,000 / 400,000
Interest rate / undrawn rate	7.00% / 1.00%	7.00% / 1.00%
Maturity	July 2023	July 2023
<b>Prepaid Expenses, Deferred Expenses and Other Assets</b>		
Right of use asset	\$ 19,095	\$ —
Deferred expenses	13,806	9,621
Other assets	6,666	5,411
FF&E	4,744	5,299
Other prepaid expenses	2,103	3,605
Prepaid real estate taxes	1,077	2,680
Prepaid insurance	795	3,283
Total prepaid expenses, deferred expenses and other assets	<u>\$ 48,286</u>	<u>\$ 29,899</u>
<b>Accounts Payable, Accrued Expenses and Other Liabilities</b>		
Accounts payable and accrued expenses	\$ 25,666	\$ 28,065
Accrued development expenditures	18,964	26,180
Accrued real estate taxes	13,958	14,108
Below-market leases	11,853	12,281
Environmental reserve	9,477	9,477
Lease liability	8,141	—
Unearned tenant reimbursements	5,417	10,975
Accrued interest	4,667	4,978
Prepaid rental income	3,299	4,021
Common and preferred dividends and OP Unit distributions payable	1,788	15,758
Deferred maintenance	1,722	1,722
Total accounts payable, accrued expenses and other liabilities	<u>\$ 104,952</u>	<u>\$ 127,565</u>

**Additional Information (cont'd)**

June 30, 2019

(In thousands, except per share amounts)

Select Non-Cash Items	Three Months Ended June 30,		Six Months Ended June 30,	
	2019	2018	2019	2018
<b>Straight-line rental income</b>				
Wholly-owned	\$ 5,609	\$ 384	\$ 8,964	\$ 2,832
Joint ventures	314	247	(61)	362
Total	\$ 5,923	\$ 631	\$ 8,903	\$ 3,194
<b>Net amortization of above/below market rental income/expense</b>				
Wholly-owned	\$ 143	\$ 180	\$ 247	\$ 414
Joint ventures	1,374	200	1,471	197
Total	\$ 1,517	\$ 380	\$ 1,718	\$ 611
Amortization of deferred financing costs	\$ (105)	\$ (3,590)	\$ (223)	\$ (3,590)
Stock-based compensation expense	(1,353)	(3,379)	(2,885)	(3,379)
<b>Dividends</b>				
Dividends per Class A and Class C common share	\$ —	\$ 0.25	\$ 0.25	\$ 0.50
Declaration date	—	April 24, 2018		
Record date	—	June 29, 2018		
Payment date	—	July 12, 2018		

**Portfolio Overview**

June 30, 2019

(In thousands, except number of properties/leases and PSF amounts)

**Portfolio Summary**

The following table provides a summary of the Company's portfolio, including JV Properties presented at the Company's proportional share, as of June 30, 2019:

	Consolidated Portfolio	Unconsolidated Joint Ventures	Seritage Total
Number of properties	194	27	221
Total GLA	30,274	4,834	35,108
At share	30,274	2,417	32,691
Leased GLA	16,373	1,535	17,908
At share	16,373	767	17,140
Percentage leased	54.1%	31.8%	51.0%
At share	54.1%	31.8%	52.4%

**Property Type**

As of June 30, 2019, the portfolio included 115 properties characterized as attached to regional malls and 106 characterized as shopping center or freestanding properties. The following table provides a summary of the portfolio, including JV Properties presented at the Company's proportional share, based on these property types and signed leases as of June 30, 2019:

Property Type (1)	Number of Properties	Leased GLA	Annual Base Rent ("ABR")	ABR PSF	Leased
Mall	115	8,462	\$ 99,962	\$ 11.81	46.5%
Shopping Center	106	8,678	85,854	9.89	59.9%
<b>Total</b>	<b>221</b>	<b>17,140</b>	<b>\$ 185,816</b>	<b>\$ 10.84</b>	<b>52.4%</b>

(1) Company classification. Mall properties are attached to regional malls; Shopping Center properties include properties attached to, within or adjacent to neighborhood shopping or power centers, as well as freestanding properties.

**Tenant Overview**

The following table provides a summary of annual base rent for the portfolio, including JV Properties presented at the Company's proportional share, based on signed leases as of June 30, 2019:

Tenant	Number of Leases	Leased GLA	% of Total Leased GLA	Annual Base Rent ("ABR")	% of Total ABR	ABR PSF
Sears/Kmart (1)	54	6,742	39.3%	\$ 20,320	10.9%	\$ 3.01
In-place diversified, non-Sears leases	260	5,946	34.7%	79,756	42.9%	13.41
SNO diversified, non-Sears leases	179	4,452	26.0%	85,740	46.2%	19.26
Sub-total diversified, non-Sears leases	439	10,398	60.7%	165,496	89.1%	15.92
<b>Total</b>	<b>493</b>	<b>17,140</b>	<b>100.0%</b>	<b>\$ 185,816</b>	<b>100.0%</b>	<b>\$ 10.84</b>

(1) Number of leases reflects number of properties subject to the Holdco Master Lease and Original JV Master Leases.

**Portfolio Overview (cont'd)**

June 30, 2019

(In thousands, except number of leases and PSF amounts)

**Top Tenants**

The following table lists the top tenants in the portfolio, including JV Properties presented at the Company's proportional share, based on signed leases as of June 30, 2019:

(dollars in thousands)

<b>Tenant</b>	<b>Number of Leases</b>	<b>Annual Rent</b>	<b>% of Total Annual Rent</b>	<b>Concepts/Brands</b>
Sears/Kmart (1)	54	\$ 20,320	10.9%	Sears, Sears Auto Center, Kmart
Dave & Busters	12	10,011	5.4%	
Dick's Sporting Goods	9	8,298	4.5%	
Round One Entertainment	8	7,450	4.0%	
At Home	12	7,273	3.9%	
24 Hour Fitness	7	6,405	3.4%	
Burlington Stores	10	6,195	3.3%	
Ross Dress For Less	15	5,512	3.0%	Ross Dress for Less, dd's Discounts
Cinemark	4	4,899	2.6%	
Nordstrom Rack	6	4,385	2.4%	
Equinox Fitness	17	4,322	2.3%	Equinox, Blink Fitness
AMC	3	4,202	2.3%	
Primark	3	3,002	1.6%	
Bed Bath & Beyond	6	2,490	1.3%	Bed Bath & Beyond, buybuyBaby, Cost Plus World Market, Christmas Tree Shops andThat!
TJX	9	2,353	1.3%	TJ Maxx, Marshalls, HomeGoods, HomeSense, Sierra Trading Post
Darden	12	2,336	1.3%	Longhorn Steakhouse, Olive Garden, Seasons 52, Yardhouse
Hobby Lobby	4	2,024	1.1%	
PetSmart	4	2,012	1.1%	

(1) Number of leases reflects number of properties subject to the Holdco Master Lease and Original JV Master Leases.



**Portfolio Overview (cont'd)**

June 30, 2019

(In thousands, except number of properties and PSF amounts)

**Geographic Summary**

The following table sets forth information regarding the geographic diversification of the portfolio, including JV Properties presented at the Company's proportional share, based on signed leases as of June 30, 2019:

(in thousands except property count and PSF data)

State	Number of Properties	Annual Rent	% of Total Annual Rent	Rent PSF
Florida	25	\$ 34,920	18.8%	\$ 17.33
California	39	32,791	17.6%	7.90
Illinois	10	11,435	6.2%	11.96
New York	10	10,967	5.9%	20.81
Texas	15	9,710	5.2%	9.00
New Jersey	5	8,877	4.8%	17.17
Puerto Rico	6	6,965	3.7%	7.66
Pennsylvania	6	6,325	3.4%	11.34
Virginia	5	5,733	3.1%	12.22
New Hampshire	4	3,612	1.9%	9.76
Total Top 10	125	\$ 131,335	70.6%	\$ 11.37
Other (1)	96	54,481	29.4%	9.75
Total	221	\$ 185,816	100.0%	\$ 10.84

(1) Includes 37 states

**Leasing Activity**

June 30, 2019

(In thousands, except number of leases and PSF amounts)

