

CONSOLIDATED BALANCE SHEETS

DOLLARS IN THOUSANDS, EXCEPT SHARE AMOUNTS

December 31,	2003	2002
ASSETS:		
Investment properties, at cost	\$14,971,823	\$ 14,249,615
Less – accumulated depreciation	2,556,578	2,222,242
	<u>12,415,245</u>	<u>12,027,373</u>
Cash and cash equivalents	535,623	397,129
Tenant receivables and accrued revenue, net	305,200	311,361
Notes and advances receivable from Management Company and affiliates	—	75,105
Investment in unconsolidated entities, at equity	1,811,773	1,665,654
Deferred costs, other assets, and minority interest, net	616,880	427,880
Total assets	<u>\$15,684,721</u>	<u>\$ 14,904,502</u>
LIABILITIES:		
Mortgages and other indebtedness	\$10,266,388	\$ 9,546,081
Accounts payable, accrued expenses, and deferred revenues	667,610	624,505
Cash distributions and losses in partnerships and joint ventures, at equity	14,412	13,898
Other liabilities, minority interest and accrued dividends	280,414	228,508
Total liabilities	<u>11,228,824</u>	<u>10,412,992</u>
COMMITMENTS AND CONTINGENCIES (NOTE 11)		
LIMITED PARTNERS' INTEREST IN THE OPERATING PARTNERSHIP	859,050	872,925
LIMITED PARTNERS' PREFERRED INTEREST IN THE OPERATING PARTNERSHIP	258,220	150,852
SHAREHOLDERS' EQUITY:		
Capital Stock (750,000,000 total shares authorized, \$.0001 par value, 237,996,000 shares of excess common stock (Note 10)):		
All series of preferred stock, 100,000,000 shares authorized, 12,078,012 and 16,830,057 issued and outstanding, respectively.		
Liquidation values \$376,950 and \$858,006, respectively.	367,483	814,254
Common stock, \$.0001 par value, 400,000,000 shares authorized, 200,876,552 and 184,438,095 issued and outstanding, respectively	20	18
Class B common stock, \$.0001 par value, 12,000,000 shares authorized, 3,200,000 issued and outstanding	1	1
Class C common stock, \$.0001 par value, 4,000 shares authorized, issued and outstanding	—	—
Capital in excess of par value	4,121,332	3,686,161
Accumulated deficit	(1,097,317)	(961,338)
Accumulated other comprehensive income	12,586	(8,109)
Unamortized restricted stock award	(12,960)	(10,736)
Common stock held in treasury at cost, 2,098,555 shares	(52,518)	(52,518)
Total shareholders' equity	<u>3,338,627</u>	<u>3,467,733</u>
	<u>\$15,684,721</u>	<u>\$ 14,904,502</u>

The accompanying notes are an integral part of these statements.