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Vulcan Lists Westlake/Terry Building in South Lake Union

Building co-owned with Group Health Cooperative

SEATTLE – August 8, 2012 – Vulcan Real Estate announced today it is listing for sale the Westlake/Terry property in South Lake Union. The property, which consists of two adjacent buildings on a full block in the heart of the booming neighborhood, is jointly owned by Vulcan Real Estate and Group Health Cooperative. Group Health Cooperative is also the property's anchor tenant, with nearly 700 employees on site.

Vulcan Real Estate and Group Health agreed jointly to sell the property. Group Health intends to redeploy the capital from the sale into its core business of health care. Vulcan Real Estate intends to direct proceeds from the sale of the property into more South Lake Union development projects, said Ada M. Healey, Vice President of Vulcan Real Estate.

"With everything on our plate in South Lake Union, the timing of this sale works well for us," said Healey. "We are moving full steam ahead on projects like the construction of The Martin and Stack House, two new residential properties, as well as the renovation of the historic Supply Laundry building. As new development opportunities arise, we'll shift our portfolio as part of our long-term plans."

The Westlake/Terry property, which spans a full city block, was developed in 2007 as the corporate headquarters for Group Health Cooperative, which occupies approximately 149,000 square feet of office space on site. Microsoft leases about 126,000 square feet of office space in the project, housing nearly 350 employees. The Westlake/Terry Building is Seattle's first private sector new construction office building to earn LEED Gold certification from the U.S. Green Building Council. The transit-oriented project has 42,700 square feet of street-level retail amenities, including Rain Fitness, Starbucks, Portage Bay Café and Flying Fish.

The project was built by GLY Construction, with Callison serving as the architect for the buildings. The listing agent is Jones Lang LaSalle.

About Vulcan Real Estate

Seattle-based Vulcan Real Estate directs all real estate investment activities for Vulcan Inc., a Paul G. Allen company. Through strategic acquisitions and innovative development, Vulcan Real Estate has created a \$2 billion diversified portfolio of high-performing quality assets including office, biotech, residential and mixed-use projects. The company's integrated team of real estate professionals offers a full range of development and portfolio management services from site selection and urban planning to build-to-suit construction, leasing and asset

repositioning. Its real estate model is based on quality, sustainable development that builds new value across the entire community. To date, Vulcan has delivered 4.6 million square feet in 22 new office, biotech, residential and mixed-use projects in South Lake Union. The company has approximately 600,000 square feet under construction including 185,000 square feet of commercial space and 466 apartment units planned for delivery in 2013. In addition Vulcan has another 580,000 square feet in pre-development planning. For more information, visit www.vulcanrealestate.com.

About Group Health Cooperative

Group Health is one of the nation's leading nonprofit health systems, recognized for its consumer-governed cooperative origins and innovative solutions for improving care. Established in 1947, Group Health Cooperative, together with its subsidiaries Group Health Options, Inc. and KPS Health Plans, provides health coverage to more than 663,000 residents of Washington State and North Idaho.

More than 420,000 members receive care from Group Health Physicians medical group at Group Health Medical Centers locations across the Puget Sound region and Spokane. Group Health advances health in the community through its medical education, charitable foundation, and nationally recognized research institute.

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