

## Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

**Part I Reporting Issuer**

<b>1</b> Issuer's name  First Potomac Realty Trust		<b>2</b> Issuer's employer identification number (EIN)  37-1470730	
<b>3</b> Name of contact for additional information  Michael H. Comer	<b>4</b> Telephone No. of contact  301-986-9200	<b>5</b> Email address of contact  mcomer@first-potomac.com	
<b>6</b> Number and street (or P.O. box if mail is not delivered to street address) of contact  7600 Wisconsin Avenue, 11th Floor		<b>7</b> City, town, or post office, state, and Zip code of contact  Bethesda, MD 20814	
<b>8</b> Date of action  May 15, 2015		<b>9</b> Classification and description  Common stock	
<b>10</b> CUSIP number  33610F109	<b>11</b> Serial number(s)	<b>12</b> Ticker symbol  FPO	<b>13</b> Account number(s)

**Part II Organizational Action** Attach additional statements if needed. See back of form for additional questions.

**14** Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ First Potomac Realty Trust made cash distributions on February 17, 2015, May 15, 2015, August 17, 2015, and November 16, 2015 to each of its common stock shareholders of record on February 10, 2015, May 8, 2015, August 10, 2015, and November 9, 2015, respectively.

**15** Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ A portion of each cash distribution made by First Potomac Realty Trust during the calendar year 2015 is not taxable as a dividend under Section 301(c)(1), but is applied against basis under Section 301(c)(2) ("return of capital"). The return of capital on a per share basis is:

Distribution Date	Dividend Paid Per Share	Non-Taxable Distribution (Return of Capital)
2/17/15	\$0.15	\$0.042960
5/15/15	\$0.15	\$0.042960
8/17/15	\$0.15	\$0.042960
11/16/15	\$0.15	\$0.042960

As such, each shareholder's tax basis in the common stock of First Potomac Realty Trust is decreased by the lesser of the amount of the shareholder's share of the return of capital distributions or the shareholder's tax basis in such common stock.

**16** Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ The change in basis was determined by comparing the cash distributions made by First Potomac Realty Trust during the 2015 calendar year to the amount of First Potomac Realty Trust's 2015 current earnings and profits determined under Sections 312 and 316. Total cash distributions to the common shares made during the calendar year were \$34,842,223 and the 2015 current earnings and profits, attributable to the common shares, were \$24,863,469 resulting in a total return of capital for the tax year 2015 attributable to all shareholders of the common stock in the amount of \$9,978,754. Accordingly, the return of capital percentage is 28.63983% (\$9,978,754 / \$34,842,223).

**Part II Organizational Action** (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ Sections 301, 312 and 316.

Multiple horizontal lines for listing applicable Internal Revenue Code sections and subsections.

18 Can any resulting loss be recognized? ▶ No loss can be recognized as a result of the cash distributions to the common shareholders.

Multiple horizontal lines for providing information regarding loss recognition.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ The reporting tax year is the 2015 calendar year.

Multiple horizontal lines for providing other necessary information for the adjustment.

**Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ *Michael H. Comer* Date ▶ 2-1-16

Print your name ▶ Michael H. Comer Title ▶ SVP, Chief Accounting Officer

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Scott Riddell	<i>Scott Riddell</i>	02/29/16		P00642363
	Firm's name ▶ Ernst & Young U.S. LLP	Firm's EIN ▶		34-6565596	
	Firm's address ▶ 8484 Westpark Drive, McLean, VA 22102	Phone no.		703-747-1000	