

AMB Property Corporation® Provides an Update on Its Japan Platform

PR Newswire
SAN FRANCISCO

SAN FRANCISCO, March 21, 2011 /PRNewswire/ -- AMB Property Corporation® (NYSE: AMB), a leading owner, operator and developer of global industrial real estate, today provided an update on its platform in Japan. The company confirms that all AMB employees and customers are safe and uninjured. AMB plans to reopen its Tokyo office on Tuesday, March 22, which had been closed due to transportation disruptions and uncertainty associated with the situation at the Fukushima Daiichi nuclear power plant.

Following a completion of engineering assessments, the company has determined that damage to its buildings, with the exception of its building in Sendai, is minimal and the buildings are fully operational. The company is targeting a fully operational Sendai property in approximately 30 days. AMB's portfolio in Japan comprises 10.6 million square feet of properties in operations or under development. The company's 420,000 square foot building in Sendai experienced moderate non-structural damage. For all facilities, repairs are complete or are underway under previously arranged emergency response contracts. AMB is providing temporary space to displaced customers and relief agencies supporting recovery efforts.

"We feel very fortunate that none of our employees or customers were injured during this unprecedented natural disaster," said Michael Evans, managing director, Asia. "We are honored to be able to contribute space for the relief and recovery efforts, and look forward to supporting our customers and rebuilding the global supply chain by providing modern, state of the art distribution buildings."

Based on the engineering assessments and work performed to date, the company is lowering its previous \$10 million estimate of damage to between \$4 - \$6 million, of which 40% is estimated to apply to its Japan Fund. The company's insurance policies will provide coverage in excess of the industry standard deductibles for property damage and loss of rental income arising from this event.

The company is donating to the Red Cross International Response Fund for relief and recovery efforts, and will match employee contributions.

AMB remains committed to updating its shareholders and business partners, and will continue to monitor the situation and follow developments closely. Any material changes to the above assessment or significant developments will be communicated as more information becomes available.

AMB Property Corporation.® Local partner to global trade.™

AMB Property Corporation® is a leading owner, operator and developer of industrial real estate, focused on major hub and gateway distribution markets in the Americas, Europe and Asia. As of December 31, 2010, AMB owned, or had investments in, on a consolidated basis or through unconsolidated joint ventures, properties and development projects expected to total approximately 159.6 million square feet (14.8 million square meters) in 49 markets within 15 countries. AMB invests in properties located predominantly in the infill submarkets of its targeted markets. The company's portfolio is comprised of High Throughput Distribution® facilities—industrial properties built for speed and located near airports, seaports and ground transportation systems.

AMB's press releases are available on the company website at www.amb.com or by contacting the Investor Relations department at +1 415 394 9000.

Some of the information included in this press release contains forward-looking statements, such as the assessment of damages to our properties and the impact on our customers, which are made pursuant to the safe-harbor provisions of Section 21E of the Securities Exchange Act of 1934, as amended, and Section 27A of the Securities Act of 1933, as amended. Because these forward-looking statements involve risks and uncertainties, there are important factors that could cause our actual results to differ materially from those in the forward-looking statements, and you should not rely on the forward-looking statements as predictions of future events. The events or circumstances reflected in forward-looking statements might not occur. You can identify forward-looking statements by the use of forward-looking terminology such as "believes," "expects," "may," "will," "should," "seeks," "approximately," "intends," "plans," "pro forma," "estimates" or "anticipates" or the negative of these words and phrases or similar words or phrases. You can also identify forward-looking statements by discussions of strategy, plans or intentions. Forward-looking statements are necessarily dependent on assumptions, data or methods that may be incorrect or imprecise and we may not be able to realize them. We caution you not to place undue reliance on forward-looking statements, which reflect our analysis only and speak only as of the date of this report or the dates indicated in the statements. We assume no obligation to update or supplement forward-looking statements. The following factors, among others, could

cause actual results and future events to differ materially from those set forth or contemplated in the forward-looking statements: changes in general economic conditions in California, the U.S. or globally (including financial market fluctuations), global trade or in the real estate sector (including risks relating to decreasing real estate valuations and impairment charges); risks associated with using debt to fund the company's business activities, including refinancing and interest rate risks; the company's failure to obtain, renew, or extend necessary financing or access the debt or equity markets; the company's failure to maintain its current credit agency ratings or comply with its debt covenants; risks related to the proposed merger transaction with ProLogis, including litigation related to the merger, any decreases in the price of ProLogis stock, and the risk that, if completed, the merger may not achieve its intended results; risks associated with the ability to consummate the merger and the timing of the closing of the merger; risks related to the company's obligations in the event of certain defaults under co-investment venture and other debt; defaults on or non-renewal of leases by customers, lease renewals at lower than expected rent or failure to lease properties at all or on favorable rents and terms; difficulties in identifying properties, portfolios of properties, or interests in real-estate related entities or platforms to acquire and in effecting acquisitions on advantageous terms and the failure of acquisitions to perform as the company expects; unknown liabilities acquired in connection with the acquired properties, portfolios of properties, or interests in real-estate related entities; the company's failure to successfully integrate acquired properties and operations; risks and uncertainties affecting property development, redevelopment and value-added conversion (including construction delays, cost overruns, the company's inability to obtain necessary permits and financing, the company's inability to lease properties at all or at favorable rents and terms, and public opposition to these activities); the company's failure to set up additional funds, attract additional investment in existing funds or to contribute properties to its co-investment ventures due to such factors as its inability to acquire, develop, or lease properties that meet the investment criteria of such ventures, or the co-investment ventures' inability to access debt and equity capital to pay for property contributions or their allocation of available capital to cover other capital requirements; risks and uncertainties relating to the disposition of properties to third parties and the company's ability to effect such transactions on advantageous terms and to timely reinvest proceeds from any such dispositions; risks of doing business internationally and global expansion, including unfamiliarity with the new markets and currency risks; risks of changing personnel and roles; losses in excess of the company's insurance coverage; changes in local, state and federal regulatory requirements, including changes in real estate and zoning laws; increases in real property tax rates; risks associated with the company's tax structuring; increases in interest rates and operating costs or greater than expected capital expenditures; environmental uncertainties and risks related to natural disasters; and our failure to qualify and maintain our status as a real estate investment trust. Our success also depends upon economic trends generally, various market conditions and fluctuations and those other risk factors discussed under the heading "Risk Factors" and elsewhere in our most recent annual report on Form 10-K for the year ended December 31, 2010.

SOURCE AMB Property Corporation

<http://prologis.mediaroom.com/2011-03-21-AMB-Property-Corporation-Provides-an-Update-on-Its-Japan-Platform>