

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549  
FORM 10-Q**

**QUARTERLY REPORT PURSUANT TO THE SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended June 30, 2025  
OR

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(D) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_  
Commission file number: 1-07533 (Federal Realty Investment Trust)  
Commission file number: 333-262016-01 (Federal Realty OP LP)

**FEDERAL REALTY INVESTMENT TRUST**

**FEDERAL REALTY OP LP**

(Exact Name of Registrant as Specified in its Charter)

Maryland (Federal Realty Investment Trust)  
Delaware (Federal Realty OP LP)  
(State of Organization)

87-3916363  
52-0782497  
(IRS Employer Identification No.)

909 Rose Avenue, Suite 200, North Bethesda, Maryland 20852  
(Address of Principal Executive Offices) (Zip Code)  
(301) 998-8100  
(Registrant's Telephone Number, Including Area Code)

Federal Realty Investment Trust

<u>Title of Each Class</u>	<u>Trading Symbol</u>	<u>Name of Each Exchange On Which Registered</u>
Common Shares of Beneficial Interest \$.01 par value per share, with associated Common Share Purchase Rights	FRT	New York Stock Exchange
Depository Shares, each representing 1/1000 of a 5.00% Series C Cumulative Redeemable Preferred Share, \$.01 par value per share	FRT-C	New York Stock Exchange

Federal Realty OP LP

<u>Title of Each Class</u>	<u>Trading Symbol</u>	<u>Name of Each Exchange On Which Registered</u>
None	N/A	N/A

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Federal Realty Investment Trust  Yes  No Federal Realty OP LP  Yes  No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files).

Federal Realty Investment Trust  Yes  No Federal Realty OP LP  Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.:

	Federal Realty Investment Trust		Federal Realty OP LP	
Large Accelerated Filer	<input checked="" type="checkbox"/>	Accelerated filer <input type="checkbox"/>	Large Accelerated Filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>
Non-Accelerated Filer	<input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>	Non-accelerated Filer <input checked="" type="checkbox"/>	Smaller reporting company <input type="checkbox"/>
		Emerging growth company <input type="checkbox"/>		Emerging growth company <input type="checkbox"/>

If an emerging growth company, indicate by checkmark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Federal Realty Investment Trust  Federal Realty OP LP

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Federal Realty Investment Trust  Yes  No Federal Realty OP LP  Yes  No

The number of Federal Realty Investment Trust's common shares outstanding on August 1, 2025 was 86,266,124.

## EXPLANATORY NOTE

This report combines the quarterly reports on Form 10-Q for the quarter ended June 30, 2025, of Federal Realty Investment Trust and Federal Realty OP, LP. Unless stated otherwise or the context otherwise requires, references to "Federal Realty Investment Trust," the "Parent Company" or the "Trust" mean Federal Realty Investment Trust; and references to "Federal Realty OP LP" or the "Operating Partnership" mean Federal Realty OP LP. The term "the Company," "we," "us," and "our" refer to the Parent Company and its business and operations conducted through its directly and indirectly owned subsidiaries, including the Operating Partnership. References to "shares" and "shareholders" refer to the shares and shareholders of the Parent Company and not the limited partnership interests for limited partners of the Operating Partnership.

The Parent Company is a real estate investment trust ("REIT") that owns 100% of the limited liability company interests of, is the sole member of, and exercises exclusive control over Federal Realty GP LLC (the "General Partner"), which is the sole general partner of the Operating Partnership. As of June 30, 2025, the Parent Company owned 100% of the outstanding partnership units (the "OP Units") in the Operating Partnership.

The Company believes combining the quarterly reports on Form 10-Q of the Parent Company and the Operating Partnership into this single report provides the following benefits:

- Enhances investors' understanding of the Parent Company and the Operating Partnership by enabling investors to view the businesses as a whole in the same manner as management views and operates the business;
- Eliminates duplicate disclosure and provides a more streamlined and readable presentation; and
- Creates time and cost efficiencies through the preparation of one combined report instead of two separate reports.

Management operates the Parent Company and the Operating Partnership as one business. Since the Operating Partnership is managed by the Parent Company, and the Parent Company conducts substantially all of its operations through the Operating Partnership, the management of the Parent Company consists of the same individuals as the management of the Operating Partnership.

We believe it is important to understand the few differences between the Parent Company and the Operating Partnership in the context of how the Parent Company and the Operating Partnership operate as a consolidated company. The Parent Company is a REIT, whose only material asset is its direct and indirect interest in the Operating Partnership. As a result, the Parent Company does not conduct business itself other than issuing public equity from time to time. The Parent Company is not expected to incur any material indebtedness. The Operating Partnership holds substantially all of our assets and retains the ownership interests in the Company's joint ventures. Except for net proceeds from public equity issuances by the Parent Company, which are contributed to the Operating Partnership in exchange for OP Units, the Operating Partnership generates all capital required by the Company's business. Sources of this capital include the Operating Partnership's operations, its direct or indirect incurrence of indebtedness, and the issuance of partnership units.

Shareholders' equity, partner capital, and non-controlling interests are the primary areas of difference between the unaudited consolidated financial statements of the Parent Company and those of the Operating Partnership. The Operating Partnership's capital currently includes OP Units owned by the Parent Company, and may in the future include OP Units owned by third parties. OP Units owned by third parties, if any, are accounted for in capital in the Operating Partnership's financial statements and in non-controlling interests in the Parent Company's financial statements.

The Parent Company consolidates the Operating Partnership for financial reporting purposes, and the Parent Company does not have assets other than its investment in the Operating Partnership. Therefore, while shareholders' equity and partners' capital differ as discussed above, the assets and liabilities of the Parent Company and the Operating Partnership are the same on their respective financial statements.

In order to highlight the differences between the Parent Company and the Operating Partnership, there are sections in this report that separately discuss the Parent Company and the Operating Partnership, including separate financial statements (but combined footnotes), separate controls and procedures sections, and separate Exhibit 31 and 32 certifications. In the sections that combine disclosure for the Parent Company and the Operating Partnership, this report refers to actions or holdings as being actions or holdings of the Company.

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**FEDERAL REALTY INVESTMENT TRUST**  
**FEDERAL REALTY OP LP**  
**QUARTERLY REPORT ON FORM 10-Q**  
**QUARTER ENDED JUNE 30, 2025**

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**Federal Realty Investment Trust**  
**Consolidated Balance Sheets**

	June 30, 2025	December 31, 2024
	(In thousands, except share and per share data)	
	(Unaudited)	
<b>ASSETS</b>		
Real estate, at cost		
Operating (including \$1,824,341 and \$1,825,656 of consolidated variable interest entities, respectively)	\$ 10,721,587	\$ 10,363,961
Construction-in-progress (including \$20,665 and \$9,939 of consolidated variable interest entities, respectively)	324,435	539,752
	<u>11,046,022</u>	<u>10,903,713</u>
Less accumulated depreciation and amortization (including \$445,556 and \$424,044 of consolidated variable interest entities, respectively)	(3,250,219)	(3,152,799)
Net real estate	7,795,803	7,750,914
Cash and cash equivalents	177,003	123,409
Accounts and notes receivable, net	225,936	229,080
Mortgage notes receivable, net	9,118	9,144
Investment in partnerships	33,133	33,458
Operating lease right of use assets, net	84,517	85,806
Finance lease right of use assets, net	6,520	6,630
Prepaid expenses and other assets	291,764	286,316
<b>TOTAL ASSETS</b>	<u>\$ 8,623,794</u>	<u>\$ 8,524,757</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
Mortgages payable, net (including \$184,155 and \$186,643 of consolidated variable interest entities, respectively)	\$ 511,951	\$ 514,378
Notes payable, net	614,631	601,414
Senior notes and debentures, net	3,360,925	3,357,840
Accounts payable and accrued expenses	192,122	183,564
Dividends payable	97,186	96,743
Security deposits payable	34,032	30,941
Operating lease liabilities	73,618	74,837
Finance lease liabilities	12,842	12,783
Other liabilities and deferred credits	225,196	227,827
Total liabilities	5,122,503	5,100,327
Commitments and contingencies (Note 6)		
Redeemable noncontrolling interests	181,191	180,286
<b>Shareholders' equity</b>		
Preferred shares, authorized 15,000,000 shares, \$.01 par:		
5.0% Series C Cumulative Redeemable Preferred Shares, (stated at liquidation preference \$25,000 per share), 6,000 shares issued and outstanding	150,000	150,000
5.417% Series 1 Cumulative Convertible Preferred Shares, (stated at liquidation preference \$25 per share), 392,878 shares issued and outstanding	9,822	9,822
Common shares of beneficial interest, \$.01 par, 200,000,000 shares authorized, respectively, 86,261,214 and 85,666,220 shares issued and outstanding, respectively	869	862
Additional paid-in capital	4,302,220	4,248,824
Accumulated dividends in excess of net income	(1,216,794)	(1,242,654)
Accumulated other comprehensive income	2,912	4,740
Total shareholders' equity of the Trust	3,249,029	3,171,594
Noncontrolling interests	71,071	72,550
Total shareholders' equity	3,320,100	3,244,144
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<u>\$ 8,623,794</u>	<u>\$ 8,524,757</u>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty Investment Trust**  
**Consolidated Statements of Comprehensive Income**  
**(Unaudited)**

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
(In thousands, except per share data)				
<b>REVENUE</b>				
Rental income	\$ 302,477	\$ 287,095	\$ 604,771	\$ 571,081
Other property income	8,769	8,680	15,354	15,739
Mortgage interest income	277	277	552	555
Total revenue	<u>311,523</u>	<u>296,052</u>	<u>620,677</u>	<u>587,375</u>
<b>EXPENSES</b>				
Rental expenses	61,609	58,891	129,413	120,550
Real estate taxes	36,681	35,289	73,248	69,349
General and administrative	11,925	12,092	22,800	24,098
Depreciation and amortization	89,241	85,049	176,187	168,453
Total operating expenses	<u>199,456</u>	<u>191,321</u>	<u>401,648</u>	<u>382,450</u>
Gain on sale of real estate	76,501	52,280	77,672	52,280
New market tax credit transaction income	14,176	—	14,176	—
<b>OPERATING INCOME</b>	<b>202,744</b>	<b>157,011</b>	<b>310,877</b>	<b>257,205</b>
<b>OTHER INCOME/(EXPENSE)</b>				
Other interest income	905	1,051	1,648	2,534
Interest expense	(44,598)	(44,312)	(87,073)	(88,005)
Income from partnerships	905	905	1,082	937
<b>NET INCOME</b>	<b>159,956</b>	<b>114,655</b>	<b>226,534</b>	<b>172,671</b>
Net income attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
<b>NET INCOME ATTRIBUTABLE TO THE TRUST</b>	<b>155,916</b>	<b>111,982</b>	<b>219,684</b>	<b>168,718</b>
Dividends on preferred shares	(2,008)	(2,008)	(4,016)	(4,016)
<b>NET INCOME AVAILABLE FOR COMMON SHAREHOLDERS</b>	<b>\$ 153,908</b>	<b>\$ 109,974</b>	<b>\$ 215,668</b>	<b>\$ 164,702</b>
<b>EARNINGS PER COMMON SHARE, BASIC</b>				
Net income available for common shareholders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98
Weighted average number of common shares	<u>85,969</u>	<u>82,932</u>	<u>85,722</u>	<u>82,768</u>
<b>EARNINGS PER COMMON SHARE, DILUTED:</b>				
Net income available for common shareholders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98
Weighted average number of common shares	<u>86,611</u>	<u>83,563</u>	<u>86,300</u>	<u>82,768</u>
<b>COMPREHENSIVE INCOME</b>	<b>\$ 159,205</b>	<b>\$ 114,796</b>	<b>\$ 224,539</b>	<b>\$ 175,740</b>
<b>COMPREHENSIVE INCOME ATTRIBUTABLE TO THE TRUST</b>	<b>\$ 155,232</b>	<b>\$ 112,125</b>	<b>\$ 217,856</b>	<b>\$ 171,708</b>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty Investment Trust**  
**Consolidated Statements of Shareholders' Equity**  
**For the Three and Six Months Ended June 30, 2025**  
**(Unaudited)**

	Shareholders' Equity of the Trust									
	Preferred Shares		Common Shares		Additional Paid-in Capital	Accumulated Dividends in Excess of Net Income	Accumulated Other Comprehensive Income (Loss)	Noncontrolling Interests	Total Shareholders' Equity	
	Shares	Amount	Shares	Amount						
	(In thousands, except share data)									
BALANCE AT MARCH 31, 2025	398,878	\$ 159,822	86,255,005	\$ 869	\$ 4,303,363	\$ (1,275,769)	\$ 3,596	\$ 72,385	\$ 3,264,266	
Net income, excluding \$2,013 attributable to redeemable noncontrolling interests	—	—	—	—	—	155,916	—	2,027	157,943	
Other comprehensive loss - change in fair value of interest rate swaps, excluding \$67 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	(684)	—	(684)	
Dividends declared to common shareholders (\$1.10 per share)	—	—	—	—	—	(94,933)	—	—	(94,933)	
Dividends declared to preferred shareholders	—	—	—	—	—	(2,008)	—	—	(2,008)	
Distributions declared to noncontrolling interests, excluding \$2,094 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	—	(1,355)	(1,355)	
Common shares issued, net	—	—	66	—	(102)	—	—	—	(102)	
Shares issued under dividend reinvestment plan	—	—	5,123	—	463	—	—	—	463	
Share-based compensation expense, net of forfeitures	—	—	1,733	—	3,831	—	—	—	3,831	
Shares withheld for employee taxes	—	—	(713)	—	(68)	—	—	—	(68)	
Redemption of downREIT OP units and purchase of noncontrolling interest	—	—	—	—	(5,267)	—	—	(1,986)	(7,253)	
<b>BALANCE AT JUNE 30, 2025</b>	<b>398,878</b>	<b>\$ 159,822</b>	<b>86,261,214</b>	<b>\$ 869</b>	<b>\$ 4,302,220</b>	<b>\$ (1,216,794)</b>	<b>\$ 2,912</b>	<b>\$ 71,071</b>	<b>\$ 3,320,100</b>	
BALANCE AT DECEMBER 31, 2024	398,878	\$ 159,822	85,666,220	\$ 862	\$ 4,248,824	\$ (1,242,654)	\$ 4,740	\$ 72,550	\$ 3,244,144	
Net income, excluding \$4,016 attributable to redeemable noncontrolling interests	—	—	—	—	—	219,684	—	2,834	222,518	
Other comprehensive loss - change in fair value of interest rate swaps, excluding \$167 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	(1,828)	—	(1,828)	
Dividends declared to common shareholders (\$2.20 per share)	—	—	—	—	—	(189,808)	—	—	(189,808)	
Dividends declared to preferred shareholders	—	—	—	—	—	(4,016)	—	—	(4,016)	
Distributions declared to noncontrolling interests, excluding \$4,357 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	—	(2,224)	(2,224)	
Common shares issued, net	—	—	476,609	5	54,387	—	—	—	54,392	
Shares issued under dividend reinvestment plan	—	—	9,414	—	907	—	—	—	907	
Share-based compensation expense, net of forfeitures	—	—	150,350	2	7,941	—	—	—	7,943	
Shares withheld for employee taxes	—	—	(42,537)	—	(4,675)	—	—	—	(4,675)	
Conversion and redemption of downREIT OP units and purchase of noncontrolling interest	—	—	1,158	—	(5,164)	—	—	(2,089)	(7,253)	
<b>BALANCE AT JUNE 30, 2025</b>	<b>398,878</b>	<b>\$ 159,822</b>	<b>86,261,214</b>	<b>\$ 869</b>	<b>\$ 4,302,220</b>	<b>\$ (1,216,794)</b>	<b>\$ 2,912</b>	<b>\$ 71,071</b>	<b>\$ 3,320,100</b>	

**Federal Realty Investment Trust**  
**Consolidated Statements of Shareholders' Equity**  
**For the Three and Six Months Ended June 30, 2024**  
**(Unaudited)**