**Signed Leases**

The table below provides a summary of the Company's leasing activity since inception through June 30, 2019, including JV Properties presented at the Company's proportional share:

(in thousands except number of leases and PSF data)

Period	Total				Release of Sears Holdings Space				
	Leases	Leased GLA	Annual Rent	Annual Rent PSF	Leases	Leased GLA	Annual Rent	Annual Rent PSF	Releasing Multiple
2015	9	154	\$ 4,650	\$ 30.28	6	130	\$ 3,820	\$ 29.41	4.4x
Q1 2016	7	214	6,990	32.60	7	214	6,990	32.60	5.7x
Q2 2016	15	422	7,240	17.15	13	363	6,440	17.75	4.7x
Q3 2016	14	543	7,470	13.74	12	456	6,250	13.70	4.0x
Q4 2016	29	891	14,900	16.72	27	849	13,930	16.41	4.1x
2016	65	2,070	36,600	17.68	59	1,882	33,610	17.86	4.5x
Q1 2017	22	535	8,780	16.41	21	530	8,660	16.34	4.0x
Q2 2017	28	598	11,340	18.95	26	592	11,240	18.99	3.7x
Q3 2017	21	601	9,770	16.25	18	486	8,730	17.97	4.6x
Q4 2017	23	872	14,827	17.00	21	868	14,669	16.90	3.8x
2017	94	2,606	44,717	17.16	86	2,476	43,299	17.49	4.0x
Q1 2018	20	391	7,915	20.24	19	389	7,891	20.29	4.1x
Q2 2018	42	714	10,709	15.00	42	714	10,709	15.00	3.7x
Q3 2018	22	546	7,487	13.71	18	529	7,012	13.26	3.8x
Q4 2018	30	664	13,930	20.98	29	659	13,749	20.86	4.0x
2018	114	2,315	40,041	17.30	108	2,291	39,361	17.18	3.9x
Q1 2019	29	365	10,972	30.06	26	343	10,598	30.90	4.1x
Q2 2019	28	603	12,010	19.92	23	497	10,762	21.65	3.6x
<b>Total Retail</b>	<b>339</b>	<b>8,113</b>	<b>\$148,990</b>	<b>\$ 18.36</b>	<b>308</b>	<b>7,619</b>	<b>\$141,450</b>	<b>\$ 18.57</b>	<b>4.1x</b>
Other (1)	5	740	5,156						
<b>Total</b>	<b>344</b>	<b>8,853</b>	<b>\$154,146</b>						

(1) Includes certain self storage, auto dealership, office and ground leases.

**SNO Lease Summary**

The table below provides a summary of the Company's SNO leases from March 31, 2019 to June 30, 2019, including JV Properties presented at the Company's proportional share:

(in thousands except number of leases and PSF data)

	Number of SNO Leases	GLA	Total	
			ABR	ABR PSF
As of March 31, 2019	174	4,623	\$ 84,032	\$ 18.18
Opened	(18)	(574)	(6,935)	12.08
Sold / contributed to JVs / terminated	(5)	(200)	(3,367)	16.84
Signed	28	603	12,010	19.92
<b>As of June 30, 2019</b>	<b>179</b>	<b>4,452</b>	<b>\$ 85,740</b>	<b>\$ 19.26</b>

**Redevelopment Projects**

June 30, 2019

(In thousands, except number of projects)

Below is a summary of the Company's announced development activity from inception through June 30, 2019, presented at 100% share and including certain assets that have been monetized through sale or joint venture:

(in millions)

Project Status	Number of Projects	Project Square Feet	Percentage Leased	Total		Projected Annual Income (2)		Estimated
				Estimated Project Costs (1)	Spent To Date	Total	Incremental	Incremental Yield (3)
Complete	18	1.7	94%	\$150 - 155	\$ 143			
Substantially Complete / Delivered to Tenant(s)	32	3.6	78%	435 - 460	304			
Underway	26	4.0	55%	810 - 840	262			
Announced	7	0.9	56%	130 - 145	10			
<b>Current Projects</b>	<b>83</b>	<b>10.2</b>	<b>70%</b>	<b>\$1,525 - 1,600</b>	<b>\$ 719</b>	<b>\$207 - 214</b>	<b>\$165 - 172</b>	<b>10.3 - 11.3%</b>
Acquired	15				64			
Sold	4				30			
<b>Total Projects</b>	<b>102</b>			<b>\$1,619 - 1,694</b>				

- (1) Total estimated project costs include aggregate termination fees of approximately \$81.0 million to recapture 100% of certain properties.
- (2) Projected annual income is based on assumptions for stabilized rents to be achieved at space under redevelopment. There can be no assurance that stabilized rent targets will be achieved
- (3) Projected incremental annual income divided by total estimated project costs.

**Redevelopment Projects (cont'd)**

June 30, 2019

The tables below provide brief descriptions of each of the redevelopment projects originated on the Company's platform since its inception:

<b>Total Project Costs under \$10 Million</b>				
<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
King of Prussia, PA	Repurpose former auto center space for Outback Steakhouse, Yard House and Escape Room	29,100		Complete
Merrillville, IN	Termination property; redevelop existing store for At Home and small shop retail	132,000		Complete
Elkhart, IN	Termination property; existing store has been released to Big R Stores	86,500		Complete
Bowie, MD	Recapture and repurpose auto center space for BJ's Brewhouse	8,200		Complete
Troy, MI	Partial recapture; redevelop existing store for At Home	100,000		Complete
Rehoboth Beach, DE	Partial recapture; redevelop existing store for andThat! and PetSmart	56,700		Complete
Henderson, NV	Termination property; redevelop existing store for At Home, Seafood City, Blink Fitness and additional retail	144,400		Complete
Cullman, AL	Termination property; redevelop existing store for Bargain Hunt, Tractor Supply and Planet Fitness	99,000		Complete
Jefferson City, MO	Termination property; redevelop existing store for Orscheln Farm and Home	96,000		Complete
Guaynabo, PR	Partial recapture; redevelop existing store for Planet Fitness, Capri and additional retail and restaurants	56,100		Complete
Westwood, TX	Termination property; site has been leased to Sonic Automotive for an auto dealership	213,600		Complete
Florissant, MO	Site densification; new outparcel for Chick-fil-A	5,000		Complete
Albany, NY	Recapture and repurpose auto center space for BJ's Brewhouse, Ethan Allen and additional small shop retail	28,000		Substantially complete
Kearney, NE	Termination property; redevelop existing store for Marshall's, PetSmart, Ross Dress for Less and Five Below	92,500		Substantially complete
Dayton, OH	Recapture and repurpose auto center space for Outback Steakhouse and additional restaurants	14,100		Substantially complete
New Iberia, LA	Termination property; redevelop existing store for Ross Dress for Less, Rouses Supermarkets, Hobby Lobby and small shop retail	93,100		Substantially complete
Hopkinsville, KY	Termination property; redevelop existing store for Bargain Hunt, Farmer's Furniture, Harbor Freight Tools and small shop retail	87,900		Substantially complete
Mt. Pleasant, PA	Termination property; redevelop existing store for Aldi, Big Lots and additional retail	86,300		Substantially complete
Layton, UT	Termination property; a portion of the space has been leased to Extra Space Storage; existing tenants include Vasa Fitness and small shop retail	172,100		Substantially complete
St. Clair Shores, MI	100% recapture; demolish existing store and develop site for new Kroger grocery store	107,200		Delivered to tenant(s)
Gainesville, FL	Termination property; repurpose existing store as office space for Florida Clinical Practice Association / University of Florida College of Medicine	139,100		Delivered to tenant(s)
North Little Rock, AR	Recapture and repurpose auto center space for LongHorn Steakhouse and small shop retail	17,300		Delivered to tenant(s)
Houston, TX	100% recapture; entered into ground lease with adjacent mall owner; potential to participate in future redevelopment	214,400		Delivered to tenant(s)
Oklahoma City, OK	Site densification; new fitness center for Vasa Fitness	59,500		Delivered to tenant(s)
Greensboro, NC	Site densification; new outparcel for Mavis Tires	6,900	Q1 2020	Q4 2020
Middletown, NJ	Termination property; redevelop site for new ShopRite grocery store and additional retail	191,100	Q1 2020	Q2 2021
Hagerstown, MD	Recapture and repurpose auto center space for BJ's Brewhouse, Verizon and additional retail	15,400		Sold
Hampton, VA	Site densification; new outparcel for Chick-fil-A	2,200		Sold

