

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer			
1 Issuer's name		2 Issuer's employer identification number (EIN)	
EASTERLY GOVERNMENT PROPERTIES, INC		47-2047728	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
ALISON BERNARD	202-595-9500		
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
2101 L STREET NW SUITE 650		WASHINGTON, DC 20037	
8 Date of action		9 Classification and description	
SEE BELOW			
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
		DEA	

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

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ AS SUMMARIZED BELOW, EASTERLY GOVERNMENT PROPERTIES, INC. MADE FOUR DISTRIBUTIONS TO SHAREHOLDERS THAT REPRESENTED IN PART NON-TAXABLE RETURNS OF CAPITAL.

RECORD DATE	PAYABLE DATE	DIVIDEND (PER SHARE)	ORDINARY	NON TAXABLE
			TAXABLE DIVIDEND	RETURN OF CAPITAL
03/10/2016	03/25/2016	\$0.2200	.1305	.0895
06/08/2016	06/23/2016	\$0.2300	.1364	.0936
08/26/2016	09/13/2016	\$0.2300	.1364	.0936
12/07/2016	12/22/2016	\$0.2400	.1424	.0976

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ THE RETURN OF CAPITAL PORTION IN EACH DISTRIBUTION REDUCED THE SHAREHOLDER'S TAX BASIS IN HIS OR HER SHARES HELD.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ THE TAX BASIS OF THE SHAREHOLDER'S SHARES IS DECREASED BY THE PER SHARE AMOUNT OF EACH NON-TAXABLE RETURN OF CAPITAL MULTIPLIED BY THE NUMBER OF SHARES HELD BY THE SHAREHOLDER AT THE TIME OF THE CORRESPONDING DISTRIBUTION.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ► THE TAXPAYER'S EARNINGS AND PROFITS WERE CALCULATED UNDER IRC SEC. 312, AS MODIFIED BY IRC SEC. 857(D) FOR A REAL ESTATE INVESTMENT TRUST, AND THE REGULATIONS THEREUNDER. PURSUANT TO IRC SEC. 301(C)(1), THE PORTION OF A DISTRIBUTION WHICH IS A DIVIDEND (AS DEFINED IN IRC SEC. 316), IS INCLUDABLE IN GROSS INCOME. PURSUANT TO IRC SEC. 301(C)(2), THE PORTION OF DISTRIBUTION WHICH IS NOT A DIVIDEND, SHALL BE APPLIED AGAINST AND REDUCE THE ADJUSTED TAX BASIS OF THE STOCK.

18 Can any resulting loss be recognized? ► NO LOSS IS RECOGNIZED ON THE RETURN OF CAPITAL DISTRIBUTION. THE REDUCTION IN SHAREHOLDER BASIS MAY AFFECT THE AMOUNT OF GAIN OR LOSS REALIZED ON THE SALES OF THE SHARES.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ► THE ORGANIZATIONAL ACTION IS REPORTABLE WITH RESPECT TO THE TAXABLE YEAR ENDED DECEMBER 31, 2016. THE TAXPAYER WAS NOT ABLE TO DETERMINE THE QUANTITATIVE EFFECT ON THE SHAREHOLDER'S BASIS FROM THE DISTRIBUTIONS MADE ON THE DATES IDENTIFIED ABOVE. THE TAXPAYER IS FILING A TIMELY FORM 8937, IN ACCORDANCE WITH REG. 1.6045B-1(A)(2)(II), WITHIN 45 DAYS OF MAKING THAT DETERMINATION.

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

Sign Here

Signature ► *Alison Bernard* Date ► 1/31/17

Print your name ► Alison Bernard Title ►

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	STEVEN M KENNEDY	<u><i>Steven M Kennedy</i></u>	01/30/2017		P01379498
	Firm's name ► PRICEWATERHOUSECOOPERS LLP	Firm's EIN ► 13-4008324		Phone no. 646-471-3000	
	Firm's address ► 300 MADISON AVE, NEW YORK, NY 10017				