	Shareholders' Equity of the Trust								
	Preferred Shares		Common Shares		Additional Paid-in Capital	Accumulated Dividends in Excess of Net Income	Accumulated Other Comprehensive Income	Noncontrolling Interests	Total Shareholders' Equity
	Shares	Amount	Shares	Amount					
	(In thousands, except share data)								
BALANCE AT MARCH 31, 2024	398,878	\$ 159,822	82,948,600	\$ 835	\$ 3,946,740	\$ (1,196,225)	\$ 6,899	\$ 77,921	\$ 2,995,992
Net income, excluding \$1,867 attributable to redeemable noncontrolling interests	—	—	—	—	—	111,982	—	806	112,788
Other comprehensive income - change in fair value of interest rate swaps, excluding a \$2 loss attributable to redeemable noncontrolling interests	—	—	—	—	—	—	143	—	143
Dividends declared to common shareholders (\$1.09 per share)	—	—	—	—	—	(91,085)	—	—	(91,085)
Dividends declared to preferred shareholders	—	—	—	—	—	(2,008)	—	—	(2,008)
Distributions declared to noncontrolling interests, excluding \$2,271 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	—	(1,092)	(1,092)
Common shares issued, net	—	—	637,875	6	64,547	—	—	—	64,553
Shares issued under dividend reinvestment plan	—	—	4,805	—	492	—	—	—	492
Share-based compensation expense, net of forfeitures	—	—	(25)	—	3,745	—	—	—	3,745
Shares withheld for employee taxes	—	—	(712)	—	(72)	—	—	—	(72)
Redemption of downREIT OP units	—	—	—	—	61	—	—	(346)	(285)
Purchase of noncontrolling interest	—	—	—	—	(10,264)	—	—	(2,094)	(12,358)
<b>BALANCE AT JUNE 30, 2024</b>	<b>398,878</b>	<b>\$ 159,822</b>	<b>83,590,543</b>	<b>\$ 841</b>	<b>\$ 4,005,249</b>	<b>\$ (1,177,336)</b>	<b>\$ 7,042</b>	<b>\$ 75,195</b>	<b>\$ 3,070,813</b>
BALANCE AT DECEMBER 31, 2023	398,878	\$ 159,822	82,775,286	\$ 833	\$ 3,959,276	\$ (1,160,474)	\$ 4,052	\$ 78,650	\$ 3,042,159
Net income, excluding \$3,437 attributable to redeemable noncontrolling interests	—	—	—	—	—	168,718	—	516	169,234
Other comprehensive income - change in fair value of interest rate swaps, excluding \$79 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	2,990	—	2,990
Dividends declared to common shareholders (\$2.18 per share)	—	—	—	—	—	(181,564)	—	—	(181,564)
Dividends declared to preferred shareholders	—	—	—	—	—	(4,016)	—	—	(4,016)
Distributions declared to noncontrolling interests, excluding \$4,321 attributable to redeemable noncontrolling interests	—	—	—	—	—	—	—	(1,890)	(1,890)
Common shares issued, net	—	—	700,798	7	70,923	—	—	—	70,930
Shares issued under dividend reinvestment plan	—	—	9,433	—	847	—	—	—	847
Share-based compensation expense, net of forfeitures	—	—	147,382	1	8,174	—	—	—	8,175
Shares withheld for employee taxes	—	—	(46,516)	—	(4,686)	—	—	—	(4,686)
Conversion and redemption of downREIT OP units	—	—	4,160	—	427	—	—	(712)	(285)
Contributions from noncontrolling interests	—	—	—	—	—	—	—	725	725
Purchase of capped calls	—	—	—	—	(19,448)	—	—	—	(19,448)
Purchase of noncontrolling interest	—	—	—	—	(10,264)	—	—	(2,094)	(12,358)
<b>BALANCE AT JUNE 30, 2024</b>	<b>398,878</b>	<b>\$ 159,822</b>	<b>83,590,543</b>	<b>\$ 841</b>	<b>\$ 4,005,249</b>	<b>\$ (1,177,336)</b>	<b>\$ 7,042</b>	<b>\$ 75,195</b>	<b>\$ 3,070,813</b>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty Investment Trust**  
**Consolidated Statements of Cash Flows**  
(Unaudited)

	Six Months Ended June 30,	
	2025	2024
(In thousands)		
<b>OPERATING ACTIVITIES</b>		
Net income	\$ 226,534	\$ 172,671
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	176,187	168,453
Gain on sale of real estate	(77,672)	(52,280)
Income from partnerships	(1,082)	(937)
New market tax credit transaction income	(14,176)	—
Straight-line rent	(13,844)	(10,686)
Share-based compensation expense	7,464	7,639
Other, net	(1,163)	(990)
Changes in assets and liabilities, net of effects of acquisitions and dispositions:		
Decrease in accounts receivable, net	14,709	16,294
Decrease in prepaid expenses and other assets	15,333	15,084
(Decrease) increase in accounts payable and accrued expenses	(3,805)	1,383
Increase (decrease) in security deposits and other liabilities	1,252	(5,748)
Net cash provided by operating activities	<u>329,737</u>	<u>310,883</u>
<b>INVESTING ACTIVITIES</b>		
Acquisition of real estate	(120,413)	(213,875)
Capital expenditures - development and redevelopment	(69,350)	(68,616)
Capital expenditures - other	(55,257)	(55,489)
Proceeds from sale of real estate	141,151	96,324
Distribution from partnerships in excess of earnings	1,094	2,142
Leasing costs	(13,547)	(13,113)
Net cash used in investing activities	<u>(116,322)</u>	<u>(252,627)</u>
<b>FINANCING ACTIVITIES</b>		
Net borrowings under revolving credit facility	17,600	81,800
Issuance of senior notes, net of costs	—	471,507
Repayment of senior notes	—	(600,000)
Costs to extend and issue notes and mortgages payable	(4,818)	(902)
Repayment of mortgages, finance leases and notes payable	(2,840)	(1,640)
Purchase of capped calls	—	(19,448)
Issuance of common shares, net of costs	54,503	70,938
Dividends paid to common and preferred shareholders	(192,498)	(183,875)
Shares withheld for employee taxes	(4,675)	(4,686)
Contributions from noncontrolling interests	1,413	725
Distributions to and acquisition/redemptions of noncontrolling interests	(13,921)	(18,862)
Net cash used in financing activities	<u>(145,236)</u>	<u>(204,443)</u>
Increase (decrease) in cash, cash equivalents and restricted cash	68,179	(146,187)
Cash, cash equivalents, and restricted cash at beginning of year	135,443	260,004
Cash, cash equivalents, and restricted cash at end of period	<u>\$ 203,622</u>	<u>\$ 113,817</u>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty OP LP**  
**Consolidated Balance Sheets**

	<b>June 30,</b> <b>2025</b>	<b>December 31,</b> <b>2024</b>
<b>(In thousands, except unit data)</b>		
<b>(Unaudited)</b>		
<b>ASSETS</b>		
Real estate, at cost		
Operating (including \$1,824,341 and \$1,825,656 of consolidated variable interest entities, respectively)	\$ 10,721,587	\$ 10,363,961
Construction-in-progress (including \$20,665 and \$9,939 of consolidated variable interest entities, respectively)	324,435	539,752
	11,046,022	10,903,713
Less accumulated depreciation and amortization (including \$445,556 and \$424,044 of consolidated variable interest entities, respectively)	(3,250,219)	(3,152,799)
Net real estate	7,795,803	7,750,914
Cash and cash equivalents	177,003	123,409
Accounts and notes receivable, net	225,936	229,080
Mortgage notes receivable, net	9,118	9,144
Investment in partnerships	33,133	33,458
Operating lease right of use assets, net	84,517	85,806
Finance lease right of use assets, net	6,520	6,630
Prepaid expenses and other assets	291,764	286,316
<b>TOTAL ASSETS</b>	<b>\$ 8,623,794</b>	<b>\$ 8,524,757</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>Liabilities</b>		
Mortgages payable, net (including \$184,155 and \$186,643 of consolidated variable interest entities, respectively)	\$ 511,951	\$ 514,378
Notes payable, net	614,631	601,414
Senior notes and debentures, net	3,360,925	3,357,840
Accounts payable and accrued expenses	192,122	183,564
Dividends payable	97,186	96,743
Security deposits payable	34,032	30,941
Operating lease liabilities	73,618	74,837
Finance lease liabilities	12,842	12,783
Other liabilities and deferred credits	225,196	227,827
Total liabilities	5,122,503	5,100,327
Commitments and contingencies (Note 6)		
Redeemable noncontrolling interests	181,191	180,286
<b>Partner capital</b>		
Preferred units, 398,878 units issued and outstanding	154,788	154,788
Common units, 86,261,214 and 85,666,220 units issued and outstanding, respectively	3,091,329	3,012,066
Accumulated other comprehensive income	2,912	4,740
Total partner capital	3,249,029	3,171,594
Noncontrolling interests in consolidated partnerships	71,071	72,550
Total capital	3,320,100	3,244,144
<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 8,623,794</b>	<b>\$ 8,524,757</b>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty OP LP**  
**Consolidated Statements of Comprehensive Income**  
(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
(In thousands, except per unit data)				
<b>REVENUE</b>				
Rental income	\$ 302,477	\$ 287,095	\$ 604,771	\$ 571,081
Other property income	8,769	8,680	15,354	15,739
Mortgage interest income	277	277	552	555
Total revenue	<u>311,523</u>	<u>296,052</u>	<u>620,677</u>	<u>587,375</u>
<b>EXPENSES</b>				
Rental expenses	61,609	58,891	129,413	120,550
Real estate taxes	36,681	35,289	73,248	69,349
General and administrative	11,925	12,092	22,800	24,098
Depreciation and amortization	89,241	85,049	176,187	168,453
Total operating expenses	<u>199,456</u>	<u>191,321</u>	<u>401,648</u>	<u>382,450</u>
Gain on sale of real estate	76,501	52,280	77,672	52,280
New market tax credit transaction income	14,176	—	14,176	—
<b>OPERATING INCOME</b>	<b>202,744</b>	<b>157,011</b>	<b>310,877</b>	<b>257,205</b>
<b>OTHER INCOME/(EXPENSE)</b>				
Other interest income	905	1,051	1,648	2,534
Interest expense	(44,598)	(44,312)	(87,073)	(88,005)
Income from partnerships	905	905	1,082	937
<b>NET INCOME</b>	<b>159,956</b>	<b>114,655</b>	<b>226,534</b>	<b>172,671</b>
Net income attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
<b>NET INCOME ATTRIBUTABLE TO THE PARTNERSHIP</b>	<b>155,916</b>	<b>111,982</b>	<b>219,684</b>	<b>168,718</b>
Distributions on preferred units	(2,008)	(2,008)	(4,016)	(4,016)
<b>NET INCOME AVAILABLE FOR COMMON UNIT HOLDERS</b>	<b>\$ 153,908</b>	<b>\$ 109,974</b>	<b>\$ 215,668</b>	<b>\$ 164,702</b>
<b>EARNINGS PER COMMON UNIT, BASIC</b>				
Net income available for common unit holders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98
Weighted average number of common units	<u>85,969</u>	<u>82,932</u>	<u>85,722</u>	<u>82,768</u>
<b>EARNINGS PER COMMON UNIT, DILUTED:</b>				
Net income available for common unit holders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98
Weighted average number of common units	<u>86,611</u>	<u>83,563</u>	<u>86,300</u>	<u>82,768</u>
<b>COMPREHENSIVE INCOME</b>	<b>\$ 159,205</b>	<b>\$ 114,796</b>	<b>\$ 224,539</b>	<b>\$ 175,740</b>
<b>COMPREHENSIVE INCOME ATTRIBUTABLE TO THE PARTNERSHIP</b>	<b>\$ 155,232</b>	<b>\$ 112,125</b>	<b>\$ 217,856</b>	<b>\$ 171,708</b>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty OP LP**  
**Consolidated Statements of Capital**  
**For the Three and Six Months Ended June 30, 2025**  
**(Unaudited)**

	Preferred Units	Common Units	Accumulated Other Comprehensive Income (Loss)	Total Partner Capital	Noncontrolling Interests in Consolidated Partnerships	Total Capital
	(In thousands)					
BALANCE AT MARCH 31, 2025	\$ 154,788	\$ 3,033,497	\$ 3,596	\$ 3,191,881	\$ 72,385	\$ 3,264,266
Net income, excluding \$2,013 attributable to redeemable noncontrolling interests	2,008	153,908	—	155,916	2,027	157,943
Other comprehensive loss - change in fair value of interest rate swaps, excluding \$67 attributable to redeemable noncontrolling interests	—	—	(684)	(684)	—	(684)
Distributions declared to common unit holders	—	(94,933)	—	(94,933)	—	(94,933)
Distributions declared to preferred unit holders	(2,008)	—	—	(2,008)	—	(2,008)
Distributions declared to noncontrolling interests in consolidated partnerships, excluding \$2,094 attributable to redeemable noncontrolling interests	—	—	—	—	(1,355)	(1,355)
Common units issued as a result of common stock issued by Parent Company, net of issuance costs	—	(102)	—	(102)	—	(102)
Common units issued under dividend reinvestment plan	—	463	—	463	—	463
Share-based compensation expense, net of forfeitures	—	3,831	—	3,831	—	3,831
Common units withheld for employee taxes	—	(68)	—	(68)	—	(68)
Redemption of downREIT OP units and purchase of noncontrolling interest	—	(5,267)	—	(5,267)	(1,986)	(7,253)
BALANCE AT JUNE 30, 2025	\$ 154,788	\$ 3,091,329	\$ 2,912	\$ 3,249,029	\$ 71,071	\$ 3,320,100
BALANCE AT DECEMBER 31, 2024	\$ 154,788	\$ 3,012,066	\$ 4,740	\$ 3,171,594	\$ 72,550	\$ 3,244,144
Net income, excluding \$4,016 attributable to redeemable noncontrolling interests	4,016	215,668	—	219,684	2,834	222,518
Other comprehensive loss - change in fair value of interest rate swaps, excluding \$167 attributable to redeemable noncontrolling interest	—	—	(1,828)	(1,828)	—	(1,828)
Distributions declared to common unit holders	—	(189,808)	—	(189,808)	—	(189,808)
Distributions declared to preferred unit holders	(4,016)	—	—	(4,016)	—	(4,016)
Distributions declared to noncontrolling interests in consolidated partnerships, excluding \$4,357 attributable to redeemable noncontrolling interests	—	—	—	—	(2,224)	(2,224)
Common units issued as a result of common stock issued by Parent Company, net of issuance costs	—	54,392	—	54,392	—	54,392
Common units issued under dividend reinvestment plan	—	907	—	907	—	907
Share-based compensation expense, net of forfeitures	—	7,943	—	7,943	—	7,943
Common units withheld for employee taxes	—	(4,675)	—	(4,675)	—	(4,675)
Conversion and redemption of downREIT OP units and purchase of noncontrolling interest	—	(5,164)	—	(5,164)	(2,089)	(7,253)
BALANCE AT JUNE 30, 2025	\$ 154,788	\$ 3,091,329	\$ 2,912	\$ 3,249,029	\$ 71,071	\$ 3,320,100

**Federal Realty OP LP**  
**Consolidated Statements of Capital**  
**For the Three and Six Months Ended June 30, 2024**  
**(Unaudited)**