## Redevelopment Projects (cont'd)

June 30, 2019

## Total Project Costs \$10 - \$20 Million

Property	Description	Total Project Square Feet	Estimated Construction Start	Estimated Substantial Completion
Braintree, MA	100% recapture; redevelop existing store for Nordstrom Rack, Saks OFF 5th and additional retail	90,000	Complete	
Honolulu, HI	100% recapture; redevelop existing store for Longs Drugs (CVS), PetSmart and Ross Dress for Less	79,000	Complete	
Anderson, SC	100% recapture (project expansion); redevelop existing store for Burlington Stores, Gold's Gym, Sportsman's Warehouse, additional retail and restaurants	111,300	Complete	
Springfield, IL	Termination property; redevelop existing store for Burlington Stores, Binny's Beverage Depot, Marshall's, Orangetheory Fitness, Outback Steakhouse, Core Life Eatery and additional small shop retail	133,400	Complete	
Madison, WI	Partial recapture; redevelop existing store for Dave & Busters, Total Wine & More, additional retail and restaurants	75,300	Substantially complete	
Paducah, KY	Termination property; redevelop existing store for Burlington Stores, Ross Dress for Less and additional retail	102,300	Substantially complete	
Thornton, CO	Termination property; redevelop existing store for Vasa Fitness and additional junior anchors	191,600	Substantially complete	
Cockeysville, MD	Partial recapture; redevelop existing store for HomeGoods, Michael's Stores, additional junior anchors and restaurants (note: contributed to Cockeysville JV in Q1 2019)	83,500	Substantially complete	
Warwick, RI	Termination property (project expansion); redevelop existing store and detached auto center for At Home, BJ's Brewhouse, Raymour & Flanigan, additional retail and restaurants	190,700	Substantially complete	
Temecula, CA	Partial recapture; redevelop existing store and detached auto center for Round One, small shop retail and restaurants	65,100	Substantially complete	
Hialeah, FL	100% recapture; redevelop existing store for Bed, Bath & Beyond, Ross Dress for Less and dd's Discounts to join current tenant, Aldi	88,400	Substantially complete	
North Hollywood, CA	Partial recapture; redevelop existing store for Burlington Stores and Ross Dress for Less	79,800	Substantially complete	
West Jordan, UT	Termination property (project expansion); redevelop existing store and attached auto center for At Home, Burlington Stores, Planet Fitness and small shop retail	190,300	Substantially complete	
Salem, NH	Densify site with new theatre for Cinemark and recapture and repurpose auto center for restaurant space to join existing tenant Dick's Sporting Goods	71,200	Delivered to tenant(s)	
Fairfax, VA	Partial recapture; redevelop existing store and attached auto center for Dave & Busters, additional junior anchors and restaurants	110,300	Delivered to tenant(s)	
Canton, OH	Partial recapture; redevelop existing store for Dave & Busters and restaurants	83,900	Delivered to tenant(s)	
North Riverside, IL	Partial recapture; redevelop existing store and detached auto center for Blink Fitness, Round One, additional junior anchors, small shop retail and restaurants	103,900	Delivered to tenant(s)	
Olean, NY	Termination property (project expansion); redevelop existing store for Marshall's, Ollie's Bargain Basement and additional retail	125,700	Delivered to tenant(s)	
Las Vegas, NV	Partial recapture; redevelop existing store for Round One and additional retail	78,800	Underway	Q3 2019
Roseville, MI	Termination property (project expansion); redevelop existing store for At Home, Hobby Lobby, Chick-fil-A and additional retail	369,800	Underway	Q3 2019
Warrenton, VA	Termination property; redevelop existing store for HomeGoods and additional retail	97,300	Underway	Q3 2019
North Miami, FL	100% recapture; redevelop existing store for Burlington Stores, Michael's and Ross Dress for Less	124,300	Underway	Q4 2019
Yorktown Heights, NY	Partial recapture; redevelop existing store for 24 Hour Fitness and other retail uses	85,200	Underway	Q4 2019
Charleston, SC	100% recapture (project expansion); redevelop existing store and detached auto center for Burlington Stores and additional retail	126,700	Underway	Q4 2019
Chicago, IL (Kedzie)	Termination property; redevelop existing store for Ross Dress for Less, dd's Discounts, Five Below, Blink Fitness and additional retail	123,300	Underway	Q4 2019
El Paso, TX	Termination property; redevelop existing store for Ross Dress for Less, dd's Discounts and additional retail	114,700	Underway	Q4 2019

**Redevelopment Projects (cont'd)**

June 30, 2019

**Total Project Costs \$10 - \$20 Million (cont'd)**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
Reno, NV	100% recapture; redevelop existing store and auto center for Round One and additional retail	169,800	Underway	Q4 2019
Pensacola, FL	Termination property; redevelop existing store for BJ's Wholesale, additional retail and restaurants	134,700	Underway	Q1 2020
Fresno, CA	Partial recapture, redevelop existing store and detached auto center for Ross Dress for Less, dd's Discounts and additional retail	78,300	Underway	Q1 2020
Manchester, NH	Termination property; redevelop existing store for Dick's Sporting Goods, Dave & Busters, additional retail and restaurants	117,700	Underway	Q3 2020
Victor, NY	Termination property, redevelop existing store for Dick's Sporting Goods and additional retail	140,500	Underway	Q3 2020
Merced, CA	Termination property; redevelop existing store for Burlington Stores, Ulta Beauty and additional retail	92,600	Q3 2019	Q1 2021
Santa Cruz, CA	Partial recapture; redevelop existing store for TJ Maxx, HomeGoods and additional junior anchors	62,200		Sold
Vancouver, WA	Partial recapture; redevelop existing store for Round One, Hobby Lobby and additional retail and restaurants	72,400		Sold
Saugus, MA	Partial recapture; redevelop existing store and detached auto center (temporarily on hold)	99,000		To be determined

