

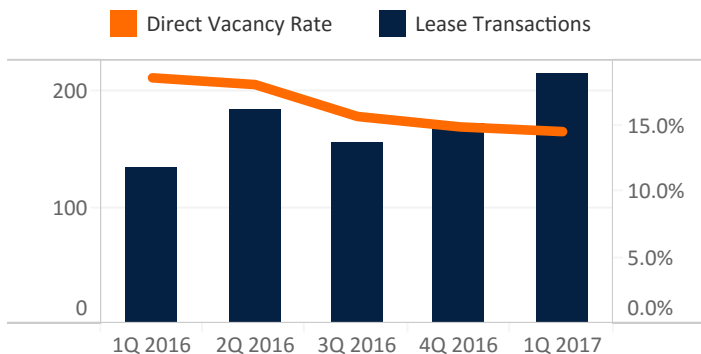
Market Overview

The San Antonio office market recorded 15,361 square feet of negative absorption during 1Q 2017. Absorption was down from 246,501 sf recorded during 1Q 2016. The total vacancy rate has decreased from 18.3% in 1Q 2016 to 14.8% at the close of first quarter 2017. Direct vacancy rates decreased 3.5 percentage points from 18.0% to 14.5% during the same time period. Weighted average rent growth continued to improve during 1Q 2017. Weighted average asking rents in all classes increased 2% recording \$22.68 per square foot (psf) at the close of 1Q 2017 compared to 1Q 2016.

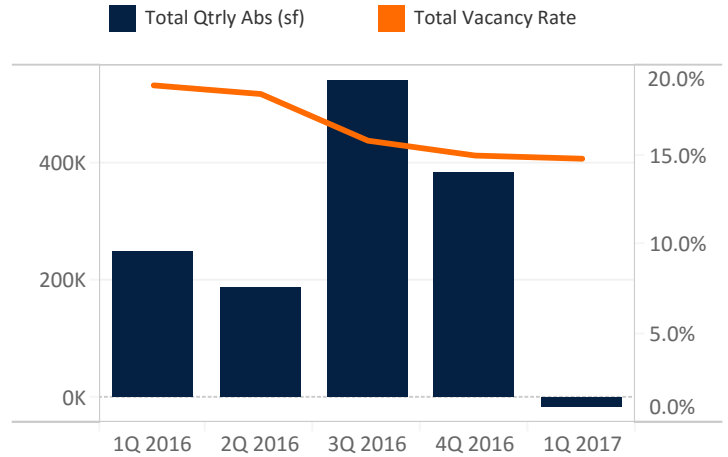
Market Recap

Inventory (sf)	29,985,502
# of Bldgs	462
Qrtly Abs (sf)	-15,361
Total Avail Rate	18.6%
Total Vacancy Rate	14.8%
U/C Inventory (sf)	788,268
Delivered (sf)	22,299
Weighted Average Asking Rate (FSG)	\$22.68

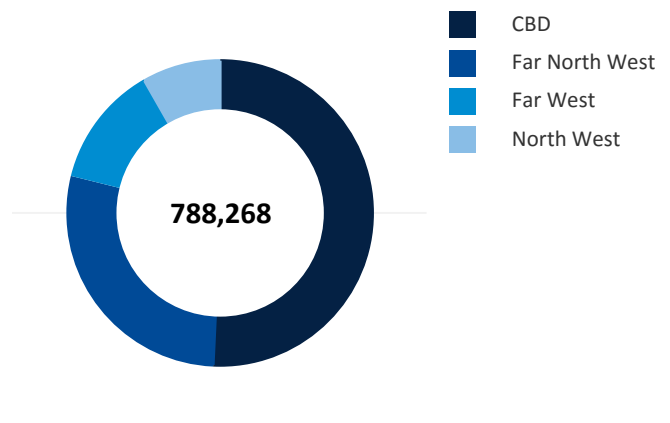
Leasing Activity Trends



Absorption and Vacancy Rate



Construction by Market



For information on how to receive the complete Xceligent Market Trends report, contact Xceligent at info@xceligent.com.

All market statistics are based on the Xceligent statistical tracked set as defined and reviewed by the peer nominated Advisory Board of top commercial real estate professionals in the market.

This information has been obtained from sources believed reliable. While we do not doubt its accuracy, we have not verified it and make no guarantee, warranty or representation about it. It is your responsibility to independently confirm its accuracy.