	Preferred Units	Common Units	Accumulated Other Comprehensive Income	Total Partner Capital	Noncontrolling Interests in Consolidated Partnerships	Total Capital
	(In thousands)					
BALANCE AT MARCH 31, 2024	\$ 154,788	\$ 2,756,384	\$ 6,899	2,918,071	\$ 77,921	\$ 2,995,992
Net income, excluding \$1,867 attributable to redeemable noncontrolling interests	2,008	109,974	—	111,982	806	112,788
Other comprehensive income - change in fair value of interest rate swaps, excluding a \$2 loss attributable to redeemable noncontrolling interests	—	—	143	143	—	143
Distributions declared to common unit holders	—	(91,085)	—	(91,085)	—	(91,085)
Distributions declared to preferred unit holders	(2,008)	—	—	(2,008)	—	(2,008)
Distributions declared to noncontrolling interests in consolidated partnerships, excluding \$2,271 attributable to redeemable noncontrolling interests	—	—	—	—	(1,092)	(1,092)
Common units issued as a result of common stock issued by Parent Company, net of issuance costs	—	64,553	—	64,553	—	64,553
Common units issued under dividend reinvestment plan	—	492	—	492	—	492
Share-based compensation expense, net of forfeitures	—	3,745	—	3,745	—	3,745
Common units withheld for employee taxes	—	(72)	—	(72)	—	(72)
Redemption of downREIT OP units	—	61	—	61	(346)	(285)
Purchase of noncontrolling interest	—	(10,264)	—	(10,264)	(2,094)	(12,358)
BALANCE AT JUNE 30, 2024	<u>\$ 154,788</u>	<u>\$ 2,833,788</u>	<u>\$ 7,042</u>	<u>\$ 2,995,618</u>	<u>\$ 75,195</u>	<u>\$ 3,070,813</u>
BALANCE AT DECEMBER 31, 2023	\$ 154,788	\$ 2,804,669	\$ 4,052	\$ 2,963,509	\$ 78,650	\$ 3,042,159
Net income, excluding \$3,437 attributable to redeemable noncontrolling interests	4,016	164,702	—	168,718	516	169,234
Other comprehensive income - change in fair value of interest rate swaps, excluding \$79 attributable to redeemable noncontrolling interest	—	—	2,990	2,990	—	2,990
Distributions declared to common unit holders	—	(181,564)	—	(181,564)	—	(181,564)
Distributions declared to preferred unit holders	(4,016)	—	—	(4,016)	—	(4,016)
Distributions declared to noncontrolling interests in consolidated partnerships, excluding \$4,321 attributable to redeemable noncontrolling interests	—	—	—	—	(1,890)	(1,890)
Common units issued as a result of common stock issued by Parent Company, net of issuance costs	—	70,930	—	70,930	—	70,930
Common units issued under dividend reinvestment plan	—	847	—	847	—	847
Share-based compensation expense, net of forfeitures	—	8,175	—	8,175	—	8,175
Common units withheld for employee taxes	—	(4,686)	—	(4,686)	—	(4,686)
Conversion and redemption of downREIT OP units	—	427	—	427	(712)	(285)
Purchase of noncontrolling interest	—	(10,264)	—	(10,264)	(2,094)	(12,358)
Contributions from noncontrolling interests	—	—	—	—	725	725
Purchase of capped calls	—	(19,448)	—	(19,448)	—	(19,448)
BALANCE AT JUNE 30, 2024	<u>\$ 154,788</u>	<u>\$ 2,833,788</u>	<u>\$ 7,042</u>	<u>\$ 2,995,618</u>	<u>\$ 75,195</u>	<u>\$ 3,070,813</u>

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty OP LP**  
**Consolidated Statements of Cash Flows**  
**(Unaudited)**

	Six Months Ended June 30,	
	2025	2024
(In thousands)		
<b>OPERATING ACTIVITIES</b>		
Net income	\$ 226,534	\$ 172,671
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	176,187	168,453
Gain on sale of real estate	(77,672)	(52,280)
Income from partnerships	(1,082)	(937)
New market tax credit transaction income	(14,176)	—
Straight-line rent	(13,844)	(10,686)
Share-based compensation expense	7,464	7,639
Other, net	(1,163)	(990)
Changes in assets and liabilities, net of effects of acquisitions and dispositions:		
Decrease in accounts receivable, net	14,709	16,294
Decrease in prepaid expenses and other assets	15,333	15,084
(Decrease) increase in accounts payable and accrued expenses	(3,805)	1,383
Increase (decrease) in security deposits and other liabilities	1,252	(5,748)
Net cash provided by operating activities	329,737	310,883
<b>INVESTING ACTIVITIES</b>		
Acquisition of real estate	(120,413)	(213,875)
Capital expenditures - development and redevelopment	(69,350)	(68,616)
Capital expenditures - other	(55,257)	(55,489)
Proceeds from sale of real estate	141,151	96,324
Distribution from partnerships in excess of earnings	1,094	2,142
Leasing costs	(13,547)	(13,113)
Net cash used in investing activities	(116,322)	(252,627)
<b>FINANCING ACTIVITIES</b>		
Net borrowings under revolving credit facility	17,600	81,800
Issuance of senior notes, net of costs	—	471,507
Repayment of senior notes	—	(600,000)
Costs to extend and issue notes and mortgages payable	(4,818)	(902)
Repayment of mortgages, finance leases and notes payable	(2,840)	(1,640)
Purchase of capped calls	—	(19,448)
Issuance of common units, net of costs	54,503	70,938
Distributions to common and preferred unit holders	(192,498)	(183,875)
Shares withheld for employee taxes	(4,675)	(4,686)
Contributions from noncontrolling interests	1,413	725
Distributions to and acquisition/redemptions of noncontrolling interests	(13,921)	(18,862)
Net cash used in financing activities	(145,236)	(204,443)
Increase (decrease) in cash, cash equivalents and restricted cash	68,179	(146,187)
Cash, cash equivalents, and restricted cash at beginning of year	135,443	260,004
Cash, cash equivalents, and restricted cash at end of period	\$ 203,622	\$ 113,817

The accompanying notes are an integral part of these consolidated statements.

**Federal Realty Investment Trust**  
**Federal Realty OP LP**  
**Notes to Consolidated Financial Statements**  
**June 30, 2025**  
**(Unaudited)**

**NOTE 1—BUSINESS AND ORGANIZATION**

Federal Realty Investment Trust (the "Parent Company" and the "Trust") is an equity real estate investment trust ("REIT"). Federal Realty OP LP (the "Operating Partnership") is the entity through which the Parent Company conducts substantially all of its operations and owns all of its assets. The Parent Company owns 100% of the limited liability company interests of, is sole member of and exercises exclusive control over Federal Realty GP LLC (the "General Partner"), which in turn, is the sole general partner of the Operating Partnership. The Parent Company specializes in the ownership, operation, and redevelopment of high-quality retail-based properties through the Operating Partnership, and has no other substantial assets or liabilities other than through its investment in the Operating Partnership. Our properties are located primarily in major coastal markets and select underserved regions that we believe have strong economic and demographic fundamentals. As of June 30, 2025, we owned or had a majority interest in community and neighborhood shopping centers and mixed-use properties which are operated as 102 predominantly retail real estate projects.

We operate in a manner intended to enable the Trust to qualify as a REIT for federal income tax purposes. A REIT that distributes at least 90% of its taxable income to its shareholders each year and meets certain other conditions is not taxed on that portion of its taxable income which is distributed to its shareholders. Therefore, federal income taxes on our taxable income have been and are generally expected to be immaterial. We are obligated to pay state taxes, generally consisting of franchise or gross receipts taxes in certain states. Such state taxes also have not been material.

**General Economic Conditions**

Significant uncertainty continues within the macro-economic environment including concerns over inflation risk, high interest rates, the introduction of new tariffs and their impact on trade and prices, and potentially worsening economic conditions, which presents risks for our business and tenants. We continue to monitor and address risks related to the general state of the economy. The extent of the future effects on our business, results of operations, cash flows, and growth strategies is highly uncertain and will ultimately depend on future developments, none of which can be predicted.

**NOTE 2—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of presentation**

The accompanying unaudited interim consolidated financial statements of the Parent Company and Operating Partnership have been prepared pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and note disclosures normally included in annual financial statements prepared in accordance with GAAP have been omitted pursuant to those rules and regulations, although we believe that the disclosures made are adequate to make the information not misleading. It is suggested that these financial statements be read in conjunction with the financial statements and notes thereto included in our latest Annual Report on Form 10-K. In the opinion of management, all adjustments (consisting of normal, recurring adjustments) necessary for a fair presentation for the periods presented have been included. The results of operations for the three and six months ended June 30, 2025 are not necessarily indicative of the results that may be expected for the full year.

**Principles of Consolidation**

As discussed in the [Explanatory Note](#), we have combined the quarterly reports on Form 10-Q of the Parent Company and the Operating Partnership into this single report. As a result, we present two sets of consolidated financial statements. Both sets of consolidated financial statements include the accounts of the entity, its corporate subsidiaries, and all entities in which it has a controlling interest or has been determined to be the primary beneficiary of a variable interest entity. The Parent Company's consolidated financial statements include the accounts of the Operating Partnership and its subsidiaries as the Parent Company, through its ownership and control over the General Partner, exercises exclusive control over the Operating Partnership. The equity interests of other investors are reflected as noncontrolling interests or redeemable noncontrolling interests. All significant intercompany transactions and balances are eliminated in consolidation. We account for our interests in joint ventures which we do not control using the equity method of accounting.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America, referred to as "GAAP," requires management to make estimates and assumptions that in certain circumstances affect

the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities, and revenues and expenses. These estimates are prepared using management's best judgment, after considering past, current and expected events and economic conditions. Actual results could differ from these estimates.

### Segment Information

We have one reportable segment. We evaluate financial performance using property operating income ("POI"), a non-GAAP measure which consists of rental income and mortgage interest income, less rental expenses and real estate taxes.

Reconciliation of property operating income to consolidated net income:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
	(In thousands)		(In thousands)	
Property operating income	\$ 213,233	\$ 201,872	\$ 418,016	\$ 397,476
General and administrative expense	(11,925)	(12,092)	(22,800)	(24,098)
Depreciation and amortization	(89,241)	(85,049)	(176,187)	(168,453)
Gain on sale of real estate	76,501	52,280	77,672	52,280
New market tax credit transaction income	14,176	—	14,176	—
Other interest income	905	1,051	1,648	2,534
Interest expense	(44,598)	(44,312)	(87,073)	(88,005)
Income from partnerships	905	905	1,082	937
Net income	159,956	114,655	226,534	172,671
Net income attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
Net income attributable to the trust	\$ 155,916	\$ 111,982	\$ 219,684	\$ 168,718

We do not present significant expense disclosures for our reportable segment as operating segment level expenses are not regularly provided to our chief operating decision maker ("CODM"). However, real estate tax expense is presented on the face of the consolidated statement of comprehensive income.

We do not present a reconciliation of our reportable segment's assets to consolidated assets, as asset information by operating segment is not used by our CODM to allocate resources and capital or assess performance.

**Recent Accounting Pronouncements**

<b>Standard</b>	<b>Description</b>	<b>Effect on the financial statements or significant matters</b>
<b><u>Issued in 2025 and 2024:</u></b>		
ASU 2025-01, January 2025, and ASU 2024-03, November 2024, <i>Income Statement—Reporting Comprehensive Income — Expense Disaggregation Disclosures (Subtopic 220-40)</i>	<p>This ASU requires the disaggregation of specific natural expense categories within relevant income statement captions. Public business entities are required to provide tabular disclosures which disaggregate expenses such as purchases of inventory, employee compensation, depreciation and amortization. A separate total of an entity's selling expenses is also required, along with the disclosure of how the company determines them.</p> <p>The guidance is required to be applied prospectively, but may be applied retrospectively for annual reporting periods beginning after December 15, 2026, and interim periods within annual reporting periods beginning after December 15 2027. Early adoption is permitted.</p>	We are assessing the impact of this ASU on our consolidated financial statements.
ASU 2024-04, November 2024, <i>Debt—Debt with Conversion and Other Options (Subtopic 470-20), Induced Conversions of Convertible Debt Instruments</i>	<p>This ASU clarifies that to qualify for induced conversion accounting, an inducement offer must preserve the issuance of all of the consideration (in form and amount) issuable in accordance with the conversion privileges specified in the terms of the existing debt instrument. In addition, the ASU requires that to qualify for induced conversion accounting, an instrument must contain a substantive conversion feature as of the date on which both the issuance offer and the inducement offer are accepted by the convertible debt holder. An entity that doesn't meet all of the criteria for conversion accounting or induced conversion accounting applies extinguishment accounting and recognizes a gain or loss for the difference between the fair value of the entire consideration transferred and the net carrying amount of the debt.</p> <p>Entities have the option to apply the guidance either (1) prospectively to settlements of convertible debt instruments that occur during fiscal years (and interim periods within those fiscal years) beginning after the effective date or (2) retrospectively. Under the retrospective transition approach, the entity recasts prior periods and recognizes a cumulative-effect adjustment to equity as of the later of the beginning of the earliest period presented or the date the entity adopted ASU 2020-06. This is effective for all entities for fiscal years beginning after December 15, 2025, and interim periods within those fiscal years.</p>	We are assessing the impact of this ASU on our consolidated financial statements.
<b><u>Issued in 2023:</u></b>		
ASU 2023-06, October 2023, <i>Disclosure Improvements: Codification Amendments in Response to the SEC's Disclosure Update and Simplification Initiative</i>	<p>This ASU amends the disclosure or presentation requirements related to various subtopics in the FASB Accounting Standard Codification (the "Codification"). The new guidance is intended to align U.S. GAAP requirements with those of the SEC and to facilitate the application of U.S. GAAP for all entities. These disclosure requirements are currently included in either SEC Regulation S-X or SEC Regulation S-K.</p> <p>The effective date for each amendment will be the date on which the SEC's removal of that related disclosure from Regulation S-X or Regulation S-K becomes effective. Early adoption is prohibited and the amendments should be applied prospectively. If the SEC has not removed the applicable requirement from Regulation S-X or Regulation S-K by June 30, 2027, the amendments will be removed from the Codification and will not be effective.</p>	We do not expect this ASU to have a material impact on our consolidated financial statements.

**Consolidated Statements of Cash Flows—Supplemental Disclosures**

The following tables provide supplemental disclosures related to the Consolidated Statements of Cash Flows:

	Six Months Ended	
	June 30,	
	2025	2024
(In thousands)		
<b>SUPPLEMENTAL DISCLOSURES:</b>		
Total interest costs incurred	\$ 94,947	\$ 98,466
Interest capitalized	(7,874)	(10,461)
Interest expense	\$ 87,073	\$ 88,005
Cash paid for interest, net of amounts capitalized	\$ 82,424	\$ 86,045
Cash paid for income taxes	\$ 320	\$ 191
<b>NON-CASH INVESTING AND FINANCING TRANSACTIONS:</b>		
Shares issued under dividend reinvestment plan	\$ 796	\$ 839
DownREIT operating partnership units redeemed for common shares	\$ 103	\$ 366
(In thousands)		
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS, AND RESTRICTED CASH:</b>		
Cash and cash equivalents	\$ 177,003	\$ 123,409
Restricted cash (1)	26,619	12,034
Total cash, cash equivalents, and restricted cash	\$ 203,622	\$ 135,443

(1) Restricted cash balances are included in "prepaid expenses and other assets" on our consolidated balance sheets.

**NOTE 3—REAL ESTATE**

On February 25, 2025, we acquired the fee interest in Del Monte Shopping Center, a 675,000 square foot, grocery anchored retail shopping center in Monterey, California for \$123.5 million. Approximately \$17.7 million and \$0.8 million of net assets acquired were allocated to other assets for "acquired lease costs" and "above market leases," respectively, and \$23.5 million of net assets acquired were allocated to other liabilities for "below market leases."

During the six months ended June 30, 2025, we sold a residential building at Santana Row, our Hollywood Boulevard property, and a portion of our White Marsh Other property for net proceeds of \$146.3 million, resulting in a net gain of \$77.1 million.

**NOTE 4—DEBT**

On January 9, 2025, we repaid a \$1.2 million mortgage loan at our Hoboken property, at par.

On March 20, 2025, we amended and restated our \$600.0 million unsecured term loan, extending the maturity date to March 20, 2028, plus two one-year extensions, at our option. In addition, we have the right until December 20, 2025 to borrow up to an additional \$150.0 million in the form of one or more unsecured term loans. Under an accordion feature, we have the right to request additional loans, subject to an aggregate maximum of \$1.0 billion borrowed under the restated agreement. Debt issuance costs related to this amendment were \$4.8 million as of June 30, 2025. Additionally, on May 1, 2025, the interest rate was reduced by removing the 0.10% adjustment to SOFR.

During both the three and six months ended June 30, 2025, the maximum amount of borrowings outstanding under our \$1.25 billion revolving credit facility was \$122.1 million. The weighted average amount of borrowings outstanding was \$40.2 million and \$37.6 million, respectively, and the weighted average interest rate, before amortization of debt fees, was 5.2% for both the three and six months ended June 30, 2025. At June 30, 2025, our revolving credit facility had \$17.6 million outstanding.

Our revolving credit facility, term loan, and certain notes require us to comply with various financial covenants, including the maintenance of minimum shareholders' equity and debt coverage ratios and a maximum ratio of debt to net worth. As of June 30, 2025, we were in compliance with all default related debt covenants.