## Redevelopment Projects (cont'd)

June 30, 2019

## Total Project Costs over \$20 Million

Property	Description	Total Project Square Feet	Estimated Construction Start	Estimated Substantial Completion
Memphis, TN	100% recapture; demolish and construct new buildings for LA Fitness, Nordstrom Rack, Ulta Beauty, Hopdoddy Burger Bar and additional retail and restaurants	135,200	Complete	
St. Petersburg, FL	100% recapture; demolish and construct new buildings for Dick's Sporting Goods, Lucky's Market, PetSmart, Five Below, Chili's Grill & Bar, Pollo Tropical, LongHorn Steakhouse, Verizon and additional small shop retail and restaurants	142,400	Complete	
Orlando, FL	100% recapture; demolish and construct new buildings for Floor & Decor, Orchard Supply Hardware, LongHorn Steakhouse, Mission BBQ, Olive Garden and additional small shop retail and restaurants	139,200	Substantially complete	
West Hartford, CT	100% recapture; redevelop existing store and detached auto center for buybuyBaby, Cost Plus World Market, REI, Saks OFF Fifth, other junior anchors, Shake Shack and additional small shop retail (note: contributed to West Hartford JV in Q2 2018)	147,600	Substantially complete	
Wayne, NJ	Partial recapture (project expansion); redevelop existing store and detached auto center for Cinemark, Dave & Busters, Yardhouse and additional retail and restaurants (note: contributed to GGP II JV in Q3 2017)	156,700	Delivered to tenant(s)	
Carson, CA	100% recapture (project expansion); redevelop existing store for Burlington Stores, Ross Dress for Less, Gold's Gym and additional retail	163,800	Delivered to tenant(s)	
Greendale, WI	Termination property; redevelop existing store and attached auto center for Dick's Sporting Goods, Round One, TJ Maxx, additional retail and restaurants	223,800	Delivered to tenant(s)	
Watchung, NJ	100% recapture; demolish full-line store and detached auto center and construct new buildings for Cinemark, HomeSense, Sierra Trading Post, Ulta Beauty, Chick-fil-A, small shop retail and additional restaurants	126,700	Delivered to tenant(s)	
Austin, TX	100% recapture (project expansion); redevelop existing store for AMC Theatres, additional junior anchors and restaurants	177,400	Underway	Q3 2019
El Cajon, CA	100% recapture; redevelop existing store and auto center for Ashley Furniture, Bob's Discount Furniture, Burlington Stores and additional retail and restaurants; a portion of the basement has been leased to Extra Space Storage	242,700	Underway	Q3 2019
Anchorage, AK	100% recapture; redevelop existing store for Safeway, Guitar Center, Planet Fitness and additional retail to join current tenant, Nordstrom Rack	142,500	Underway	Q4 2019
Aventura, FL	100% recapture; demolish existing store and construct new, multi-level open air retail destination featuring a leading collection of experiential shopping, dining and entertainment concepts alongside a treelined esplanade and activated plazas	216,600	Underway	Q4 2019
East Northport, NY	Termination property; redevelop existing store and attached auto center for AMC Theatres, 24 Hour Fitness, additional junior anchors and small shop retail	179,700	Underway	Q4 2019
San Diego, CA	100% recapture; redevelop existing store into two highly-visible, multi-level buildings with exterior facing retail space leased to Equinox Fitness and a premier mix of experiential shopping, dining, and entertainment concepts (note: contributed to UTC JV in Q2 2018)	206,000	Underway	Q4 2019
Santa Monica, CA	100% recapture; redevelop existing building into premier, mixed-use asset featuring unique, small-shop retail and creative office space (note: contributed to Mark 302 JV in Q1 2018)	96,500	Underway	Q4 2019
Tucson, AZ	100% recapture; redevelop existing store and auto center for Round One and additional retail	224,300	Underway	Q4 2019
Fairfield, CA	100% recapture (project expansion); redevelop existing store and auto center for Dave & Busters, AAA Auto Repair Center and additional retail	146,500	Underway	Q1 2020
Plantation, FL	100% recapture (project expansion); redevelop existing store and auto center for GameTime, Powerhouse Gym, additional retail and restaurants	184,400	Underway	Q1 2020
Roseville, CA	Termination property (project expansion); redevelop existing store and auto center for Cinemark, Round One, AAA Auto Repair Center, additional retail and restaurants	147,400	Underway	Q2 2020
San Antonio, TX	Termination property (project expansion); redevelop existing store for Bed Bath & Beyond, buybuyBaby, Tru Fit and additional retail to complement repurposed auto center occupied by Orvis, Jared's Jeweler and Shake Shack	215,900	Underway	Q2 2020

**Redevelopment Projects (cont'd)**

June 30, 2019

**Total Project Costs over \$20 Million (cont'd)**

<b>Property</b>	<b>Description</b>	<b>Total Project Square Feet</b>	<b>Estimated Construction Start</b>	<b>Estimated Substantial Completion</b>
Ft. Wayne, IN	Termination property (project expansion); redevelop existing store for Dave & Buster's, HomeGoods and additional retail to complement new outparcels for BJ's Brewhouse, Chick-fil-A and Portillo's	96,400	Underway	Q4 2020
Orland Park, IL	100% recapture; redevelop existing store for AMC Theatres, 24 Hour Fitness, additional retail and restaurants	181,900	Q3 2019	Q4 2020
Hialeah, FL	100% recapture (project expansion); redevelop existing store and auto center for Paragon Theaters, Ulta Beauty, Five Below, Panera Bread and additional retail and restaurants	158,100	Q3 2019	Q2 2021
Asheville, NC	100% recapture; redevelop existing store and auto center for Alamo Drafthouse, restaurants and small shop retail	110,600	Q4 2019	Q2 2021



**Termination Properties**

June 30, 2019

Under the terms of the Holdco Master Lease, Holdco has the right, at any time, to terminate any property upon the payment of a termination fee equal to one year of base rent plus annual taxes and other operating expenses. Additionally, beginning in the second year of the term of the Holdco Master Lease, Holdco has the right to terminate without payment of a termination fee: (i) up to 16 properties in the second year, (ii) up to 12 properties in the third year, (iii) up to 10 properties in the fourth year, and (iv) thereafter, the remaining properties, in each instance with carry over rights if less than the maximum permitted number of properties are terminated in any lease year. As of June 30, 2019, Holdco had not exercised any of its termination rights under the Holdco Master Lease.

The table below includes the 87 properties at which Sears Holdings had exercised its termination rights under the Original Master Lease prior to its rejection on March 12, 2019:

Property	Square Feet	Notice	Termination	Announced Redevelopment
Antioch, CA	95,200	August 2018	December 2018	
Columbus, MS	117,100	August 2018	December 2018	
Dayton, OH	148,800	August 2018	December 2018	Q2 2017
Flagstaff, AZ	66,200	August 2018	December 2018	
Ft. Wayne, IN	213,600	August 2018	December 2018	Q3 2016 / Q3 2017 / Q2 2019
Jackson, MI	144,200	August 2018	December 2018	
Manchester, NH	135,100	August 2018	December 2018	Q4 2018
Salem, NH	119,000	August 2018	December 2018	Q4 2017
Savannah, GA	155,700	August 2018	December 2018	
Scott Depot, WV	89,800	August 2018	December 2018	Sold
Steger, IL	87,400	August 2018	December 2018	
Victor, NY	115,300	August 2018	December 2018	Q2 2019
West Jordan, UT	117,300	August 2018	December 2018	Q3 2016 / Q3 2018
Chesapeake, VA	169,400	June 2018	November 2018	
Clay, NY	138,000	June 2018	November 2018	
Havre, MT	94,700	June 2018	November 2018	Sold
Newark, CA	145,800	June 2018	November 2018	
Oklahoma City, OK	173,700	June 2018	November 2018	Q3 2017
Troy, MI	271,300	June 2018	November 2018	Q3 2016
Virginia Beach, VA	86,900	June 2018	November 2018	Q3 2015
Madison, WI	88,100	June 2018	October 2018	Q2 2016
Thousand Oaks, CA	50,300	June 2018	October 2018	Q3 2015
Cedar Rapids, IA	141,100	April 2018	August 2018	
Citrus Heights, CA	280,700	April 2018	August 2018	
Gainesville, FL	140,500	April 2018	August 2018	Q2 2018
Maplewood, MN	168,500	April 2018	August 2018	
Pensacola, FL	212,300	April 2018	August 2018	Q2 2018
Rochester, NY	128,500	April 2018	August 2018	
Roseville, CA	121,000	April 2018	August 2018	Q2 2017 / Q1 2018
San Antonio, TX	187,800	April 2018	August 2018	Q4 2015
Warrenton, VA	113,900	April 2018	August 2018	Q1 2018
Westwood, TX	215,000	June 2017	January 2018	Q3 2018
Friendswood, TX	166,000	June 2017	November 2017	
Albany, NY	216,200	June 2017	October 2017	Q1 2016
Burnsville, MN	161,700	June 2017	October 2017	
Chicago, IL (N Harlem)	293,700	June 2017	October 2017	
Cockeysville, MD	83,900	June 2017	October 2017	Q1 2017
East Northport, NY	187,000	June 2017	October 2017	Q2 2017
Greendale, WI	238,400	June 2017	October 2017	Q4 2017
Hagerstown, MD	107,300	June 2017	October 2017	Q1 2016 / Sold
Johnson City, NY	155,100	June 2017	October 2017	Sold
Lafayette, LA	194,900	June 2017	October 2017	
Mentor, OH	208,700	June 2017	October 2017	
Middleburg Heights, OH	351,600	June 2017	October 2017	

