

Prologis Announces Second Quarter 2018 Activity in Europe

- *Period End Occupancy at 97.2 Percent*
- *974,000 Square Metres of Leasing Activity*
- *271,163 Square Metres of New Development Starts; 8 New Starts, 65.3 Percent leased*

AMSTERDAM (17 July 2018) – Prologis, Inc., the global leader in logistics real estate, today announced their operating and development portfolio activity for the second quarter of 2018 in Europe.

Operating Performance

Prologis Europe ended the second quarter with record occupancy at 97.2 percent, notably through improved demand in its Southern markets. During the quarter, the company signed 343,000 square metres of new leases and 631,000 square metres of lease renewals to its operating and development portfolio.

At quarter-end, the company owned or had investments in, on a wholly-owned basis or through co-investment ventures, properties and development projects totalling 16.7 million square metres in Europe.

“Expansion in Europe continues on an even keel throughout the second quarter of 2018. Demand is healthy, but constrained due to low availability of quality product,” said Ben Bannatyne, president, Prologis Europe. “We have pushed deeper into the urban core, providing Last Touch™ space nearer the consumption end of the supply chain which is actively sought after by our customers. Particularly e-commerce has been an important demand driver, accounting for 30 per cent of our build-to-suit starts.”

Strongest operating and development markets in the second quarter were:

- The United Kingdom
- Germany, the Netherlands and Sweden in Northern Europe
- Spain and Italy in Southern Europe
- The Czech Republic, Hungary and Slovakia in Central and Eastern Europe

Notable new leases in the second quarter included:

- 40,894 square metres for CDiscount at Prologis Park Moissy, in France
- 36,319 square metres for a fashion retailer at Prologis Park Venlo, the Netherlands
- 26,756 square metres for Vente Privee Logistique at Prologis Park Penedes, in Spain
- 23,903 square metres for Rohlig Suus Logistics at Prologis Park Piotrków DC2, in Poland
- 10,776 square metres for Kinaxia at Prologis Park RFI DIRFT, in the United Kingdom

Development Starts

Development activity notably rose in France and Spain. In this quarter eight new developments were started in France, the Netherlands, Poland, Slovakia, Sweden and the United Kingdom totalling 271,163 square metres; 35.6 percent was build-to-suit and 64.4 percent speculative, with 65,3 percent already leased.

Development starts included:

- 70,000 square metre build-to-suit for an electronics giant at Venlo in the Netherlands
- 38,494 square metre build-to-suit at Hams Hall, in the United Kingdom
- 31,837 square metre build-to-suit for Geodis at Douvrin, in France
- 14,000 square metre small business unit facility, 13.4 percent pre-leased at Poznan III, in Poland

Acquisitions and Dispositions

In the second quarter, Prologis acquired a 43,761 square metre building at Pilsen II in the Czech Republic and seven land plots in the Czech Republic, France, the Netherlands, Poland and the United Kingdom with a Net Rentable Area of 583,178 square metres.

Dispositions in this period included seven stabilised assets in Bad Hersfeld, Borcken, Bremerhaven, Hassfurt and Neunkirchen in Germany and Basildon in the United Kingdom, totalling 169,389 square metres and 32,104 square metres of land in Italy, Poland and Slovakia.

About Prologis

Prologis, Inc. is the global leader in logistics real estate with a focus on high-barrier, high-growth markets. As of June 30, 2018, the company owned or had investments in, on a wholly owned basis or through co-investment ventures, properties and development projects expected to total approximately 685 million square feet (64 million square meters) in 19 countries. Prologis leases modern distribution facilities to a diverse base of approximately 5,000 customers across two major categories: business-to-business and retail/online fulfillment.

Forward-Looking Statements

The statements in this document that are not historical facts are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements are based on current expectations, estimates and projections about the industry and markets in which we operate as well as management's beliefs and assumptions. Such statements involve uncertainties that could significantly impact our financial results. Words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "estimates" and variations of such words and similar expressions are intended to identify such forward-looking statements, which generally are not historical in nature. All statements that address operating performance, events or developments that we expect or anticipate will occur in the future — including statements relating to rent and occupancy growth, development activity and changes in sales or contribution volume of properties, disposition activity, general conditions in the geographic areas where we operate, our debt, capital structure and financial position, our ability to form new co-investment ventures and the availability of capital in existing or new co-investment ventures — are forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions that are difficult to predict. Although we believe the expectations reflected in any forward-looking statements are based on reasonable assumptions, we can

give no assurance that our expectations will be attained and therefore, actual outcomes and results may differ materially from what is expressed or forecasted in such forward-looking statements. Some of the factors that may affect outcomes and results include, but are not limited to: (i) national, international, regional and local economic climates, (ii) changes in financial markets, interest rates and foreign currency exchange rates, (iii) increased or unanticipated competition for our properties, (iv) risks associated with acquisitions, dispositions and development of properties, (v) maintenance of real estate investment trust status, tax structuring and income tax rates (vi) availability of financing and capital, the levels of debt that we maintain and our credit ratings, (vii) risks related to our investments in our co-investment ventures, including our ability to establish new co-investment ventures and funds, (viii) risks of doing business internationally, including currency risks, (ix) environmental uncertainties, including risks of natural disasters, and (x) those additional factors discussed in reports filed with the Securities and Exchange Commission by us under the heading "Risk Factors." We undertake no duty to update any forward-looking statements appearing in this document.

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