### ***Exchangeable Senior Notes***

On January 11, 2024, our Operating Partnership issued \$485.0 million aggregate principal amount of 3.25% Exchangeable Senior Notes due 2029 (the “Notes”) in a private placement. The Notes bear interest at an annual rate of 3.25%, payable semiannually in arrears on January 15<sup>th</sup> and July 15<sup>th</sup> of each year, beginning July 15, 2024. The Notes mature on January 15, 2029, unless earlier exchanged, purchased or redeemed. Net proceeds after the initial purchaser’s discount and offering costs were approximately \$471.5 million. Interest expense related to these Notes was \$4.6 million for both the three months ended June 30, 2025 and 2024, and includes debt issuance cost amortization of \$0.7 million for both periods. Interest expense related to these Notes was \$9.2 million and \$8.7 million, respectively, for the six months ended June 30, 2025 and 2024, and includes debt issuance cost amortization of \$1.3 million for both periods. Including the debt issuance cost amortization, the current effective interest rate on these Notes is approximately 3.9%. The unamortized debt issuance costs related to the Notes were \$9.5 million at June 30, 2025.

Prior to the close of business on July 15, 2028, the Notes will be exchangeable at the option of holders only upon certain circumstances and during certain periods. On or after July 15, 2028, until the close of business on the second scheduled trading day immediately preceding the maturity date of the Notes, holders may exchange their Notes at any time. The Operating Partnership will settle exchanges of the Notes by delivering cash up to the principal amount of the Notes exchanged, and if applicable, cash, common shares of the Trust, or a combination thereof at our option, in respect of the remainder, if any, of the exchange obligation in excess of the principal amount. If we elect to settle any portion of the exchange obligation in excess of the principal amount with shares of the Trust, an equivalent number of common units will be issued by the Operating Partnership to the Trust. The exchange rate initially equals 8.1436 common shares per \$1,000 principal amount of the Notes (which is equivalent to an exchange price of approximately \$122.80 per common share and reflects an exchange premium of approximately 20% based on the closing price of \$102.33 on January 8, 2024). The initial exchange rate is subject to adjustment upon the occurrence of certain events, including in the event of a payment of a quarterly common dividend in excess of \$1.09 per share, but will not be adjusted for any accrued and unpaid interest. While our quarterly common dividend per share currently exceeds \$1.09, the exchange rate has not materially changed.

The Operating Partnership may redeem the Notes, at its option, in whole or in part, on or after January 20, 2027 if the last reported sales price of the common shares has been at least 130% of the exchange price then in effect for at least 20 trading days (whether or not consecutive) during any 30 day consecutive trading period (including the last trading day of such period) ending on, and including, the trading day immediately preceding the date on which the Operating Partnership provides notice of redemption. The redemption price will be equal to 100% of the principal amount of the Notes to be redeemed, plus accrued and unpaid interest, if any, to, but excluding, the redemption date.

In connection with the Notes, we entered into privately negotiated capped call transactions with certain of the initial purchasers of the Notes or their affiliates or other financial institutions. The capped call transactions cover, subject to customary adjustments, the number of our common shares that initially underlie the Notes. The capped call transactions are expected generally to reduce the potential dilution to our common shares upon exchange of any Notes and/or offset any cash payments we are required to make in excess of the principal amount of the Notes, with such reduction and/or offset subject to a cap. The cap price of the capped call transaction initially is approximately \$143.26 per share, which represents a premium of approximately 40% over the last reported sale price of our common shares of \$102.33 on the New York Stock Exchange on January 8, 2024, and is subject to certain adjustments under the terms of the capped call transactions. A portion of the proceeds from the Notes were used to pay the capped call premium of \$19.4 million, which was recorded in shareholders' equity for the Trust and capital for the Operating Partnership.

### **NOTE 5—FAIR VALUE OF FINANCIAL INSTRUMENTS**

Except as disclosed below, the carrying amount of our financial instruments approximates their fair value. The fair value of our mortgages payable, notes payable and senior notes and debentures is sensitive to fluctuations in interest rates. Quoted market prices (Level 1) were used to estimate the fair value of our marketable senior notes and debentures and discounted cash flow analysis (Level 2) is generally used to estimate the fair value of our mortgages and notes payable. Considerable judgment is necessary to estimate the fair value of financial instruments. The estimates of fair value presented herein are not necessarily indicative of the amounts that could be realized upon disposition of the financial instruments. A summary of the carrying amount and fair value of our mortgages payable, notes payable and senior notes and debentures is as follows:

	June 30, 2025		December 31, 2024	
	Carrying Value	Fair Value	Carrying Value	Fair Value
	(In thousands)			
Mortgages and notes payable, net	\$ 1,126,582	\$ 1,115,757	\$ 1,115,792	\$ 1,098,271
Senior notes and debentures, net	\$ 2,885,452	\$ 2,690,588	\$ 2,883,713	\$ 2,645,097
Exchangeable senior notes, net	\$ 475,473	\$ 486,542	\$ 474,127	\$ 495,510

As of June 30, 2025, we have five interest rate swap agreements with total notional amounts of \$251.3 million that are measured at fair value on a recurring basis. We have two interest rate swap agreements associated with our Hoboken portfolio that fix the interest rate on \$51.3 million of mortgage payables at 3.67% through December 15, 2029. We also have three interest rate swap agreements associated with our Bethesda Row property that fix the interest rate on a \$200.0 million mortgage payable at a weighted average interest rate of 5.03% through December 28, 2025.

The fair values of the interest rate swap agreements are based on the estimated amounts we would receive or pay to terminate the contracts at the reporting date and are determined using interest rate pricing models and interest rate related observable inputs. The fair value of our swaps at June 30, 2025 was an asset of \$3.5 million and is included in "prepaid expenses and other assets" on our consolidated balance sheets. For the three and six months ended June 30, 2025, the value of our interest rate swaps decreased \$0.5 million and \$1.7 million, respectively (including \$0.5 million and \$1.0 million, respectively, reclassified from other comprehensive income as a decrease to interest expense). A summary of our financial assets that are measured at fair value on a recurring basis, by level within the fair value hierarchy is as follows:

	June 30, 2025				December 31, 2024			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
	(In thousands)							
Interest rate swaps	\$ —	\$ 3,527	\$ —	\$ 3,527	\$ —	\$ 5,208	\$ —	\$ 5,208

One of our equity method investees has two interest rate swaps which qualify for cash flow hedge accounting. For the three and six months ended June 30, 2025, our share of the change in fair value of the related swaps included in "accumulated other comprehensive income" was a loss of \$0.2 million and \$0.3 million, respectively.

#### NOTE 6—COMMITMENTS AND CONTINGENCIES

We are sometimes involved in lawsuits, warranty claims, and environmental matters arising in the ordinary course of business. Management makes assumptions and estimates concerning the likelihood and amount of any potential loss relating to these matters.

We are currently a party to various legal proceedings. We accrue a liability for litigation if an unfavorable outcome is probable and the amount of loss can be reasonably estimated. If an unfavorable outcome is probable and a reasonable estimate of the loss is a range, we accrue the best estimate within the range; however, if no amount within the range is a better estimate than any other amount, the minimum within the range is accrued. Legal fees related to litigation are expensed as incurred. We do not believe that the ultimate outcome of these matters, either individually or in the aggregate, could have a material adverse effect on our financial position or overall trends in results of operations; however, litigation is subject to inherent uncertainties. Also under our leases, tenants are typically obligated to indemnify us from and against all liabilities, costs and expenses imposed upon or asserted against us (1) as owner of the properties due to certain matters relating to the operation of the properties by the tenant, and (2) where appropriate, due to certain matters relating to the ownership of the properties prior to their acquisition by us.

In June 2018, we formed a joint venture to develop Freedom Plaza (formerly Jordan Downs Plaza), for which we own 92%. The investment in this development qualified for tax credits under the New Market Tax Credit ("NMTC") Program, established by the Community Renewal Tax Relief Act of 2000. In 2018, we transferred the earned tax credits to a third-party bank in exchange for cash proceeds. The proceeds received and related transaction costs were deferred until the end of the seven-year NMTC compliance period, which concluded in June 2025. As a result, for the three and six months ended June 30, 2025, we recognized \$14.2 million (\$13.0 million, net of income attributable to noncontrolling interest) in income related to the sale of the new market tax credits.

Under the terms of certain partnership agreements, the partners have the right to exchange their operating partnership units for cash or common shares, at our option. During the three months ended June 30, 2025, we redeemed 77,983 downREIT operating partnership units for \$7.0 million. As of June 30, 2025, a total of 529,207 downREIT operating partnership units were

outstanding which had a total fair value of approximately \$50.3 million, which is calculated by multiplying the outstanding number of downREIT partnership units by our closing stock price on June 30, 2025.

#### NOTE 7—SHAREHOLDERS' EQUITY

The following table provides a summary of dividends declared and paid per share:

	Six Months Ended June 30,			
	2025		2024	
	Declared	Paid	Declared	Paid
Common shares	\$ 2.200	\$ 2.200	\$ 2.180	\$ 2.180
5.417% Series 1 Cumulative Convertible Preferred shares	\$ 0.677	\$ 0.677	\$ 0.677	\$ 0.677
5.0% Series C Cumulative Redeemable Preferred shares (1)	\$ 0.625	\$ 0.625	\$ 0.625	\$ 0.625

(1) Amount represents dividends per depository share, each representing 1/1000th of a share.

On February 14, 2025, we amended our existing at-the-market ("ATM") equity program under which we may from time to time offer and sell common shares. This amendment reset the aggregate offering price of the program to \$750.0 million. Our ATM equity program also allows shares to be sold through forward sales contracts. We intend to use the net proceeds to fund potential acquisition opportunities, fund our development and redevelopment pipeline, repay indebtedness and/or for general corporate purposes.

During the six months ended June 30, 2025, we settled our remaining open forward sales agreements by issuing 476,497 common shares for net cash proceeds of \$54.4 million including paying \$0.2 million in additional offering expenses.

During the three and six months ended June 30, 2025, there were no sales and we did not enter into any forward sales contracts under the amended ATM equity program, and therefore we have the capacity to issue up to \$750.0 million in common shares under this program as of June 30, 2025.

On April 10, 2025, we announced that our Board of Trustees had approved a new common share repurchase program, under which we may purchase up to \$300.0 million of our outstanding common shares of beneficial interest, \$0.01 par value per share from time to time using a variety of methods, including open market, privately negotiated transactions or otherwise. The specific timing and amount of common share repurchases, if any, will depend on a number of factors, including prevailing share prices, trading volume and general market conditions, along with our working capital requirements, cash flow, and other factors. The program does not require us to repurchase any dollar amount or number of common shares and may be suspended or discontinued at any time. As of June 30, 2025, no common shares have been repurchased through the program.

#### NOTE 8—SHARE-BASED COMPENSATION PLANS

A summary of share-based compensation expense included in net income is as follows:

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2025	2024	2025	2024
	(In thousands)			
Grants of common shares, restricted stock units, and options	\$ 3,831	\$ 3,745	\$ 7,943	\$ 8,175
Capitalized share-based compensation	(248)	(266)	(479)	(536)
Share-based compensation expense	\$ 3,583	\$ 3,479	\$ 7,464	\$ 7,639

**NOTE 9—EARNINGS PER SHARE AND UNIT**

We have calculated earnings per share (“EPS”) and earnings per unit (“EPU”) under the two-class method. The two-class method is an earnings allocation methodology whereby EPS and EPU for each class of common stock and partnership units, respectively, and participating securities is calculated according to dividends or distributions declared and participation rights in undistributed earnings. For the three and six months ended June 30, 2025 and 2024, we had 0.3 million weighted average unvested shares and units outstanding, which are considered participating securities. Therefore, we have allocated our earnings for basic and diluted EPS and EPU between common shares and units and unvested shares and units; the portion of earnings allocated to the unvested shares and units is reflected as “earnings allocated to unvested shares” or “earnings allocated to unvested units” in the reconciliations below.

The following potentially issuable shares were excluded from the diluted EPS and EPU calculations because their impact is anti-dilutive:

- exercise of 1,190 stock options for the six months ended June 30, 2025, and 3,019 stock options for the three months ended June 30, 2025 and the three and six months ended June 30, 2024,
- conversions of downREIT operating partnership units for the six months ended June 30, 2024,
- conversions of 5.417% Series 1 Cumulative Convertible Preferred Shares and units for six months ended June 30, 2025 and the three and six months ended June 30, 2024,
- the issuance of 0.5 million shares and units issuable under common share forward sales agreements for the period they were outstanding during the six months ended June 30, 2025, and
- exchange of common shares and units related to the 3.25% Exchangeable Senior Notes due 2029 for both the three and six months ended June 30, 2025 and 2024.

*Federal Realty Investment Trust Earnings per Share*

	Three Months Ended June 30,		Six Months Ended June 30,	
	2025	2024	2025	2024
(In thousands, except per share data)				
<b>NUMERATOR</b>				
Net income	\$ 159,956	\$ 114,655	\$ 226,534	\$ 172,671
Less: Preferred share dividends	(2,008)	(2,008)	(4,016)	(4,016)
Less: Income from operations attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
Less: Earnings allocated to unvested shares	(520)	(399)	(727)	(663)
Net income available for common shareholders, basic	\$ 153,388	\$ 109,575	\$ 214,941	\$ 164,039
Add: Income attributable to downREIT operating partnership units	601	686	1,268	—
Add: Dividends on 5.417% Series 1 Cumulative Convertible Preferred Shares	133	—	—	—
Net income available for common shareholders, diluted	\$ 154,122	\$ 110,261	\$ 216,209	\$ 164,039
<b>DENOMINATOR</b>				
Weighted average common shares outstanding, basic	85,969	82,932	85,722	82,768
Effect of dilutive securities:				
DownREIT operating partnership units	548	631	578	—
5.417% Series 1 Cumulative Convertible Preferred Shares	94	—	—	—
Weighted average common shares outstanding, diluted	86,611	83,563	86,300	82,768
<b>EARNINGS PER COMMON SHARE, BASIC AND DILUTED:</b>				
Net income available for common shareholders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98

*Federal Realty OP LP Earnings per Unit*

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2025	2024	2025	2024
(In thousands, except per unit data)				
<b>NUMERATOR</b>				
Net income	\$ 159,956	\$ 114,655	\$ 226,534	\$ 172,671
Less: Preferred unit distributions	(2,008)	(2,008)	(4,016)	(4,016)
Less: Income from operations attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
Less: Earnings allocated to unvested units	(520)	(399)	(727)	(663)
Net income available for common unit holders, basic	\$ 153,388	\$ 109,575	\$ 214,941	\$ 164,039
Add: Income attributable to downREIT operating partnership units	601	686	1,268	—
Add: Dividends on 5.417% Series 1 Cumulative Convertible Preferred Units	133	—	—	—
Net income available for common unit holders, diluted	\$ 154,122	\$ 110,261	\$ 216,209	\$ 164,039
<b>DENOMINATOR</b>				
Weighted average common units outstanding, basic	85,969	82,932	85,722	82,768
Effect of dilutive securities:				
DownREIT operating partnership units	548	631	578	—
5.417% Series 1 Cumulative Convertible Preferred Units	94	—	—	—
Weighted average common units outstanding, diluted	86,611	83,563	86,300	82,768
<b>EARNINGS PER COMMON UNIT, BASIC AND DILUTED:</b>				
Net income available for common unit holders	\$ 1.78	\$ 1.32	\$ 2.51	\$ 1.98

**NOTE 10—SUBSEQUENT EVENT**

On July 1, 2025, we acquired the fee interest in Town Center Crossing and Town Center Plaza, two retail shopping centers in Leawood, Kansas, totaling approximately 550,000 square feet for \$289.0 million.

**ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS**
**Forward-Looking Statements**

The following discussion should be read in conjunction with the consolidated interim financial statements and notes thereto appearing in Item 1 of this report and the more detailed information contained in our Annual Report on [Form 10-K](#) for the year ended December 31, 2024 filed with the Securities and Exchange Commission (the "SEC") on February 13, 2025.

Certain statements included in this Quarterly Report on Form 10-Q are forward-looking statements. Those statements include statements regarding the intent, belief or current expectations of the Company and members of our management team, as well as the assumptions on which such statements are based, and generally are identified by the use of words such as "may," "will," "seeks," "anticipates," "believes," "estimates," "expects," "plans," "intends," "should" or similar expressions. Actual results may differ materially from those contemplated by such forward-looking statements. Further, forward-looking statements speak only as of the date they are made, and we undertake no obligation to update or revise forward-looking statements to reflect changed assumptions, the occurrence of unanticipated events or changes to future operating results over time, unless required by law.