**Termination Properties (cont'd)**

June 30, 2019

Property	Square Feet	Notice	Termination	Announced Redevelopment
Olean, NY	75,100	June 2017	October 2017	Q1 2017
Overland Park, KS	215,000	June 2017	October 2017	
Roseville, MI	277,000	June 2017	October 2017	Q3 2016
Sarasota, FL	204,500	June 2017	October 2017	
Toledo, OH	209,900	June 2017	October 2017	
Warwick, RI	169,200	June 2017	October 2017	Q3 2016 / Q3 2017
York, PA	82,000	June 2017	October 2017	Sold
Chapel Hill, OH	187,179	January 2017	April 2017	
Concord, NC	137,499	January 2017	April 2017	Sold
Detroit Lakes, MN	79,102	January 2017	April 2017	
El Paso, TX	103,657	January 2017	April 2017	Q2 2018
Elkins, WV	94,885	January 2017	April 2017	Sold
Henderson, NV	122,823	January 2017	April 2017	Q1 2017
Hopkinsville, KY	70,326	January 2017	April 2017	Q1 2018
Jefferson City, MO	92,016	January 2017	April 2017	Q2 2017
Kenton, OH	96,066	January 2017	April 2017	
Kissimmee, FL	112,505	January 2017	April 2017	
Layton, UT	90,010	January 2017	April 2017	Q3 2018
Leavenworth, KS	76,853	January 2017	April 2017	Sold
Mt. Pleasant, PA	83,536	January 2017	April 2017	Q2 2018
Muskogee, OK	87,500	January 2017	April 2017	Sold
Owensboro, KY	68,334	January 2017	April 2017	Sold
Paducah, KY	108,244	January 2017	April 2017	Q3 2017
Platteville, WI	94,841	January 2017	April 2017	Sold
Riverside, CA (Iowa Ave.)	94,500	January 2017	April 2017	
Sioux Falls, SD	72,511	January 2017	April 2017	Sold
Alpena, MI	118,200	September 2016	January 2017	
Chicago, IL (S Kedzie)	118,800	September 2016	January 2017	Q3 2018
Cullman, AL	98,500	September 2016	January 2017	Q2 2017
Deming, NM	96,600	September 2016	January 2017	
Elkhart, IN	86,500	September 2016	January 2017	Q4 2016
Harlingen, TX	91,700	September 2016	January 2017	Sold
Houma, LA	96,700	September 2016	January 2017	Sold
Kearney, NE	86,500	September 2016	January 2017	Q3 2016
Manistee, MI	87,800	September 2016	January 2017	
Merrillville, IN	108,300	September 2016	January 2017	Q4 2016
New Iberia, LA	91,700	September 2016	January 2017	Q2 2017
Riverton, WY	94,800	September 2016	January 2017	Sold
Sault Sainte Marie, MI	92,700	September 2016	January 2017	
Sierra Vista, AZ	86,100	September 2016	January 2017	Sold
Springfield, IL	84,200	September 2016	January 2017	Q3 2016
Thornton, CO	190,200	September 2016	January 2017	Q1 2017
Yakima, WA	97,300	September 2016	January 2017	Sold
Total square feet	<u>11,728,387</u>			

**Joint Venture Properties**

June 30, 2019

**Brookfield Retail Partners (formerly GGP, Inc.) Joint Venture**

	<u>Mall Name</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	Northridge Fashion Center	Northridge	CA	GGP II JV	145,900	100.0%
2	Altamonte Mall	Altamonte Springs	FL	GGP II JV	107,200	32.0%
3	Coastland Center	Naples	FL	GGP II JV	80,900	39.8%
4	Cumberland Mall	Atlanta	GA	GGP II JV	109,400	0.0%
5	Natick Collection (2)	Natick	MA	GGP I JV	95,300	21.0%
6	Willowbrook Mall	Wayne	NJ	GGP II JV	140,500	81.4%
7	Sooner Mall (2)	Norman	OK	GGP I JV	33,400	0.0%
8	Stonebriar Centre	Frisco	TX	GGP I JV	81,500	0.0%
9	Alderwood	Lynnwood	WA	GGP I JV	88,800	27.7%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

(2) Property is subject to a lease or ground lease agreement.

**Simon Joint Venture**

	<u>Mall Name</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	Santa Rosa Plaza	Santa Rosa	CA	Simon JV	82,700	0.0%
2	Briarwood	Ann Arbor	MI	Simon JV	85,300	0.0%
3	The Shops at Nanuet	Nanuet	NY	Simon JV	110,700	0.0%
4	Woodland Hills Mall	Tulsa	OK	Simon JV	75,100	0.0%
5	Barton Creek Square	Austin	TX	Simon JV	82,300	0.0%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

**Joint Venture Properties (cont'd)**

June 30, 2019

**Macerich Joint Venture**

	<u>Mall Name</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	Chandler Fashion Center	Chandler	AZ	Macerich JV	70,800	52.3%
2	Arrowhead Towne Center	Glendale	AZ	Macerich JV	62,500	0.0%
3	Los Cerritos Center	Cerritos	CA	Macerich JV	138,800	0.0%
4	Vintage Faire Mall	Modesto	CA	Macerich JV	74,200	23.3%
5	Danbury Fair	Danbury	CT	Macerich JV	89,200	100.0%
6	Deptford Mall	Deptford	NJ	Macerich JV	95,900	35.2%
7	Freehold Raceway Mall	Freehold	NJ	Macerich JV	69,300	100.0%
8	Washington Square Mall	Portland	OR	Macerich JV	110,000	0.0%
9	South Plains Mall	Lubbock	TX	Macerich JV	75,300	0.0%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

**Invesco Real Estate Joint Ventures**

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	302 Colorado Avenue	Santa Monica	CA	Mark 302 JV	48,200	0.0%
2	4575 La Jolla Village Drive	San Diego	CA	UTC JV	113,200	49.3%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

**First Washington Joint Venture**

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	1445 New Britain Avenue	West Hartford	CT	West Hartford JV	81,800	86.7%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

**Greenberg Gibbons Joint Venture**

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Joint Venture</u>	<u>Total GLA (1)</u>	<u>Leased (1)</u>
1	126 Shawan Road	Cockeysville	MD	Cockeysville JV	68,600	33.8%

(1) Based on signed leases as of June 30, 2019; GLA presented at the Company's proportional share.

**Wholly Owned Properties**

June 30, 2019

	<b>Property Address</b>	<b>City</b>	<b>State</b>	<b>Property Type (1)</b>	<b>Holdco Master Lease (2)</b>	<b>Total GLA (3)</b>	<b>Leased (3)</b>	<b>Land Acres</b>
1	700 East Northern Lights Boulevard	Anchorage	AK	Shopping Center		158,500	82.4%	26
2	1731 2nd Avenue Southwest	Cullman	AL	Freestanding		88,500	100.0%	6
3	3930 McCain Boulevard	North Little Rock	AR	Mall	X	177,100	94.2%	15
4	4800 North US Highway 89	Flagstaff	AZ	Mall		66,200	0.0%	7
5	6515 East Southern Avenue	Mesa	AZ	Mall		121,900	9.8%	11
6	10140 North 91st Avenue	Peoria	AZ	Shopping Center		104,400	100.0%	10
7	7611 West Thomas Road	Phoenix	AZ	Mall		144,200	8.3%	10
8	12025 North 32nd Street	Phoenix	AZ	Freestanding		151,200	100.0%	11
9	3400 Gateway Boulevard	Prescott	AZ	Mall	X	102,300	100.0%	10
10	2250 El Mercado Loop	Sierra Vista	AZ	Mall		94,700	0.0%	7
11	5950 East Broadway Boulevard	Tucson	AZ	Mall		218,900	23.1%	20
12	3150 South 4th Avenue	Yuma	AZ	Shopping Center		90,400	0.0%	14
13	3625 East 18th Street	Antioch	CA	Shopping Center		95,200	0.0%	7
14	42126 Big Bear Boulevard	Big Bear Lake	CA	Shopping Center	X	80,000	91.6%	8
15	20700 South Avalon Boulevard	Carson	CA	Mall		182,200	82.8%	13
16	565 Broadway	Chula Vista	CA	Mall	X	250,100	100.0%	16
17	5900 Sunrise Mall	Citrus Heights	CA	Mall		289,500	0.0%	22
18	912 County Line Road	Delano	CA	Freestanding		86,100	0.0%	6
19	575 Fletcher Parkway	El Cajon	CA	Mall		244,900	76.6%	22
20	3751 South Dogwood Road	El Centro	CA	Mall		139,700	37.7%	14
21	1420 Travis Boulevard	Fairfield	CA	Mall		169,500	26.6%	9
22	5901 Florin Road	Florin	CA	Shopping Center		272,700	4.4%	20
23	3636 North Blackstone Avenue	Fresno	CA	Shopping Center	X	216,700	97.0%	13
24	1500 Anna Sparks Way	McKinleyville	CA	Shopping Center	X	94,800	100.0%	8
25	1011 West Olive Avenue	Merced	CA	Shopping Center		92,600	54.2%	10
26	5080 East Montclair Plaza Lane	Montclair	CA	Mall	X	174,700	100.0%	3
27	22550 Town Circle	Moreno Valley	CA	Mall	X	169,400	100.0%	11
28	6000 Mowry Avenue	Newark	CA	Mall		145,800	17.1%	10
29	12121 Victory Boulevard	North Hollywood	CA	Shopping Center	X	161,900	100.0%	4
30	72880 Highway 111	Palm Desert	CA	Mall	X	136,500	100.0%	8
31	1855 Main Street	Ramona	CA	Shopping Center	X	107,500	94.6%	10
32	5261 Arlington Avenue	Riverside	CA	Freestanding	X	214,200	100.0%	19
33	3001 Iowa Avenue	Riverside	CA	Freestanding		132,600	28.7%	13
34	1191 Galleria Boulevard	Roseville	CA	Mall		133,400	89.9%	9
35	1700 North Main Street	Salinas	CA	Mall	X	133,000	100.0%	10
36	100 Inland Center	San Bernardino	CA	Mall	X	264,700	100.0%	22

