

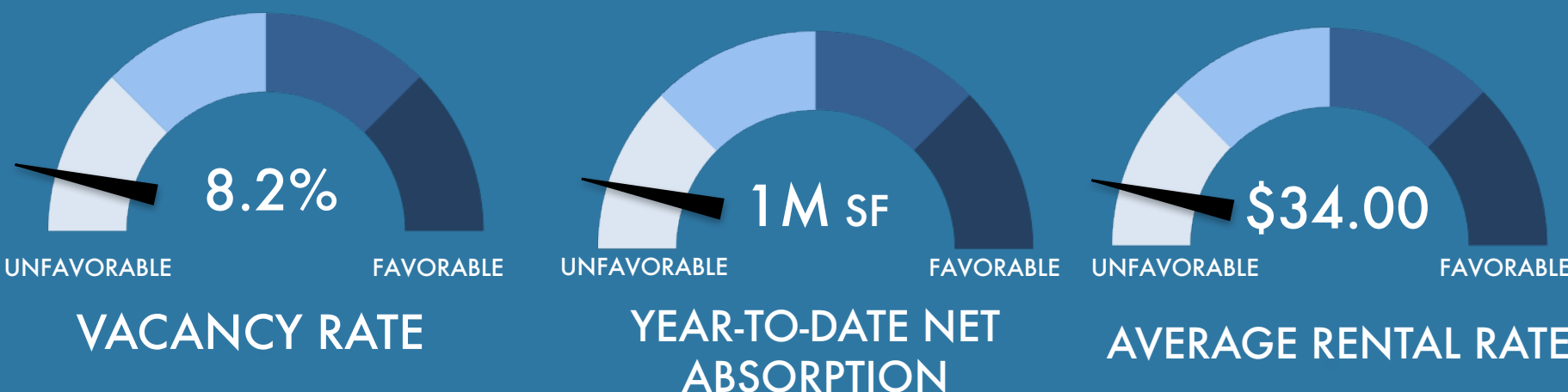
2018 Q3 REVIEW

AUSTIN MARKET + COMMERCIAL REAL ESTATE REPORT

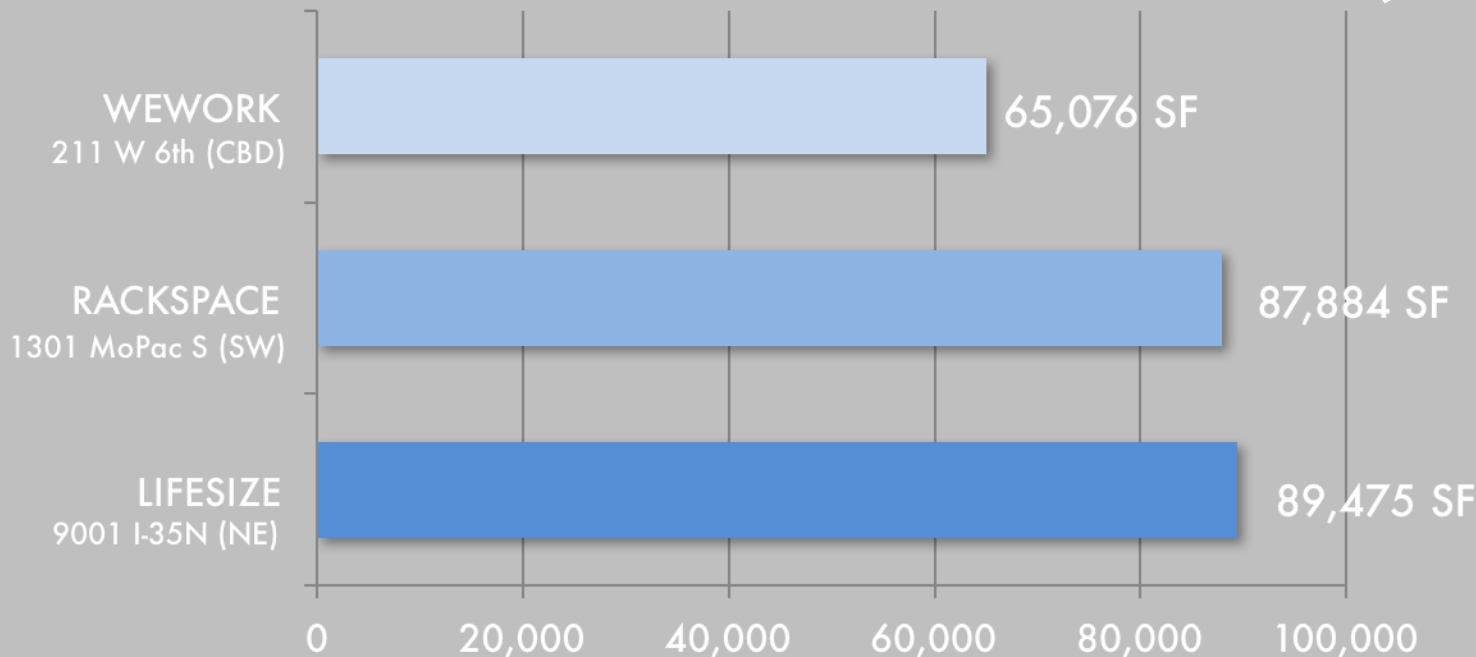
TENANT UPDATE

The Austin Office market ended the third quarter 2018 with a vacancy rate of 8.2%. The vacancy rate was down slightly over the previous quarter, with net absorption totaling positive 1,059,906 square feet in the third quarter, a hefty gain since last quarter, predominantly due to several large deliveries earlier in the year. Meanwhile, construction is slowing. Vacant sublease space increased in the quarter, ending the quarter at 758,791 square feet. Rental rates ended the third quarter at \$34.00, a 2.4% increase over the previous quarter.

OFFICE MARKET OVERVIEW



LARGEST LEASE SIGNINGS & MOVES (Q32018)



HISTORICAL RENTAL RATES COMPARISON