The following are some of the risks and uncertainties, although not all risks and uncertainties, that could cause our actual results to differ materially from those presented in our forward-looking statements:

- risks that our tenants will not pay rent, may vacate early or may file for bankruptcy or that we may be unable to renew leases or re-let space at favorable rents as leases expire or to fill existing vacancy;
- risks that we may not be able to proceed with or obtain necessary approvals for any development, redevelopment or renovation project, and that completion of anticipated or ongoing property development, redevelopment, or renovation projects that we do pursue may cost more, take more time to complete or fail to perform as expected;

- risks normally associated with the real estate industry, including risks that occupancy levels at our properties and the amount of rent that we receive from our properties may be lower than expected, that new acquisitions may fail to perform as expected, that competition for acquisitions could result in increased prices for acquisitions, that costs associated with the periodic maintenance and repair or renovation of space, insurance and other operations may increase, that environmental issues may develop at our properties and result in unanticipated costs, and, because real estate is illiquid, that we may not be able to sell properties when appropriate;
- risks that our growth will be limited if we cannot obtain additional capital, or if the costs of capital we obtain are significantly higher than historical levels;
- risks associated with general economic conditions, including inflation, tariffs, and local economic conditions in our geographic markets;
- risks of financing on terms which are acceptable to us, our ability to meet existing financial covenants and the limitations imposed on our operations by those covenants, and the possibility of increases in interest rates that would result in increased interest expense;
- risks related to the Trust's status as a real estate investment trust, commonly referred to as a REIT, for federal income tax purposes, such as the existence of complex tax regulations relating to the Trust's status as a REIT, the effect of future changes in REIT requirements as a result of new legislation, and the adverse consequences of the failure to qualify as a REIT; and
- risks related to natural disasters, climate change and public health crises (such as worldwide pandemics), and the measures that international, federal, state and local governments, agencies, law enforcement and/or health authorities implement to address them, may precipitate or materially exacerbate one or more of the above-mentioned risks, and may significantly disrupt or prevent us from operating our business in the ordinary course for an extended period.

Given these uncertainties, readers are cautioned not to place undue reliance on any forward-looking statements that we make, including those in this Quarterly Report on Form 10-Q. You should carefully review the risks and the risk factors included in our Annual Report on Form 10-K for the year ended December 31, 2024 and under Part II, Item 1A in this Quarterly Report on Form 10-Q, before making any investments in us.

## Overview

Federal Realty Investment Trust (the "Parent Company" or the "Trust") is an equity real estate investment trust ("REIT"). Federal Realty OP LP (the "Operating Partnership") is the entity through which the Trust conducts substantially all of its operations and owns substantially all of its assets. The Trust owns 100% of the limited liability company interests of, and is sole member and exercises exclusive control over Federal Realty GP LLC (the "General Partner"), which in turn, is the sole general partner of the Operating Partnership. Unless stated otherwise or the context otherwise requires, "we," "our," and "us" means the Trust and its business and operations conducted through its directly and indirectly owned subsidiaries, including the Operating Partnership. We specialize in the ownership, operation, and redevelopment of high-quality retail-based properties. As of June 30, 2025, we owned or had a majority interest in community and neighborhood shopping centers and mixed-use properties which are operated as 102 predominantly retail real estate projects comprising approximately 27.4 million commercial square feet. In total, the real estate projects were 95.4% leased and 93.6% occupied at June 30, 2025.

## General Economic Conditions

Significant uncertainty continues within the macro-economic environment including concerns over inflation risk, high interest rates, the introduction of new tariffs and their impact on trade and prices, and potentially worsening economic conditions, which presents risks for our business and tenants. We continue to monitor and address risks related to the general state of the economy. We believe that the actions we have taken to maintain a strong financial position and reinforce our liquidity will continue to mitigate the negative short term impacts of the current economic environment.

See further discussion of the impact of current economic conditions on our business throughout Item 2.

## Critical Accounting Policies

There have been no significant changes to the critical accounting policies disclosed in "Management's Discussion and Analysis of Financial Condition and Results of Operations" in our 2024 Annual Report on [Form 10-K](#).

## Property Acquisitions and Dispositions

On February 25, 2025, we acquired the fee interest in Del Monte Shopping Center, a 675,000 square foot, grocery anchored retail shopping center in Monterey, California, for \$123.5 million. Approximately \$17.7 million and \$0.8 million of net assets

acquired were allocated to other assets for "acquired lease costs" and "above market leases," respectively, and \$23.5 million of net assets acquired were allocated to other liabilities for "below market leases."

During the six months ended June 30, 2025, we sold a residential building at Santana Row, our Hollywood Boulevard property, and a portion of our White Marsh Other property for net proceeds of \$146.3 million, resulting in a net gain of \$77.1 million.

On July 1, 2025, we acquired the fee interest in Town Center Crossing and Town Center Plaza, two retail shopping centers in Leawood, Kansas, totaling approximately 550,000 square feet for \$289.0 million.

### **Debt and Equity Transactions**

On January 9, 2025, we repaid a \$1.2 million mortgage loan at our Hoboken property, at par.

On March 20, 2025, we amended and restated our \$600.0 million unsecured term loan, extending the maturity date to March 20, 2028, plus two one-year extensions, at our option. In addition, we have the right until December 20, 2025 to borrow up to an additional \$150.0 million in the form of one or more unsecured term loans. Under an accordion feature, we have the right to request additional loans, subject to an aggregate maximum of \$1.0 billion borrowed under the restated agreement. Debt issuance costs related to this amendment were \$4.8 million as of June 30, 2025. Additionally, on May 1, 2025, the interest rate was reduced by removing the 0.10% adjustment to SOFR.

During the six months ended June 30, 2025, the maximum amount of borrowings outstanding under our \$1.25 billion revolving credit facility was \$122.1 million. The weighted average amount of borrowings outstanding was \$37.6 million and the weighted average interest rate, before amortization of debt fees, was 5.2% for the six months ended June 30, 2025. At June 30, 2025, our revolving credit facility had \$17.6 million outstanding.

Our revolving credit facility, term loan, and certain notes require us to comply with various financial covenants, including the maintenance of minimum shareholders' equity and debt coverage ratios and a maximum ratio of debt to net worth. As of June 30, 2025, we were in compliance with all default related debt covenants.

On February 14, 2025, we amended our existing at-the-market ("ATM") equity program under which we may from time to time offer and sell common shares. This amendment reset the aggregate offering price of the program to \$750.0 million. Our ATM equity program also allows shares to be sold through forward sales contracts. We intend to use the net proceeds to fund potential acquisition opportunities, fund our development and redevelopment pipeline, repay indebtedness and/or for general corporate purposes. As of June 30, 2025, we have the capacity to issue up to \$750.0 million in common shares under this program.

During the six months ended June 30, 2025, we settled our remaining open forward sales agreements by issuing 476,497 common shares for net cash proceeds of \$54.4 million including paying \$0.2 million in additional offering expenses.

On April 10, 2025, we announced that our Board of Trustees had approved a new common share repurchase program, under which we may purchase up to \$300.0 million of our outstanding common shares of beneficial interest, \$0.01 par value per share from time to time using a variety of methods, including open market, privately negotiated transactions or otherwise. The specific timing and amount of common share repurchases, if any, will depend on a number of factors, including prevailing share prices, trading volume and general market conditions, along with our working capital requirements, cash flow, and other factors. The program does not require us to repurchase any dollar amount or number of common shares and may be suspended or discontinued at any time. As of August 6, 2025, no common shares have been repurchased through the program.

### **Other Transaction**

In June 2018, we formed a joint venture to develop Freedom Plaza (formerly Jordan Downs Plaza), for which we own 92%. The investment in this development qualified for tax credits under the New Market Tax Credit ("NMTC") Program, established by the Community Renewal Tax Relief Act of 2000. In 2018, we transferred the earned tax credits to a third-party bank in exchange for cash proceeds. The proceeds received and related transaction costs were deferred until the end of the seven-year NMTC compliance period, which concluded in June 2025. As a result, for the three and six months ended June 30, 2025, we recognized \$14.2 million (\$13.0 million, net of income attributable to noncontrolling interest) in income related to the sale of the new market tax credits.

### **Recently Issued Accounting Pronouncements**

See Note 2 to the consolidated financial statements.

### **Capitalized Costs**

Certain external and internal costs directly related to the development, redevelopment and leasing of real estate, including pre-construction costs, real estate taxes, insurance, construction costs and salaries and related costs of personnel directly involved,

are capitalized. We capitalized certain external and internal costs related to both development and redevelopment activities of \$75 million and \$4 million, respectively, for the six months ended June 30, 2025, and \$65 million and \$4 million for the six months ended June 30, 2024. We capitalized external and internal costs related to other property improvements of \$51 million and \$2 million, respectively, for the six months ended June 30, 2025, and \$53 million and \$2 million, respectively, for the six months ended June 30, 2024. We capitalized external and internal costs related to leasing activities of \$11 million and \$2 million, respectively, for both the six months ended June 30, 2025 and 2024. The amount of capitalized internal costs for salaries and related benefits for development and redevelopment activities, other property improvements, and leasing activities were \$4 million, \$2 million, and \$2 million, respectively, for both the six months ended June 30, 2025 and 2024. Total capitalized costs were \$145 million and \$137 million for the six months ended June 30, 2025 and 2024, respectively.

## Outlook

Our long-term growth strategy is focused on growth in earnings, funds from operations, and cash flows primarily through a combination of the following:

- growth in our comparable property portfolio,
- expansion of our portfolio through property acquisitions, and
- growth in our portfolio from property redevelopments and expansions.

Although general economic impacts of elevated levels of inflation and higher interest rates are impacting us in the short-term, our long-term focus has not changed. See our Annual Report on Form 10-K filed on February 13, 2025, for additional discussion of our long-term strategies.

Our comparable property growth is primarily driven by increases in rental rates on new leases and lease renewals, changes in portfolio occupancy, and the redevelopment of those assets. Over the long-term, the infill nature and strong demographics of our properties provide a strategic advantage allowing us to maintain relatively high occupancy and generally increase rental rates. We continue to experience strong demand for our commercial space as evidenced by the 2.2 million square feet of comparable space leasing we've completed in the last twelve months, and the 1.8% spread between our leased rate of 95.4% and our occupied rate of 93.6%. However, the effects of inflationary pressures and elevated interest rates continue to negatively impact our business with the largest impacts being higher interest costs, increased material costs, and higher operating costs. Additionally, significant impacts from supply chain disruptions or tariffs could also result in extended time frames and/or increased costs for completion of our projects and tenant build-outs, which could delay the commencement of rent payments under new leases. Similarly, if our tenants experience significant disruptions in supply chains and unexpected impacts of tariffs supporting their own products, staffing issues due to labor shortages, or are otherwise impacted by worsening economic conditions, their ability to pay rent may be adversely affected. We continue to monitor these macroeconomic developments and are working with our tenants and our vendors to limit the overall impact to our business.

We believe the locations and nature of our centers and diverse tenant base partially mitigates any potential negative changes in the economic environment. However, any significant reduction in our tenants' abilities to pay base rent, percentage rent or other charges, will adversely affect our financial condition and results of operations. We seek to maintain a mix of strong national, regional, and local retailers.

We continue to have several development projects in process being delivered as follows:

- Phase IV at Pike & Rose is a 272,000 square foot office building (which includes 10,000 square feet of ground floor retail space). Approximately 251,000 square feet of the office space is leased, of which, 206,000 square feet is open, and all of the retail space is open. The building is expected to cost between \$180 million and \$190 million, and began delivering in late September 2023.
- Construction on Santana West includes an eight story 369,000 square foot office building, which is expected to cost between \$325 million and \$335 million. Approximately 327,000 square feet of space is leased, of which 102,000 square feet is open.
- Construction of a 258-unit residential project at Santana Row, which is expected to cost between \$140 million and \$148 million.
- Throughout the portfolio, we currently have redevelopment projects underway with a projected total cost of approximately \$268 million that we expect to stabilize over the next several years.

The above includes our best estimates based on information currently known, however, the completion of construction, final costs, and the timing of leasing and openings may be further impacted by the current environment including the duration and severity of the economic impacts of broader, as well as local, economic conditions, inflation, tariffs, higher interest rates, and higher operating costs.

The development of future phases of Assembly Row, Pike & Rose, Santana Row, and other properties will be pursued opportunistically based on, among other things, market conditions, tenant demand, and our evaluation of whether those phases will generate an appropriate financial return.

We continue to review acquisition opportunities that complement our portfolio and provide long-term growth opportunities. Initially, some of our acquisitions do not contribute significantly to earnings growth; however, we believe they provide long-term re-leasing growth, redevelopment opportunities, and other strategic opportunities. Any growth from acquisitions is contingent on our ability to find properties that meet our qualitative standards at prices that meet our financial hurdles. Changes in interest rates may affect our success in achieving earnings growth through acquisitions by affecting both the price that must be paid to acquire a property, as well as our ability to economically finance the property acquisition. Generally, our acquisitions are initially financed by available cash and/or borrowings under our revolving credit facility which may be repaid later with funds raised through the issuance of new equity or new long-term debt. We may also finance our acquisitions through the issuance of common shares, preferred shares, or units in the Operating Partnership, as well as through assumed mortgages and property sales.

At June 30, 2025, the leasable commercial square feet in our properties was 95.4% leased and 93.6% occupied. The leased rate is higher than the occupied rate due to leased spaces that are being redeveloped or improved or that are awaiting permits and, therefore, are not yet ready to be occupied. Our occupancy and leased rates are subject to variability over time due to factors including acquisitions, the timing of the start and stabilization of our redevelopment projects, lease expirations and tenant closings and bankruptcies.

### **Lease Rollovers**

For the second quarter of 2025, we signed retail leases for a total of 653,000 square feet of retail space including 644,000 square feet of comparable space leases (leases for which there was a prior tenant) at an average rental increase of 10% on a cash basis. New leases for comparable spaces were signed for 170,000 square feet, with an average rental increase of 14% on a cash basis. Renewals for comparable spaces were signed for 474,000 square feet at a 9% average rental increase on a cash basis. Tenant improvements and incentives for comparable spaces were \$21.15 per square foot, of which \$57.52 per square foot was for new leases and \$8.07 per square foot was for renewals for the three months ended June 30, 2025.

For the six months ended June 30, 2025, we signed retail leases for a total of 1,083,000 square feet of retail space including 1,013,000 square feet of comparable space leases (leases for which there was a prior tenant) at an average rental increase of 9% on a cash basis. New leases for comparable spaces were signed for 345,000 square feet, with an average rental increase of 8% on a cash basis. Renewals for comparable spaces were signed for 668,000 square feet at a 9% average rental increase on a cash basis. Tenant improvements and incentives for comparable spaces were \$20.50 per square foot, of which \$48.25 per square foot was for new leases and \$6.16 per square foot was for renewals for the six months ended June 30, 2025.

The rental increases associated with comparable spaces generally include all leases signed for retail space in arms-length transactions reflecting market leverage between landlords and tenants during the period, excluding leases at properties sold or under contract to be sold. The comparison between the rent for expiring leases and new leases is determined by including contractual rent on the expiring lease, including percentage rent considered to part of base rent, and the comparable annual rent and in some instances, projections of percentage rent, to be paid on the new lease. In atypical circumstances, management may exercise judgment as to how to most effectively reflect the comparability of spaces reported in this calculation. The change in rental income on comparable space leases is impacted by numerous factors including current market rates, location, individual tenant creditworthiness, use of space, market conditions when the expiring lease was signed, capital investment made in the space and the specific lease structure. Tenant improvements and incentives include the total dollars committed for the improvement (fit out) of a space as it relates to a specific lease. Incentives include amounts paid to tenants as an inducement to sign a lease that do not represent building improvements. Costs related to tenant improvements require judgement by management in determining what are costs specific to the tenant and not deferred maintenance on the space.

In the past five years, we have executed comparable space leases for 1.7 to 2.4 million square feet of retail space each year and expect the volume in 2025 will be in line with these historical averages. Although we expect overall positive increases in annual rent for comparable spaces, changes in annual rent for any individual lease or combinations of individual leases reported in any particular period may be positive or negative and we can provide no assurance that the annual rents on comparable space leases will continue to increase at historical levels, if at all. A decline in current economic conditions could adversely impact our volume of leasing activity and the amount of rent we are able to charge to new or renewing tenants.