## Wholly Owned Properties (cont'd)

June 30, 2019

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Property Type (1)</u>	<u>Holdco Master Lease (2)</u>	<u>Total GLA (3)</u>	<u>Leased (3)</u>	<u>Land Acres</u>
37	1178 El Camino Real	San Bruno	CA	Mall	X	276,900	100.0%	13
38	2180 Tully Road	San Jose	CA	Mall	X	262,500	100.0%	22
39	200 Town Center East	Santa Maria	CA	Mall	X	108,600	100.0%	5
40	895 Faulkner Road	Santa Paula	CA	Freestanding	X	71,300	100.0%	10
41	40710 Winchester Road	Temecula	CA	Mall	X	120,100	94.8%	10
42	145 West Hillcrest Drive	Thousand Oaks	CA	Shopping Center		164,000	69.3%	11
43	3295 East Main Street	Ventura	CA	Mall	X	178,600	100.0%	2
44	1209 Plaza Drive	West Covina	CA	Mall	X	142,000	100.0%	16
45	100 Westminster Mall	Westminster	CA	Mall		197,900	0.0%	14
46	10785 West Colfax Avenue	Lakewood	CO	Shopping Center		153,000	7.8%	8
47	1400 East 104th Avenue	Thornton	CO	Shopping Center		179,800	31.7%	25
48	850 Hartford Turnpike	Waterford	CT	Mall		149,200	0.0%	11
49	19563 Coastal Highway	Rehoboth Beach	DE	Freestanding	X	123,300	100.0%	13
50	5900 Glades Road	Boca Raton	FL	Mall		178,500	2.4%	19
51	7350 Manatee Avenue West	Bradenton	FL	Shopping Center	X	82,900	100.0%	9
52	27001 U.S. 19 North	Clearwater	FL	Mall		211,300	41.5%	14
53	1625 Northwest 107th Avenue	Doral	FL	Mall		212,900	42.3%	13
54	4125 Cleveland Avenue	Ft. Myers	FL	Mall	X	146,800	100.0%	12
55	6201 West Newberry Road	Gainesville	FL	Mall		139,100	100.0%	8
56	1675 West 49th Street	Hialeah	FL	Mall	X	197,500	86.7%	8
57	1460 West 49th Street	Hialeah	FL	Freestanding		106,300	100.0%	9
58	2211 West Vine Street	Kissimmee	FL	Shopping Center		148,900	24.4%	14
59	3800 US Highway 98 North	Lakeland	FL	Mall		156,200	0.0%	12
60	1050 South Babcock Street	Melbourne	FL	Freestanding		102,600	0.0%	14
61	19505 Biscayne Boulevard	Miami	FL	Mall		216,600	50.6%	12
62	20701 Southwest 112th Avenue	Miami	FL	Mall	X	170,100	100.0%	15
63	10700 Biscayne Boulevard	North Miami	FL	Freestanding		119,600	95.2%	11
64	3100 Southwest College Road	Ocala	FL	Mall		146,200	0.0%	12
65	380 Blanding Boulevard	Orange Park	FL	Shopping Center		87,400	100.0%	9
66	3111 East Colonial Drive	Orlando	FL	Mall		130,400	94.9%	18
67	733 North Highway 231	Panama City	FL	Mall		139,300	0.0%	15
68	7171 North Davis Highway	Pensacola	FL	Shopping Center		126,700	80.3%	15
69	8000 West Broward Boulevard	Plantation	FL	Mall		184,300	60.0%	18
70	8201 South Tamiami Trail	Sarasota	FL	Mall		204,500	0.0%	15
71	4501 66th Street North	St. Petersburg	FL	Freestanding	X	120,600	100.0%	11
72	2300 Tyrone Boulevard North	St. Petersburg	FL	Mall		149,300	97.9%	14

## Wholly Owned Properties (cont'd)

June 30, 2019

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Property Type (1)</u>	<u>Holdco Master Lease (2)</u>	<u>Total GLA (3)</u>	<u>Leased (3)</u>	<u>Land Acres</u>
73	7810 Abercorn Street	Savannah	GA	Mall		167,300	6.9%	15
74	500 North Nimitz Highway	Honolulu	HI	Freestanding		76,100	100.0%	4
75	1501 Highway 169 North	Algona	IA	Freestanding	X	99,300	100.0%	7
76	4600 1st Avenue Northeast	Cedar Rapids	IA	Mall		146,000	0.0%	12
77	1405 South Grand Avenue	Charles City	IA	Freestanding	X	96,600	100.0%	11
78	2307 Superior Street	Webster City	IA	Shopping Center		40,800	0.0%	4
79	460 North Milwaukee Street	Boise	ID	Mall		123,600	0.0%	8
80	4730 West Irving Park Road	Chicago	IL	Freestanding		356,700	10.7%	6
81	1601 North Harlem Avenue	Chicago	IL	Freestanding		293,700	24.7%	7
82	5050 South Kedzie Avenue	Chicago	IL	Shopping Center		120,700	73.8%	9
83	17550 Halsted Street	Homewood	IL	Shopping Center		196,100	100.0%	19
84	3340 Mall Loop Drive	Joliet	IL	Mall		204,600	18.6%	17
85	2860 South Highland Avenue	Lombard	IL	Freestanding		139,300	100.0%	8
86	7503 West Cermak Road	North Riverside	IL	Mall	X	202,500	93.6%	13
87	2 Orland Square Drive	Orland Park	IL	Mall		160,000	52.4%	16
88	2500 Wabash Avenue	Springfield	IL	Shopping Center		127,800	85.7%	14
89	3231 Chicago Road	Steger	IL	Freestanding		87,400	0.0%	3
90	3101 Northview Drive	Elkhart	IN	Shopping Center		86,600	100.0%	8
91	4201 Coldwater Road	Ft. Wayne	IN	Mall		93,400	85.9%	15
92	101 West Lincoln Highway	Merrillville	IN	Shopping Center		170,900	87.1%	17
93	9701 Metcalf Avenue	Overland Park	KS	Shopping Center		215,000	5.6%	19
94	3010 Fort Campbell Boulevard	Hopkinsville	KY	Shopping Center		85,100	75.9%	13
95	5101 Hinkleville Road	Paducah	KY	Mall		97,300	68.7%	9
96	5715 Johnston Street	Lafayette	LA	Mall		194,900	0.0%	16
97	900 East Admiral Doyle Drive	New Iberia	LA	Freestanding		114,600	100.0%	12
98	200 Grossman Drive	Braintree	MA	Shopping Center		89,700	94.8%	34
99	1325 Broadway	Saugus	MA	Mall	X	210,700	55.9%	16
100	15700 Emerald Way	Bowie	MD	Shopping Center		131,500	5.7%	11
101	3207 Solomons Island Road	Edgewater	MD	Shopping Center	X	117,100	100.0%	14
102	417 Main Street	Madawaska	ME	Shopping Center		49,700	0.0%	2
103	2355 US Highway 23 South	Alpena	MI	Freestanding		118,200	0.0%	12
104	1250 Boardman-Jackson Crossing	Jackson	MI	Shopping Center		152,700	5.6%	15
105	2100 Southfield Road	Lincoln Park	MI	Shopping Center		301,700	1.3%	17
106	1560 US 31 South	Manistee	MI	Shopping Center		94,700	0.0%	12
107	32123 Gratiot Avenue	Roseville	MI	Mall		364,600	43.8%	21
108	2760 I-75 Business Spur	Sault Sainte Marie	MI	Freestanding		92,700	0.0%	11