The leases signed in 2025 generally become effective over the following two years though some may not become effective until 2028 and beyond. Further, there is risk that some new tenants will not ultimately take possession of their space and that tenants for both new and renewal leases may not pay all of their contractual rent due to operating, financing or other matters. However,

our historical increases in rental rates do provide information about the tenant/landlord relationship and the potential increase we may achieve in rental income over time.

### Comparable Properties

Throughout this section, we have provided certain information on a “comparable property” basis. Information provided on a comparable property basis includes the results of properties that we owned and operated for the entirety of both periods being compared except for properties that are currently under development or are being repositioned for significant redevelopment and investment. For the three and six months ended June 30, 2025, all or a portion of 95 properties were considered comparable properties and seven properties were considered non-comparable properties. For the six months ended June 30, 2025, one property was moved from comparable properties to non-comparable properties, and one property and one portion of two properties were removed from comparable properties, as they were sold; all compared to the designations as of December 31, 2024. While there is judgment surrounding changes in designations, we typically move non-comparable properties to comparable properties once they have stabilized, which is typically considered 90% physical occupancy or when the growth expected from the redevelopment has been included in the comparable periods. We typically remove properties from comparable properties when the repositioning of the asset has commenced and has or is expected to have a significant impact on property operating income within the calendar year. Acquisitions are moved to comparable properties once we have owned the property for the entirety of comparable periods and the property is not under development or being repositioned for significant redevelopment and investment.

### RESULTS OF OPERATIONS - THREE MONTHS ENDED JUNE 30, 2025 AND 2024

	2025	2024	Change	
			Dollars	%
	(Dollar amounts in thousands)			
Rental income	\$ 302,477	\$ 287,095	\$ 15,382	5.4 %
Other property income	8,769	8,680	89	1.0 %
Mortgage interest income	277	277	—	— %
Total property revenue	311,523	296,052	15,471	5.2 %
Rental expenses	61,609	58,891	2,718	4.6 %
Real estate taxes	36,681	35,289	1,392	3.9 %
Total property expenses	98,290	94,180	4,110	4.4 %
Property operating income (1)	213,233	201,872	11,361	5.6 %
General and administrative expense	(11,925)	(12,092)	167	(1.4)%
Depreciation and amortization	(89,241)	(85,049)	(4,192)	4.9 %
Gain on sale of real estate	76,501	52,280	24,221	46.3 %
New market tax credit transaction income	14,176	—	14,176	100.0 %
Operating income	202,744	157,011	45,733	29.1 %
Other interest income	905	1,051	(146)	(13.9)%
Interest expense	(44,598)	(44,312)	(286)	0.6 %
Income from partnerships	905	905	—	— %
Total other, net	(42,788)	(42,356)	(432)	1.0 %
Net income	159,956	114,655	45,301	39.5 %
Net income attributable to noncontrolling interests	(4,040)	(2,673)	(1,367)	51.1 %
Net income attributable to the Trust	\$ 155,916	\$ 111,982	\$ 43,934	39.2 %

(1) Property operating income is a non-GAAP measure that consists of rental income and mortgage interest income, less rental expenses and real estate taxes. This measure is used internally to evaluate the performance of property operations and we consider it to be a significant measure. Property operating income should not be considered an alternative measure of operating results or cash flow from operations as determined in accordance with GAAP. The reconciliation of operating income to property operating income for the three months ended June 30, 2025 and 2024 is as follows:

	2025	2024
	(in thousands)	
Operating income	\$ 202,744	\$ 157,011
General and administrative	11,925	12,092
Depreciation and amortization	89,241	85,049
Gain on sale of real estate	(76,501)	(52,280)
New market tax credit transaction income	(14,176)	—
Property operating income	<u>\$ 213,233</u>	<u>\$ 201,872</u>

### Property Revenues

Total property revenue increased \$15.5 million, or 5.2%, to \$311.5 million in the three months ended June 30, 2025 compared to \$296.1 million in the three months ended June 30, 2024. The percentage occupied at our shopping centers was 93.6% and 93.1% at June 30, 2025 and 2024, respectively. Rental income consists primarily of minimum rent, cost reimbursements from tenants and percentage rent, and is net of collectibility related adjustments. Other property income includes revenue for our Pike & Rose hotel, parking income, and other incidental income from our properties. The increase in property revenue is due primarily to the following:

- an increase of \$10.1 million from 2024 and 2025 acquisitions,
- an increase of \$8.5 million from comparable properties primarily related to higher rental rates of approximately \$4.2 million, higher average occupancy of approximately 3.1 million, \$1.4 million increase in recoveries from tenants, partially offset by a \$0.6 million increase in collectibility related adjustments, and
- an increase of \$1.4 million from non-comparable properties primarily driven by occupancy increases,

partially offset by

- a decrease of \$3.6 million from property dispositions.

### Property Expenses

Total property expenses increased \$4.1 million, or 4.4%, to \$98.3 million in the three months ended June 30, 2025 compared to \$94.2 million in the three months ended June 30, 2024. Changes in the components of property expenses are discussed below.

#### Rental Expenses

Rental expenses increased \$2.7 million, or 4.6%, to \$61.6 million in the three months ended June 30, 2025 compared to \$58.9 million in the three months ended June 30, 2024. This increase is primarily due to the following:

- an increase of \$2.6 million from 2024 and 2025 acquisitions, and
- an increase of \$0.9 million from non-comparable properties due primarily to openings at Santana West,

partially offset by

- a decrease of \$0.7 million from property dispositions.

As a result of the changes in rental income and rental expenses as discussed above, rental expenses as a percentage of rental income decreased to 20.4% in the three months ended June 30, 2025 from 20.5% in the three months ended June 30, 2024.

#### Real Estate Taxes

Real estate tax expense increased \$1.4 million, or 3.9%, to \$36.7 million in the three months ended June 30, 2025 compared to \$35.3 million in the three months ended June 30, 2024. This increase is primarily due to the following:

- an increase of \$1.0 million from 2024 and 2025 acquisitions, and
- an increase of \$0.6 million from non-comparable properties due primarily to openings at Santana West,

partially offset by

- a decrease of \$0.4 million from property dispositions.

### Property Operating Income

Property operating income increased \$11.4 million, or 5.6%, to \$213.2 million in the three months ended June 30, 2025 compared to \$201.9 million in the three months ended June 30, 2024. This increase is primarily driven by higher rental rates

and average occupancy, 2024 and 2025 acquisitions, and lower rental expenses after recoveries from tenants, partially offset by property dispositions and higher collectibility related adjustments.

## **Other Operating**

### *Depreciation and Amortization*

Depreciation and amortization expense increased \$4.2 million, or 4.9%, to \$89.2 million in the three months ended June 30, 2025 compared to \$85.0 million in the three months ended June 30, 2024. This increase is due primarily to 2024 and 2025 acquisitions, the opening of Santana West and Pike & Rose Phase IV, partially offset by fully depreciated lease assets related to our Grossmont property and property dispositions.

### *Gain on Sale of Real Estate*

The \$76.5 million gain on sale of real estate for the three months ended June 30, 2025 is primarily due to the sale of a residential building at Santana Row and our Hollywood Boulevard property.

The \$52.3 million gain on sale of real estate for the three months ended June 30, 2024 is primarily due to the sale of Third Street Promenade.

### *New Market Tax Credit Transaction Income*

The \$14.2 million new market tax credit transaction income for the three months ended June 30, 2025 is due to the sale of the new market tax credits related to Freedom Plaza (see Note 6 to the consolidated financial statements for additional information).

## **Operating Income**

Operating income increased \$45.7 million, or 29.1%, to \$202.7 million in the three months ended June 30, 2025 compared to \$157.0 million in the three months ended June 30, 2024. This increase is primarily driven by higher gains on sale of real estate, income related to the sale of the new market tax credits, higher rental rates and average occupancy, 2024 and 2025 acquisitions, and lower rental expenses after recoveries from tenants, partially offset by property dispositions and higher collectibility related adjustments.

## **Other**

### *Interest Expense*

Interest expense increased \$0.3 million, or 0.6%, to \$44.6 million in the three months ended June 30, 2025 compared to \$44.3 million in the three months ended June 30, 2024. This increase is due primarily to the following:

- a decrease of \$2.1 million in capitalized interest,

partially offset by,

- a decrease of \$1.6 million due to a lower overall weighted average borrowing rate, and
- a decrease of \$0.2 million due to lower weighted average borrowings.

Gross interest costs were \$47.6 million and \$49.5 million in the three months ended June 30, 2025 and 2024, respectively. Capitalized interest was \$3.0 million and \$5.2 million for the three months ended June 30, 2025 and 2024, respectively.

## **Net income attributable to noncontrolling interests**

Net income attributable to noncontrolling interests increased \$1.4 million, or 51.1%, to \$4.0 million in the three months ended June 30, 2025 compared to \$2.7 million in the three months ended June 30, 2024. The increase is primarily attributable to the new market tax credit transaction income in 2025.

**RESULTS OF OPERATIONS - SIX MONTHS ENDED JUNE 30, 2025 AND 2024**

	2025	2024	Change	
			Dollars	%
(Dollar amounts in thousands)				
Rental income	\$ 604,771	\$ 571,081	\$ 33,690	5.9 %
Other property income	15,354	15,739	(385)	(2.4)%
Mortgage interest income	552	555	(3)	(0.5)%
Total property revenue	620,677	587,375	33,302	5.7 %
Rental expenses	129,413	120,550	8,863	7.4 %
Real estate taxes	73,248	69,349	3,899	5.6 %
Total property expenses	202,661	189,899	12,762	6.7 %
Property operating income (1)	418,016	397,476	20,540	5.2 %
General and administrative expense	(22,800)	(24,098)	1,298	(5.4)%
Depreciation and amortization	(176,187)	(168,453)	(7,734)	4.6 %
Gain on sale of real estate	77,672	52,280	25,392	48.6 %
New market tax credit transaction income	14,176	—	14,176	100.0 %
Operating income	310,877	257,205	53,672	20.9 %
Other interest income	1,648	2,534	(886)	(35.0)%
Interest expense	(87,073)	(88,005)	932	(1.1)%
Income from partnerships	1,082	937	145	15.5 %
Total other, net	(84,343)	(84,534)	191	(0.2)%
Net income	226,534	172,671	53,863	31.2 %
Net income attributable to noncontrolling interests	(6,850)	(3,953)	(2,897)	73.3 %
Net income attributable to the Trust	\$ 219,684	\$ 168,718	\$ 50,966	30.2 %

(1) Property operating income is a non-GAAP measure that consists of rental income and mortgage interest income, less rental expenses and real estate taxes. This measure is used internally to evaluate the performance of property operations and we consider it to be a significant measure. Property operating income should not be considered an alternative measure of operating results or cash flow from operations as determined in accordance with GAAP. The reconciliation of operating income to property operating income for the six months ended June 30, 2025 and 2024 is as follows:

	2025	2024
(in thousands)		
Operating income	\$ 310,877	\$ 257,205
General and administrative	22,800	24,098
Depreciation and amortization	176,187	168,453
Gain on sale of real estate	(77,672)	(52,280)
New market tax credit transaction income	(14,176)	—
Property operating income	\$ 418,016	\$ 397,476

**Property Revenues**

Total property revenue increased \$33.3 million, or 5.7%, to \$620.7 million in the six months ended June 30, 2025 compared to \$587.4 million in the six months ended June 30, 2024. The percentage occupied at our shopping centers was 93.6% and 93.1% at June 30, 2025 and 2024, respectively. Rental income consists primarily of minimum rent, cost reimbursements from tenants and percentage rent, and is net of collectibility related adjustments. Other property income includes revenue for our Pike & Rose hotel, parking income, and other incidental income from our properties. The increase in property revenues is due primarily to the following:

- an increase of \$19.7 million from comparable properties primarily related to higher rental rates of approximately \$7.4 million, higher average occupancy of approximately \$6.5 million, and a \$6.0 million increase in recoveries from tenants primarily on higher expenses,
- an increase of \$19.5 million from 2024 and 2025 acquisitions, and

- an increase of \$3.1 million from non-comparable properties primarily driven by occupancy increases, partially offset by
- a decrease of \$7.7 million from property dispositions.

### **Property Expenses**

Total property expenses increased \$12.8 million, or 6.7%, to \$202.7 million in the six months ended June 30, 2025 compared to \$189.9 million in the six months ended June 30, 2024. Changes in the components of property expenses are discussed below.

#### *Rental Expenses*

Rental expenses increased \$8.9 million, or 7.4%, to \$129.4 million in the six months ended June 30, 2025 compared to \$120.6 million in the six months ended June 30, 2024 due primarily to the following:

- an increase of \$4.9 million from comparable properties due primarily to higher snow removal costs, higher utilities and other operating costs, and an increase in management fees on higher revenues,
- an increase of \$4.7 million from 2024 and 2025 acquisitions, and
- an increase of \$1.2 million from non-comparable properties due primarily to openings at Santana West,

partially offset by

- a decrease of \$1.5 million from property dispositions.

As a result of the changes in rental income and rental expenses as discussed above, rental expenses as a percentage of rental income increased to 21.4% in the six months ended June 30, 2025 from 21.1% in the six months ended June 30, 2024.

#### *Real Estate Taxes*

Real estate tax expense increased \$3.9 million, or 5.6%, to \$73.2 million in the six months ended June 30, 2025 compared to \$69.3 million in the six months ended June 30, 2024 due primarily to the following:

- an increase of \$2.1 million from 2024 and 2025 acquisitions,
- an increase of \$1.6 million from comparable properties primarily due to higher assessments and prior year refunds received during 2024, and
- an increase of \$0.9 million from non-comparable properties primarily due to openings at Santana West and Pike & Rose Phase IV,

partially offset by

- a decrease of \$0.7 million from property dispositions.

### **Property Operating Income**

Property operating income increased \$20.5 million, or 5.2%, to \$418.0 million in the six months ended June 30, 2025 compared to \$397.5 million in the six months ended June 30, 2024. This increase is primarily driven by higher rental rates and average occupancy, 2024 and 2025 acquisitions, and 2024 and 2025 openings at our non-comparable properties, partially offset by property dispositions, and higher rental expenses after recoveries from tenants.

### **Other Operating**

#### *General and Administrative*

General and administrative expense decreased \$1.3 million, or 5.4%, to \$22.8 million in the six months ended June 30, 2025 compared to \$24.1 million in the six months ended June 30, 2024. This decrease is due primarily to lower personnel related costs.

#### *Depreciation and Amortization*

Depreciation and amortization expense increased \$7.7 million, or 4.6%, to \$176.2 million in the six months ended June 30, 2025 compared to \$168.5 million in the six months ended June 30, 2024. This increase is due primarily to 2024 and 2025 acquisitions, the openings of Santana West, Pike & Rose Phase IV, and Huntington Shopping Center, partially offset by fully depreciated lease assets related to our Grossmont property and property dispositions.

### *Gain on Sale of Real Estate*

The \$77.7 million gain on sale of real estate for the six months ended June 30, 2025 is primarily due to the sale of a residential building at Santana Row, our Hollywood Boulevard property, and a portion of our White Marsh Other property.

The \$52.3 million gain on sale of real estate for the six months ended June 30, 2024 is primarily due to the sale of Third Street Promenade.

### *New Market Tax Credit Transaction Income*

The \$14.2 million new market tax credit transaction income for the six months ended June 30, 2025 is primarily due to sale of new market tax credits related to Freedom Plaza (see Note 6 to the consolidated financial statements for additional information).

### **Operating Income**

Operating income increased \$53.7 million, or 20.9%, to \$310.9 million in the six months ended June 30, 2025 compared to \$257.2 million in the six months ended June 30, 2024. This increase is primarily driven by higher gains on sale of real estate, income related to the sale of the new market tax credits, higher rental rates and average occupancy, 2024 and 2025 acquisitions, and 2024 and 2025 openings at our non-comparable properties, partially offset by property dispositions and higher rental expenses after recoveries from tenants.

### **Other**

#### *Interest Expense*

Interest expense decreased \$0.9 million, or 1.1%, to \$87.1 million in the six months ended June 30, 2025 compared to \$88.0 million in the six months ended June 30, 2024. This decrease is due primarily to the following:

- a decrease of \$3.2 million due to a lower overall weighted average borrowing rate, and
- a decrease of \$0.3 million due to lower weighted average borrowings,

partially offset by,

- a decrease of \$2.6 million in capitalized interest.

Gross interest costs were \$94.9 million and \$98.5 million in the six months ended June 30, 2025 and 2024, respectively. Capitalized interest was \$7.9 million and \$10.5 million for the six months ended June 30, 2025 and 2024, respectively.

### **Net income attributable to noncontrolling interests**

Net income attributable to noncontrolling interests increased \$2.9 million, or 73.3%, to \$6.9 million in the six months ended June 30, 2025 compared to \$4.0 million in the six months ended June 30, 2024. The increase is primarily attributable to the new market tax credit transaction income in 2025, as well as overall higher income at our properties where there is a noncontrolling interest.

## Liquidity and Capital Resources

Due to the nature of our business and strategy, we typically generate significant amounts of cash from operations which is largely paid to our common and preferred shareholders in the form of dividends because as a REIT, the Trust is generally required to make annual distributions to shareholders of at least 90% of our taxable income (cash dividends paid in the six months ended June 30, 2025 were approximately \$193.3 million). Remaining cash flow from operations after regular debt service requirements (including debt service relating to additional or replacement debt, as well as scheduled debt maturities) and dividend payments is used to fund recurring and non-recurring capital projects (such as tenant improvements and redevelopments). We maintain an unsecured \$1.25 billion revolving credit facility to fund short term cash flow needs and also look to the public and private debt and equity markets, joint venture relationships, and property dispositions to fund capital expenditures on a long-term basis.

On March 20, 2025, we amended and restated our \$600.0 million unsecured term loan, extending the maturity date to March 20, 2028, plus two one-year extensions, at our option. In addition, we have the right until December 20, 2025 to borrow up to an additional \$150.0 million in the form of one or more unsecured term loans. In the next twelve months, we have \$645.2 million of debt maturing, of which, \$200.0 million is the mortgage loan secured by Bethesda Row, which has two one-year extensions, at our option, that would extend the maturity date to December 28, 2027.

As of June 30, 2025, we had cash and cash equivalents of \$177.0 million and \$17.6 million outstanding on our \$1.25 billion revolving credit facility. We also have the capacity to issue up to \$750.0 million in common shares under our ATM equity program.

For the six months ended June 30, 2025, the weighted average amount of borrowings outstanding on our revolving credit facility was \$37.6 million, and the weighted average interest rate, before amortization of debt fees, was 5.2%.

Our overall capital requirements for the remainder of 2025 will depend on acquisition opportunities, the level and general timing of our redevelopment and development activities, and the overall economic environment. We currently have development and redevelopment projects in various stages of constructions with remaining costs of \$306 million. We expect to incur the majority of these costs in the next two years. We expect overall capital costs to be at levels consistent with 2024.

We believe cash flow from operations, the cash on our balance sheet, and our \$1.25 billion revolving credit facility will allow us to continue to operate our business in the short-term. Given our ability to access the capital markets, we also expect debt or equity financing to be available to us, although newly issued debt would likely be at higher interest rates than we currently have outstanding. We also have the ability to delay the timing of certain development and redevelopment projects as well as limit future acquisitions, reduce our operating expenditures, or re-evaluate our dividend policy. We expect these sources of liquidity and opportunities for operating flexibility to allow us to meet our financial obligations over the long term. We intend to operate with and to maintain our long term commitment to a conservative capital structure that will allow us to maintain strong debt service coverage and fixed-charge coverage ratios as part of our commitment to investment-grade debt ratings.

### Summary of Cash Flows

	Six Months Ended June 30,		Change
	2025	2024	
	(In thousands)		
Net cash provided by operating activities	\$ 329,737	\$ 310,883	\$ 18,854
Net cash used in investing activities	(116,322)	(252,627)	136,305
Net cash used in financing activities	(145,236)	(204,443)	59,207
Increase (decrease) in cash, cash equivalents and restricted cash	68,179	(146,187)	214,366
Cash, cash equivalents, and restricted cash at beginning of year	135,443	260,004	(124,561)
Cash, cash equivalents, and restricted cash at end of period	<u>\$ 203,622</u>	<u>\$ 113,817</u>	<u>\$ 89,805</u>

Net cash provided by operating activities increased \$18.9 million to \$329.7 million during the six months ended June 30, 2025 from \$310.9 million during the six months ended June 30, 2024. The increase was primarily due to higher net income after adjusting for non-cash items and gain on sale of real estate.

Net cash used in investing activities decreased \$136.3 million to \$116.3 million during the six months ended June 30, 2025 from \$252.6 million during the six months ended June 30, 2024. The decrease was primarily attributable to:

- a \$93.5 million decrease in acquisition of real estate primarily due to the February 2025 acquisition of the fee interest in Del Monte Shopping Center (see Note 3 to the consolidated financial statements for additional information), as compared to the May 2024 acquisition of the fee interest in Virginia Gateway, and

- a \$44.8 million increase in net proceeds from the sale of real estate primarily due to \$141.2 million of net proceeds from the sale of a residential building at Santana Row, our Hollywood Boulevard property, and a portion of our White Marsh Other property during the six months ended June 30, 2025, as compared to \$96.3 million of net proceeds from the sale of Third Street Promenade during the six months ended June 30, 2024.

Net cash used in financing activities decreased \$59.2 million to \$145.2 million during the six months ended June 30, 2025 from \$204.4 million during the six months ended June 30, 2024. The decrease was primarily attributable to:

- \$600.0 million from the January 2024 repayment of our \$600.0 million 3.95% senior unsecured notes at maturity, and
- a \$19.4 million premium paid for the capped call transactions entered into in connection with the issuance of \$485.0 million 3.25% exchangeable senior notes in January 2024,

partially offset by

- \$471.5 million in net proceeds from the issuance of \$485.0 million 3.25% exchangeable senior notes in January 2024,
- a \$64.2 million decrease in net borrowings on our revolving credit facility to \$17.6 million of net borrowings during the six months ended June 30, 2025, as compared to \$81.8 million of net borrowings during the six months ended June 30, 2024,
- a \$16.4 million decrease in net proceeds from the issuance of common shares under our ATM program, and
- an \$8.6 million increase in dividends paid to common and preferred shareholders due to an increase in the number of outstanding shares, as well as an increase to the common share dividend rate.

### Debt Financing Arrangements

The following is a summary of our total debt outstanding as of June 30, 2025:

Description of Debt	Original Debt Issued	Principal Balance as of June 30, 2025	Stated Interest Rate as of June 30, 2025	Maturity Date
(Dollars in thousands)				
<b>Mortgages payable</b>				
<i>Secured fixed rate</i>				
Azalea	Acquired	\$ 40,000	3.73 %	November 1, 2025
Bethesda Row (1)	200,000	200,000	SOFR + 0.95%	December 28, 2025
Bell Gardens	Acquired	11,051	4.06 %	August 1, 2026
Plaza El Segundo	125,000	125,000	3.83 %	June 5, 2027
The Grove at Shrewsbury (East)	43,600	43,600	3.77 %	September 1, 2027
Brook 35	11,500	11,500	4.65 %	July 1, 2029
Hoboken (24 Buildings) (2)	56,450	51,346	SOFR + 1.95%	December 15, 2029
Various Hoboken (13 Buildings) (3)	Acquired	27,175	Various	Various through 2029
Chelsea	Acquired	3,332	5.36 %	January 15, 2031
Subtotal		513,004		
Net unamortized debt issuance costs and discount		(1,053)		
Total mortgages payable, net		511,951		
<b>Notes payable</b>				
Revolving credit facility (4)(5)	(6)	17,600	SOFR + 0.775%	April 5, 2027
Term loan (4)(5)	600,000	600,000	SOFR + 0.85%	March 20, 2028
Various	5,793	1,491	Various	Various through 2059
Subtotal		619,091		
Net unamortized debt issuance costs		(4,460)		
Total notes payable, net		614,631		
<b>Senior notes and debentures (5)</b>				
<i>Unsecured fixed rate</i>				
1.25% notes	400,000	400,000	1.25 %	February 15, 2026
7.48% debentures	50,000	29,200	7.48 %	August 15, 2026
3.25% notes	475,000	475,000	3.25 %	July 15, 2027
6.82% medium term notes	40,000	40,000	6.82 %	August 1, 2027
5.375% notes	350,000	350,000	5.375 %	May 1, 2028
3.25% exchangeable notes	485,000	485,000	3.25 %	January 15, 2029
3.20% notes	400,000	400,000	3.20 %	June 15, 2029
3.50% notes	400,000	400,000	3.50 %	June 1, 2030
4.50% notes	550,000	550,000	4.50 %	December 1, 2044
3.625% notes	250,000	250,000	3.625 %	August 1, 2046
Subtotal		3,379,200		
Net unamortized debt issuance costs and premium		(18,275)		
Total senior notes and debentures, net		3,360,925		
<b>Total debt, net</b>		\$ 4,487,507		

- (1) The interest rate on this mortgage loan is fixed at a weighted average interest rate of 5.03% through the initial maturity date through three interest rate swap agreements. We have two one-year extensions, at our option to extend the maturity date of this mortgage loan to December 28, 2027.
- (2) The interest rate on this mortgage loan is fixed at 3.67% through two interest rate swap agreements.
- (3) The interest rates on these mortgages range from 3.91% to 5.00%.
- (4) Our revolving credit facility SOFR loans and our term loan bear interest at Daily Simple SOFR or Term SOFR, as defined in the respective credit agreements, plus a spread, based on our current credit rating. Our revolving credit facility also includes a 0.10% adjustment to SOFR.
- (5) The Operating Partnership is the named obligor under our revolving credit facility, and senior notes and debentures. Effective March 20, 2025, the Operating Partnership and a wholly owned subsidiary of the Operating Partnership are both named obligors of the term loan.

- (6) The maximum amount drawn under our \$1.25 billion revolving credit facility during both the three and six months ended June 30, 2025 was \$122.1 million and the weighted average interest rate on borrowings under our revolving credit facility, before amortization of debt fees, was 5.2% for both periods.

Our revolving credit facility, unsecured term loan, and other debt agreements include financial and other covenants that may limit our operating activities in the future. As of June 30, 2025, we were in compliance with all financial and other covenants related to our revolving credit facility, term loan, and senior notes. Additionally, we were in compliance with all of the financial and other covenants that could trigger a loan default on our mortgage loans. If we were to breach any of these financial and other covenants and did not cure the breach within an applicable cure period, our lenders could require us to repay the debt immediately and, if the debt is secured, could immediately begin proceedings to take possession of the property securing the loan. Many of our debt arrangements, including our public notes and our revolving credit facility, are cross-defaulted, which means that the lenders under those debt arrangements can put us in default and require immediate repayment of their debt if we breach and fail to cure a default under certain of our other debt obligations. As a result, any default under our debt covenants could have an adverse effect on our financial condition, our results of operations, our ability to meet our obligations and the market value of our shares. Our organizational documents do not limit the level or amount of debt that we may incur.

The following is a summary of our scheduled principal repayments as of June 30, 2025:

	Unsecured	Secured	Total
	(In thousands)		
2025	\$ 349	\$ 244,752 (1)	\$ 245,101
2026	429,299	26,282	455,581
2027	532,643 (2)	178,282	710,925
2028	950,000 (3)	2,511	952,511
2029	885,000	60,434	945,434
Thereafter	1,201,000	743	1,201,743
	<u>\$ 3,998,291</u>	<u>\$ 513,004</u>	<u>\$ 4,511,295 (4)</u>

- (1) Our \$200.0 million mortgage loan secured by Bethesda Row matures on December 28, 2025, plus two one-year extensions at our option to December 28, 2027.
- (2) Our \$1.25 billion revolving credit facility matures on April 5, 2027, plus two six-month extensions at our option to April 5, 2028. As of June 30, 2025, there was \$17.6 million outstanding under this credit facility.
- (3) Our \$600.0 million term loan matures on March 20, 2028, plus two one-year extensions at our option to March 20, 2030.
- (4) The total debt maturities differ from the total reported on the consolidated balance sheets due to the unamortized net debt issuance costs and premium/discount on mortgage loans, notes payable, and senior notes as of June 30, 2025.

#### *Interest Rate Hedging*

We may use derivative instruments to manage exposure to variable interest rate risk. We generally enter into interest rate swaps to manage our exposure to variable interest rate risk and treasury locks to manage the risk of interest rates rising prior to the issuance of debt. We enter into derivative instruments that qualify as cash flow hedges and do not enter into derivative instruments for speculative purposes.

Interest rate swaps associated with cash flow hedges are recorded at fair value on a recurring basis. Effectiveness of cash flow hedges is assessed both at inception and on an ongoing basis. The effective portion of changes in fair value of the interest rate swaps associated with cash flow hedges is recorded in other comprehensive income which is included in "accumulated other comprehensive income (loss)" on the balance sheet and statement of shareholders' equity. Cash flow hedges become ineffective if critical terms of the hedging instrument and the debt instrument do not perfectly match such as notional amounts, settlement dates, reset dates, calculation period and SOFR rate. In addition, we evaluate the default risk of the counterparty by monitoring the credit-worthiness of the counterparty which includes reviewing debt ratings and financial performance. If a cash flow hedge is deemed ineffective, the ineffective portion of changes in fair value of the interest rate swaps associated with cash flow hedges is recognized in earnings in the period affected.

As of June 30, 2025, we have two interest rate swap agreements that effectively fix the rate on a mortgage payable associated with our Hoboken portfolio at 3.67% and we have three interest rate swap agreements that effectively fix the interest rate on a

mortgage payable associated with Bethesda Row at 5.03% through the initial maturity date. Our Assembly Row hotel joint venture is also a party to two interest rate swap agreements that effectively fix its outstanding \$38.3 million of debt at an average rate of 6.11% through May 2028. All swaps were designated and qualify as cash flow hedges. Hedge ineffectiveness has not impacted earnings as of June 30, 2025.

#### *REIT Qualification*

We intend to maintain the Trust's qualification as a REIT under Section 856(c) of the Code. As a REIT, we generally will not be subject to corporate federal income taxes on income we distribute to our shareholders as long as we satisfy certain technical requirements of the Code, including the requirement to distribute at least 90% of our taxable income to our shareholders.

#### **Funds From Operations**

Funds from operations ("FFO") is a supplemental non-GAAP financial measure of real estate companies' operating performance. The National Association of Real Estate Investment Trusts ("NAREIT") defines FFO as follows: net income, computed in accordance with U.S. GAAP, plus real estate related depreciation and amortization and excluding gains and losses on the sale of real estate or changes in control, net of tax, and impairment write-downs of certain real estate assets and investments in entities when the impairment is directly attributable to decreases in the value of depreciable real estate held by the entity. We compute FFO in accordance with the NAREIT definition, and we have historically reported our FFO available for common shareholders in addition to our net income and net cash provided by operating activities. It should be noted that FFO:

- does not represent cash flows from operating activities in accordance with GAAP (which, unlike FFO, generally reflects all cash effects of transactions and other events in the determination of net income);
- should not be considered an alternative to net income as an indication of our performance; and
- is not necessarily indicative of cash flow as a measure of liquidity or ability to fund cash needs, including the payment of dividends.

We consider FFO available for common shareholders a meaningful, additional measure of operating performance primarily because it excludes the assumption that the value of the real estate assets diminishes predictably over time, as implied by the historical cost convention of GAAP and the recording of depreciation. We use FFO primarily as one of several means of assessing our operating performance in comparison with other REITs. Comparison of our presentation of FFO to similarly titled measures for other REITs may not necessarily be meaningful due to possible differences in the application of the NAREIT definition used by such REITs.

An increase or decrease in FFO available for common shareholders does not necessarily result in an increase or decrease in aggregate distributions because our Board of Trustees is not required to increase distributions on a quarterly basis. However, we must distribute at least 90% of our annual taxable income to remain qualified as a REIT. Therefore, a significant increase in FFO will generally require an increase in distributions to shareholders although not necessarily on a proportionate basis.