## Wholly Owned Properties (cont'd)

June 30, 2019

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Property Type (1)</u>	<u>Holdco Master Lease (2)</u>	<u>Total GLA (3)</u>	<u>Leased (3)</u>	<u>Land Acres</u>
109	22801 Harper Avenue	St. Clair Shores	MI	Freestanding		103,000	100.0%	11
110	300 West 14 Mile Road	Troy	MI	Mall		384,100	27.0%	30
111	3100 Washtenaw Road	Ypsilanti	MI	Freestanding		99,400	100.0%	12
112	14250 Buck Hill Road	Burnsville	MN	Mall		161,700	0.0%	15
113	1305 Highway 10 West	Detroit Lakes	MN	Shopping Center		87,100	0.0%	15
114	3001 White Bear Avenue North	Maplewood	MN	Mall		175,000	0.0%	14
115	425 Rice Street	St. Paul	MN	Freestanding		217,900	0.7%	17
116	11 South Kingshighway Street	Cape Girardeau	MO	Freestanding		75,000	100.0%	6
117	1 Flower Valley Shopping Center	Florissant	MO	Shopping Center		124,000	17.2%	11
118	2304 Missouri Boulevard	Jefferson City	MO	Freestanding		97,700	100.0%	10
119	3700 South Campbell Avenue	Springfield	MO	Shopping Center		112,900	100.0%	8
120	2308 Highway 45 North	Columbus	MS	Shopping Center		166,700	27.2%	18
121	1 South Tunnel Road	Asheville	NC	Mall		110,600	40.7%	16
122	1302 Bridford Parkway	Greensboro	NC	Shopping Center		178,500	78.4%	16
123	1 20th Avenue Southeast	Minot	ND	Shopping Center	X	110,400	100.0%	13
124	4700 2nd Avenue	Kearney	NE	Freestanding		80,000	81.1%	8
125	1500 South Willow Street	Manchester	NH	Mall		114,100	70.5%	11
126	310 Daniel Webster Highway	Nashua	NH	Mall	X	167,100	100.0%	7
127	50 Fox Run Road	Portsmouth	NH	Mall		127,100	0.0%	13
128	77 Rockingham Park Boulevard	Salem	NH	Mall		207,200	59.4%	14
129	1500 Highway 35	Middletown	NJ	Freestanding		191,100	100.0%	23
130	1640 Route 22	Watchung	NJ	Freestanding		116,400	93.6%	19
131	1205 East Pine Street	Deming	NM	Freestanding		96,600	0.0%	10
132	10405 South Eastern Avenue	Henderson	NV	Shopping Center		143,500	100.0%	12
133	4000 Meadows Lane	Las Vegas	NV	Mall	X	130,300	83.3%	11
134	5400 Meadowood Mall Circle	Reno	NV	Mall		183,700	22.5%	3
135	1425 Central Avenue	Albany	NY	Mall		277,900	18.6%	21
136	4155 State Route 31	Clay	NY	Mall		146,500	0.0%	12
137	4000 Jericho Turnpike	East Northport	NY	Shopping Center		179,700	48.4%	18
138	195 North Broadway	Hicksville	NY	Freestanding		284,800	34.3%	30
139	2801 West State Street	Olean	NY	Freestanding		121,700	45.5%	13
140	317 Greece Ridge Center Drive	Rochester	NY	Mall		128,500	0.0%	15
141	171 Delaware Avenue	Sidney	NY	Shopping Center	X	94,400	100.0%	19
142	200 Eastview Mall	Victor	NY	Mall		123,000	83.4%	14
143	600 Lee Boulevard	Yorktown Heights	NY	Mall		160,000	24.1%	12
144	4100 Belden Village Avenue Northwest	Canton	OH	Mall	X	219,400	100.0%	19



## Wholly Owned Properties (cont'd)

June 30, 2019

	<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Property Type (1)</u>	<u>Holdco Master Lease (2)</u>	<u>Total GLA (3)</u>	<u>Leased (3)</u>	<u>Land Acres</u>
145	2000 Brittain Road	Chapel Hill	OH	Mall		193,100	0.0%	21
146	2700 Miamisburg Centerville Road	Dayton	OH	Mall		192,500	7.0%	16
147	1005 East Columbus Street	Kenton	OH	Freestanding		96,100	0.0%	11
148	502 Pike Street	Marietta	OH	Freestanding	X	87,500	100.0%	7
149	7875 Johnnycake Ridge Road	Mentor	OH	Mall		208,700	0.0%	20
150	6950 West 130th Street	Middleburg Heights	OH	Shopping Center		351,600	0.0%	15
151	1447 North Main Street	North Canton	OH	Shopping Center	X	87,100	100.0%	9
152	3408 West Central Avenue	Toledo	OH	Shopping Center		209,900	0.0%	11
153	4400 South Western Avenue	Oklahoma City	OK	Freestanding		223,700	22.4%	24
154	3132 East 51st Street	Tulsa	OK	Freestanding		87,200	100.0%	9
155	1180 Southeast 82nd Avenue	Happy Valley	OR	Mall		144,300	31.2%	12
156	1180 Walnut Bottom Road	Carlisle	PA	Shopping Center		117,800	0.0%	3
157	3975 Columbia Avenue	Columbia	PA	Shopping Center	X	86,700	100.0%	8
158	160 North Gulph Road (4)	King Of Prussia	PA	Mall		210,800	82.8%	14
159	1745 Quentin Road	Lebanon	PA	Shopping Center	X	117,200	100.0%	15
160	100 Cross Roads Plaza	Mount Pleasant	PA	Shopping Center		86,300	67.7%	10
161	400 North Best Avenue	Walnutport	PA	Freestanding	X	121,200	100.0%	16
162	PR 167 & Las Cumbres	Bayamon	PR	Shopping Center	X	115,200	100.0%	10
163	400 Calle Betances	Caguas	PR	Mall	X	138,700	100.0%	8
164	Avenue 65 Infanteria	Carolina	PR	Mall	X	198,000	100.0%	11
165	Martinez Nadal Avenue	Guaynabo	PR	Shopping Center	X	223,500	94.6%	18
166	PR Road 2, Km 149.5	Mayaguez	PR	Shopping Center	X	118,200	100.0%	13
167	2643 Ponce Bypass	Ponce	PR	Shopping Center	X	126,900	100.0%	9
168	650 Bald Hill Road	Warwick	RI	Shopping Center		211,700	96.0%	20
169	3801B Clemson Boulevard	Anderson	SC	Shopping Center		119,300	100.0%	12
170	7801 Rivers Avenue	Charleston	SC	Mall		128,600	52.7%	14
171	2800 North Germantown Parkway	Cordova	TN	Mall		160,900	0.0%	12
172	4570 Poplar Avenue	Memphis	TN	Freestanding		112,700	87.7%	11
173	12625 North Interstate Highway 35	Austin	TX	Shopping Center		153,700	29.3%	25
174	3450 West Camp Wisdom Road	Dallas	TX	Mall		205,300	0.0%	13
175	9484 Dyer Street	El Paso	TX	Freestanding		114,200	53.0%	11
176	300 Baybrook Mall	Friendswood	TX	Mall		166,000	0.0%	13
177	303 Memorial City	Houston	TX	Mall		214,400	100.0%	20
178	12605 North Gessner Road	Houston	TX	Freestanding		134,000	100.0%	11
179	6301 Northwest Loop 410	Ingram	TX	Mall		168,400	0.0%	12
180	2501 Irving Mall	Irving	TX	Mall		84,500	29.2%	18