The reconciliation of net income to FFO available for common shareholders is as follows:

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2025	2024	2025	2024
	(In thousands, except per share data)			
Net income	\$ 159,956	\$ 114,655	\$ 226,534	\$ 172,671
Net income attributable to noncontrolling interests	(4,040)	(2,673)	(6,850)	(3,953)
Gain on sale of real estate	(76,501)	(52,280)	(77,672)	(52,280)
Depreciation and amortization of real estate assets	78,598	75,157	155,096	149,095
Amortization of initial direct costs of leases	9,358	8,179	18,435	15,916
Funds from operations	167,371	143,038	315,543	281,449
Dividends on preferred shares (1)	(1,875)	(1,875)	(3,750)	(3,750)
Income attributable to downREIT operating partnership units	603	688	1,272	1,380
Income attributable to unvested shares	(559)	(514)	(1,049)	(1,017)
Funds from operations available for common shareholders	<u>\$ 165,540</u>	<u>\$ 141,337</u>	<u>\$ 312,016</u>	<u>\$ 278,062</u>
Weighted average number of common shares, diluted (1)(2)	<u>86,611</u>	<u>83,657</u>	<u>86,393</u>	<u>83,495</u>
Funds from operations available for common shareholders, per diluted share (2)	<u>\$ 1.91</u>	<u>\$ 1.69</u>	<u>\$ 3.61</u>	<u>\$ 3.33</u>

- (1) For the three and six months ended June 30, 2025 and 2024, dividends on our Series 1 preferred stock were not deducted in the calculation of FFO available to common shareholders, as the related shares were dilutive and included in "weighted average number of common shares, diluted."
- (2) The weighted average common shares used to compute FFO per diluted common share includes downREIT operating partnership units that were excluded from the computation of diluted EPS for the six months ended June 30, 2024. Conversion of these operating partnership units is dilutive in the computation of FFO per diluted share for all periods presented but is anti-dilutive for the computation of diluted EPS for the six months ended June 30, 2024.

### ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

Our use of financial instruments, such as debt instruments, subjects us to market risk which may affect our future earnings and cash flows, as well as the fair value of our assets. Market risk generally refers to the risk of loss from changes in interest rates and market prices. We manage our market risk by attempting to match anticipated inflow of cash from our operating, investing and financing activities with anticipated outflow of cash to fund debt payments, dividends to common and preferred shareholders, investments, capital expenditures and other cash requirements.

We may enter into certain types of derivative financial instruments to further reduce interest rate risk. We use interest rate protection and swap agreements, for example, to convert some of our variable rate debt to a fixed-rate basis or to hedge anticipated financing transactions. We use derivatives for hedging purposes rather than speculation and do not enter into financial instruments for trading purposes.

#### Interest Rate Risk

The following discusses the effect of hypothetical changes in market rates of interest on interest expense for our variable rate debt and on the fair value of our total outstanding debt, including our fixed-rate debt. Interest rate risk amounts were determined by considering the impact of hypothetical interest rates on our debt. Quoted market prices were used to estimate the fair value of our marketable senior notes and debentures and discounted cash flow analysis is generally used to estimate the fair value of our mortgages and notes payable. Considerable judgment is necessary to estimate the fair value of financial instruments. This analysis does not purport to take into account all of the factors that may affect our debt, such as the effect that a changing interest rate environment could have on the overall level of economic activity or the action that our management might take to reduce our exposure to the change. This analysis assumes no change in our financial structure.

#### *Fixed Interest Rate Debt*

The majority of our outstanding debt obligations (maturing at various times through 2059) have fixed interest rates which limit the risk of fluctuating interest rates. However, interest rate fluctuations may affect the fair value of our fixed rate debt instruments. At June 30, 2025, we had \$3.9 billion of fixed-rate debt outstanding, including \$251.3 million of mortgage payables for which the rate is effectively fixed by five interest rate swap agreements. If market interest rates used to calculate the fair value on our fixed-rate debt instruments at June 30, 2025 had been 1.0% higher, the fair value of those debt instruments on that date would have decreased by approximately \$145.7 million. If market interest rates used to calculate the fair value on our fixed-rate debt instruments at June 30, 2025 had been 1.0% lower, the fair value of those debt instruments on that date would have increased by approximately \$161.9 million.

#### *Variable Interest Rate Debt*

Generally, we believe that our primary interest rate risk is due to fluctuations in interest rates on our outstanding variable rate debt. At June 30, 2025, we had \$617.6 million of variable rate debt outstanding (the principal balance on our unsecured term loan and \$17.6 million outstanding in our revolving credit facility). Based upon this amount of variable rate debt and the specific terms, if market interest rates increased 1.0%, our annual interest expense would increase approximately \$6.2 million with a corresponding decrease in our net income and cash flows for the year. Conversely, if market interest rates decreased 1.0%, our annual interest expense would decrease by approximately \$6.2 million with a corresponding increase in our net income and cash flows for the year.

### **ITEM 4. CONTROLS AND PROCEDURES**

#### **Controls and Procedures (Federal Realty Investment Trust)**

##### **Periodic Evaluation and Conclusion of Disclosure Controls and Procedures**

An evaluation has been performed, under the supervision and with the participation of our management, including our Chief Executive Officer and Chief Financial Officer, of the effectiveness of the design and operation of the Trust's disclosure controls and procedures as of June 30, 2025. Based on this evaluation, our management, including our Chief Executive Officer and Chief Financial Officer, concluded that the Trust's disclosure controls and procedures were effective as of June 30, 2025 to provide reasonable assurance that information required to be disclosed in the Trust's reports filed or submitted under the Securities Exchange Act of 1934 is (i) recorded, processed, summarized and reported within the time periods specified in the rules and forms of the SEC and (ii) accumulated and communicated to the Trust's management including its principal executive and principal financial officer as appropriate to allow timely decisions regarding required disclosure.

##### **Changes in Internal Control Over Financial Reporting**

There has been no change in the Trust's internal control over financial reporting during the quarterly period covered by this report that materially affected, or is reasonably likely to materially affect, the Trust's internal control over financial reporting.

#### **Controls and Procedures (Federal Realty OP LP)**

##### **Periodic Evaluation and Conclusion of Disclosure Controls and Procedures**

An evaluation has been performed, under the supervision and with the participation of our management, including our Chief Executive Officer and Chief Financial Officer, of the effectiveness of the design and operation of the Operating Partnership's disclosure controls and procedures as of June 30, 2025. Based on this evaluation, our management, including our Chief Executive Officer and Chief Financial Officer, concluded that the Operating Partnership's disclosure controls and procedures were effective as of June 30, 2025 to provide reasonable assurance that information required to be disclosed in our reports filed or submitted under the Securities Exchange Act of 1934 is (i) recorded, processed, summarized and reported within the time periods specified in the rules and forms of the SEC and (ii) accumulated and communicated to the Operating Partnership's management including its principal executive and principal financial officer as appropriate to allow timely decisions regarding required disclosure.

##### **Changes in Internal Control Over Financial Reporting**

There has been no change in the Operating Partnership's internal control over financial reporting during the quarterly period covered by this report that materially affected, or is reasonably likely to materially affect, the Operating Partnership's internal control over financial reporting.

## PART II - OTHER INFORMATION

### ITEM 1. LEGAL PROCEEDINGS

There have been no material developments in any of our legal proceedings since the disclosure contained in our Annual Report to Form 10-K for the fiscal year ended December 31, 2024 filed with the SEC on February 13, 2025.

### ITEM 1A. RISK FACTORS

There have been no material changes to the risk factors previously disclosed in our Annual Report to our Form 10-K for the year ended December 31, 2024 filed with the SEC on February 13, 2025.

### ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

On April 10, 2025, we announced that our Board of Trustees had approved a new common share repurchase program, under which we may purchase up to \$300.0 million of our outstanding common shares of beneficial interest, \$0.01 par value per share from time to time using a variety of methods, including open market, privately negotiated transactions or otherwise. The specific timing and amount of common share repurchases, if any, will depend on a number of factors, including prevailing share prices, trading volume and general market conditions, along with our working capital requirements, cash flow, and other factors. The program does not require us to repurchase any dollar amount or number of common shares and may be suspended or discontinued at any time. As of August 6, 2025, no shares have been repurchased through the program.

Under the terms of various partnership agreements of certain of our affiliated limited partnerships, the interest of limited partners in those limited partnerships may be redeemed, subject to certain conditions, for cash or common shares, at our option. During the three months ended June 30, 2025, we redeemed 77,983 downREIT operating partnership units for cash.

From time to time, we could be deemed to have repurchased shares as a result of shares withheld for tax purposes upon a stock compensation related vesting event.

### ITEM 3. DEFAULTS UPON SENIOR SECURITIES

None.

### ITEM 4. MINE SAFETY DISCLOSURES

Not applicable.

### ITEM 5. OTHER INFORMATION

*Recent Legislation.* New legislation has been recently enacted that modifies certain disclosures under the heading “Material Federal Income Tax Considerations” contained in prospectuses filed by Federal Realty Investment Trust and/or Federal Realty OP LP under the Securities Act of 1933 prior to the date of this Quarterly Report. See below for a brief description of these modifications.

- The new legislation permanently extends the ability of non-corporate shareholders to generally deduct 20% of the aggregate amount of ordinary dividends distributed by us, eliminating the previously-scheduled expiration of this deduction at the end of 2025.
- Under the new legislation, as of January 1, 2026, the 20% asset test quarterly limit on the value of our securities in one or more taxable REIT subsidiaries (unless they would otherwise be treated as real estate assets) will increase to 25%.

### ITEM 6. EXHIBITS

A list of exhibits to this Quarterly Report on Form 10-Q is set forth on the Exhibit Index immediately preceding such exhibits and is incorporated herein by reference.

**EXHIBIT INDEX**

<b>Exhibit No.</b>	<b>Description</b>
<a href="#">31.1</a>	Rule 13a-14(a) Certification of Chief Executive Officer - Federal Realty Investment Trust (filed herewith)
<a href="#">31.2</a>	Rule 13a-14(a) Certification of Chief Financial Officer - Federal Realty Investment Trust (filed herewith)
<a href="#">31.3</a>	Rule 13a-14(a) Certification of Chief Executive Officer - Federal Realty OP LP (filed herewith)
<a href="#">31.4</a>	Rule 13a-14(a) Certification of Chief Financial Officer - Federal Realty OP LP (filed herewith)
<a href="#">32.1</a>	Section 1350 Certification of Chief Executive Officer - Federal Realty Investment Trust (filed herewith)
<a href="#">32.2</a>	Section 1350 Certification of Chief Financial Officer - Federal Realty Investment Trust (filed herewith)
<a href="#">32.3</a>	Section 1350 Certification of Chief Executive Officer - Federal Realty OP LP (filed herewith)
<a href="#">32.4</a>	Section 1350 Certification of Chief Financial Officer - Federal Realty OP LP (filed herewith)
101	The following materials from Federal Realty Investment Trust and Federal Realty OP LP's Quarterly Report on Form 10-Q for the quarter ended June 30, 2025, formatted in XBRL (Extensible Business Reporting Language): (1) the Consolidated Balance Sheets, (2) the Consolidated Statements of Comprehensive Income, (3) the Consolidated Statement of Shareholders' Equity, (4) the Consolidated Statements of Cash Flows, and (5) Notes to Consolidated Financial Statements that have been detail tagged.
104	Cover Page Interactive Data File (formatted in Inline XBRL and contained in Exhibit 101)

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto authorized.

August 6, 2025

**FEDERAL REALTY INVESTMENT TRUST  
FEDERAL REALTY OP LP**

/s/ Donald C. Wood

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**Donald C. Wood,  
Chief Executive Officer and Trustee  
(Principal Executive Officer)**

August 6, 2025

**FEDERAL REALTY INVESTMENT TRUST  
FEDERAL REALTY OP LP**

/s/ Daniel Guglielmon

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**Daniel Guglielmon,  
Executive Vice President  
Chief Financial Officer and Treasurer  
(Principal Financial and Accounting Officer)**

## CERTIFICATION

I, *Donald C. Wood*, certify that:

- 1) I have reviewed this quarterly report on Form 10-Q of Federal Realty Investment Trust;
- 2) Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- 3) Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
- 4) The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d) disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
- 5) The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

August 6, 2025

/s/ Donald C. Wood

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**Donald C. Wood,**  
**Chief Executive Officer and Trustee**  
**(Principal Executive Officer)**

## CERTIFICATION

I, *Daniel Guglielmon*e, certify that:

- 1) I have reviewed this quarterly report on Form 10-Q of Federal Realty Investment Trust;
- 2) Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- 3) Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
- 4) The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d) disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
- 5) The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

August 6, 2025

/s/ Daniel Guglielmon

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**Daniel Guglielmon**  
**Executive Vice President -**  
**Chief Financial Officer and Treasurer**  
**(Principal Financial and Accounting Officer)**

## CERTIFICATION

I, *Donald C. Wood*, certify that:

- 1) I have reviewed this quarterly report on Form 10-Q of Federal Realty OP LP;
- 2) Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- 3) Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
- 4) The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d) disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
- 5) The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

August 6, 2025

/s/ Donald C. Wood

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**Donald C. Wood,**  
**Chief Executive Officer and Trustee**  
**(Principal Executive Officer)**

## CERTIFICATION

I, *Daniel Guglielmon*e, certify that:

- 1) I have reviewed this quarterly report on Form 10-Q of Federal Realty OP LP;
- 2) Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
- 3) Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
- 4) The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d) disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
- 5) The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
  - a) all significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

August 6, 2025

/s/ Daniel Guglielmon

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**Daniel Guglielmon**,  
**Executive Vice President -**  
**Chief Financial Officer and Treasurer**  
**(Principal Financial and Accounting Officer)**

CERTIFICATION

**PURSUANT TO 18 U.S.C. SECTION 1350 AS ADOPTED PURSUANT TO  
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

The undersigned, Donald C. Wood, the President and Chief Executive Officer of Federal Realty Investment Trust (the “Company”), has executed this certification in connection with the filing with the Securities and Exchange Commission of the Company’s Quarterly Report on Form 10-Q for the period ended June 30, 2025 (the “Report”). The undersigned hereby certifies, to the best of his knowledge, that:

- (1) the Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 6, 2025

/s/ Donald C. Wood

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**Donald C. Wood,**  
**Chief Executive Officer and Trustee**  
**(Principal Executive Officer)**

## CERTIFICATION

**PURSUANT TO 18 U.S.C. SECTION 1350 AS ADOPTED PURSUANT TO  
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

The undersigned, Daniel Guglielmono, the Executive Vice President and Chief Financial Officer and Treasurer of Federal Realty Investment Trust (the "Company"), has executed this certification in connection with the filing with the Securities and Exchange Commission of the Company's Quarterly Report on Form 10-Q for the period ended June 30, 2025 (the "Report"). The undersigned hereby certifies, to the best of his knowledge, that:

- (1) the Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 6, 2025

/s/ Daniel Guglielmono

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**Daniel Guglielmono**  
**Executive Vice President -**  
**Chief Financial Officer and Treasurer**  
**(Principal Financial and Accounting Officer)**

**CERTIFICATION**

**PURSUANT TO 18 U.S.C. SECTION 1350 AS ADOPTED PURSUANT TO  
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

The undersigned, Donald C. Wood, the President and Chief Executive Officer of Federal Realty OP LP (the “Company”), has executed this certification in connection with the filing with the Securities and Exchange Commission of the Company’s Quarterly Report on Form 10-Q for the period ended June 30, 2025 (the “Report”). The undersigned hereby certifies, to the best of his knowledge, that:

- (1) the Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 6, 2025

/S/ Donald C. Wood

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**Donald C. Wood,**  
**President, Chief Executive Officer and Trustee**  
**(Principal Executive Officer)**

CERTIFICATION

**PURSUANT TO 18 U.S.C. SECTION 1350 AS ADOPTED PURSUANT TO  
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

The undersigned, Daniel Guglielmon, the Executive Vice President and Chief Financial Officer and Treasurer of Federal Realty OP LP (the "Company"), has executed this certification in connection with the filing with the Securities and Exchange Commission of the Company's Quarterly Report on Form 10-Q for the period ended June 30, 2025 (the "Report"). The undersigned hereby certifies, to the best of his knowledge, that:

- (1) the Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 6, 2025

/S/ Daniel Guglielmon

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**Daniel Guglielmon,**  
**Executive Vice President -**  
**Chief Financial Officer and Treasurer**  
**(Principal Financial and Accounting Officer)**