**Wholly Owned Properties (cont'd)**

June 30, 2019

<u>Property Address</u>	<u>City</u>	<u>State</u>	<u>Property Type (1)</u>	<u>Holdco Master Lease (2)</u>	<u>Total GLA (3)</u>	<u>Leased (3)</u>	<u>Land Acres</u>
181 201 Central Park Mall	San Antonio	TX	Freestanding		198,800	90.0%	15
182 4000 North Shepherd	Shepherd	TX	Freestanding	X	201,700	100.0%	12
183 13131 Preston Road	Valley View	TX	Mall		235,000	2.5%	23
184 9570 Southwest Freeway	Westwood	TX	Freestanding		213,600	100.0%	18
185 2010 North Main Street	Layton	UT	Shopping Center		176,900	90.3%	14
186 7453 South Plaza Center Drive	West Jordan	UT	Shopping Center		208,300	100.0%	12
187 5901 Duke Street	Alexandria	VA	Mall	X	262,100	100.0%	18
188 1401 Greenbrier Parkway	Chesapeake	VA	Mall		169,400	0.0%	15
189 12000 Fair Oaks Mall	Fairfax	VA	Mall		220,200	33.6%	15
190 4588 Virginia Beach Boulevard	Virginia Beach	VA	Mall		197,300	56.0%	14
191 141 West Lee Highway	Warrenton	VA	Shopping Center		86,100	25.4%	9
192 2200 148th Avenue Northeast	Redmond	WA	Shopping Center		230,700	0.0%	15
193 5200 South 76th Street	Greendale	WI	Mall		187,400	75.5%	21
194 53 West Towne Mall	Madison	WI	Mall		142,400	38.1%	18
<b>Total - Wholly-Owned Properties</b>					<b>30,273,600</b>	<b>54.1%</b>	<b>2,555</b>

(1) Company classification. Mall properties are attached to regional malls; Shopping Center properties include properties attached, within or adjacent to neighborhood shopping or power centers, as well as freestanding properties.

(2) Denotes property subject to the Holdco Master Lease.

(3) Based on signed leases as of June 30, 2019.

(4) Property is subject to a ground lease.

**Non-GAAP Measures**

The Company makes reference to NOI, Total NOI, EBITDA<sub>re</sub>, Company EBITDA, FFO and Company FFO which are financial measures that include adjustments to accounting principles generally accepted in the United States (“GAAP”).

None of NOI, Total NOI, EBITDA<sub>re</sub>, Company EBITDA, FFO or Company FFO, are measures that (i) represent cash flow from operations as defined by GAAP; (ii) are indicative of cash available to fund all cash flow needs, including the ability to make distributions; (iii) are alternatives to cash flow as a measure of liquidity; or (iv) should be considered alternatives to net income (which is determined in accordance with GAAP) for purposes of evaluating the Company’s operating performance. Reconciliations of these measures to the respective GAAP measures we deem most comparable have been provided in this Supplemental Information package.

**Net Operating Income (“NOI”), Total NOI and Annualized Total NOI**

NOI is defined as income from property operations less property operating expenses. The Company believes NOI provides useful information regarding Seritage, its financial condition, and results of operations because it reflects only those income and expense items that are incurred at the property level.

The Company also uses Total NOI, which includes its proportional share of unconsolidated properties. This form of presentation offers insights into the financial performance and condition of the Company as a whole given the Company’s ownership of unconsolidated properties that are accounted for under GAAP using the equity method. The Company also considers Total NOI to be a helpful supplemental measure of its operating performance because it excludes from NOI variable items such as termination fee income, as well as non-cash items such as straight-line rent and amortization of lease intangibles.

Annualized Total NOI is an estimate, as of the end of the reporting period, of the annual Total NOI to be generated by the Company’s portfolio including all signed leases and modifications to the Original Master Lease and Holdco Master Lease with respect to recaptured space. We calculate Annualized Total NOI by adding or subtracting current period adjustments for leases that commenced or expired during the period to Total NOI (as defined) for the period and annualizing, and then adding estimated annual Total NOI attributable to SNO leases and subtracting estimated annual Total NOI attributable to Sears Holdings and Holdco space to be recaptured.

Annualized Total NOI is a forward-looking non-GAAP measure for which the Company does not believe it can provide reconciling information to a corresponding forward-looking GAAP measure without unreasonable effort.

**Earnings before Interest Expense, Income Tax, Depreciation, and Amortization for Real Estate (“EBITDA<sub>re</sub>”) and Company EBITDA**

EBITDA<sub>re</sub> is calculated in accordance with the definition set forth by the National Association of Real Estate Investment Trusts (“NAREIT”), which may not be comparable to measures calculated by other companies who do not use the NAREIT definition of EBITDA. EBITDA<sub>re</sub> is calculated as net income computed in accordance with GAAP, excluding interest expense, income tax expense, depreciation and amortization, gains (or losses) from property sales and impairment charges on depreciable real estate assets. The Company believes EBITDA<sub>re</sub> provides useful information to investors regarding our results of operations because it removes the impact of the Company’s capital structure (primarily interest expense) and its asset base (primarily depreciation and amortization). Management also believes the use of EBITDA<sub>re</sub> facilitates comparisons between us and other equity REITs and real property owners that are not REITs.

The Company makes certain adjustments to EBITDA<sub>re</sub>, which it refers to as Company EBITDA, to account for certain non-cash and non-comparable items, such as termination fee income, unrealized loss on interest rate cap, litigation charges, acquisition-related expenses and certain up-front-hiring and personnel costs that it does not believe are representative of ongoing operating results.

**Funds From Operations (“FFO”) and Company FFO**

FFO is calculated in accordance with NAREIT which defines FFO as net income computed in accordance with GAAP, excluding gains (or losses) from property sales, real estate related depreciation and amortization, and impairment charges on depreciable real estate assets. The Company considers FFO a helpful supplemental measure of the operating performance for equity REITs and a complement to GAAP measures because it is a recognized measure of performance by the real estate industry.

The Company makes certain adjustments to FFO, which it refers to as Company FFO, to account for certain non-cash and non-comparable items, such as termination fee income, unrealized loss on interest rate cap, litigation charges, acquisition-related expenses, amortization of deferred financing costs and certain up-front-hiring and personnel costs, that it does not believe are representative of ongoing operating results.

### **Forward-Looking Statements**

This document contains forward-looking statements within the meaning of the federal securities laws. Forward-looking statements relate to expectations, beliefs, projections, future plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts. In some cases, you can identify forward-looking statements by the use of forward-looking terminology such as “may,” “will,” “should,” “expects,” “intends,” “plans,” “anticipates,” “believes,” “estimates,” “predicts,” or “potential” or the negative of these words and phrases or similar words or phrases that are predictions of or indicate future events or trends and that do not relate solely to historical matters. Forward-looking statements involve known and unknown risks, uncertainties, assumptions and contingencies, many of which are beyond the company’s control, which may cause actual results to differ significantly from those expressed in any forward-looking statement. Factors that could cause or contribute to such differences include, but are not limited to: our historical exposure to Sears Holdings and the effects of its previously announced bankruptcy filing; Holdco’s termination and other rights under its master lease with us; competition in the real estate and retail industries; risks relating to our recapture and redevelopment activities; contingencies to the commencement of rent under leases; the terms of our indebtedness; restrictions with which we are required to comply in order to maintain REIT status and other legal requirements to which we are subject; and our relatively limited history as an operating company. For additional discussion of these and other applicable risks, assumptions and uncertainties, see the “Risk Factors” and forward-looking statement disclosure contained in our filings with the Securities and Exchange Commission, including the risk factors relating to Sears Holdings and Holdco. While we believe that our forecasts and assumptions are reasonable, we caution that actual results may differ materially. We intend the forward-looking statements to speak only as of the time made and do not undertake to update or revise them as more information becomes available, except as required by law.



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