



May 7, 2015

## CyrusOne Reports First Quarter 2015 Earnings

*Year-over-Year Normalized FFO and AFFO Growth of 17% and 27%, Respectively, and New Lease Signings Totaling \$18 Million in Annualized GAAP Revenue*

DALLAS--(BUSINESS WIRE)-- Global data center service provider CyrusOne Inc. (NASDAQ:CONE), which specializes in providing highly reliable enterprise-class, carrier-neutral data center properties to the Fortune 1000, today announced first quarter 2015 earnings.

### Highlights

- First quarter Normalized FFO of \$31.9 million and AFFO of \$35.0 million increased 17% and 27%, respectively, over the first quarter of 2014
- First quarter revenue of \$85.7 million increased 11% over the first quarter of 2014
- First quarter Adjusted EBITDA of \$45.1 million increased 8% over the first quarter of 2014
- Leased 60,000 colocation square feet totaling \$18 million in annualized GAAP revenue, with utilization remaining high at 89%
- Subsequent to end of quarter, announced acquisition of Cervalis, significantly enhancing Company's geographic and customer diversification and strengthening product portfolio, with accretion to Normalized FFO per diluted share and unit

"CyrusOne had another great quarter, continuing its trend of solid financial results for more than two years as a public company, and the strong bookings performance reflects the attractiveness of our value proposition," said Gary Wojtaszek, president and chief executive officer of CyrusOne. "The recently announced transaction with Cervalis will enhance our presence on the East Coast and accelerate our growth trajectory as we add a proven operator with a successful track record of attracting financial services customers."

### First Quarter 2015 Financial Results

Revenue was \$85.7 million for the first quarter, compared to \$77.5 million for the same period in 2014, an increase of 11%. Operating income of \$1.6 million decreased \$10.2 million from the first quarter of 2014, driven by an \$8.6 million impairment charge related to the forthcoming termination of our Austin 1 facility lease as well as increases in property operating expenses of \$4.6 million, depreciation and amortization of \$3.5 million, and general and administrative expenses of \$1.8 million, partially offset by an \$8.2 million increase in revenue. Net loss was \$7.2 million for the first quarter, compared to net income of \$0.7 million for the same period in 2014. The \$7.9 million decrease was driven by the decrease in operating income, partially offset by a \$2.3 million reduction in interest expense.

Net operating income (NOI)<sup>1</sup> was \$53.4 million for the first quarter, compared to \$49.8 million in the same period in 2014, an increase of 7%. The increase in NOI was driven by the increase in revenue, partially offset by additional property operating costs from new facilities and expansions at existing facilities as well as \$0.8 million in costs associated with the forthcoming termination of our Austin 1 facility lease. Adjusted EBITDA<sup>2</sup> was \$45.1 million for the first quarter, compared to \$41.7 million in the same period in 2014, an increase of 8%. The Adjusted EBITDA margin of 52.6% in the first quarter declined from 53.8% in the same period in 2014, driven primarily by increased electricity usage.

Normalized Funds From Operations (Normalized FFO)<sup>3</sup> was \$31.9 million for the first quarter, compared to \$27.2 million in the same period in 2014, an increase of 17%. The increase in Normalized FFO was driven by the growth in Adjusted EBITDA and the decrease in interest expense, partially offset by a \$0.8 million increase in stock-based compensation. Normalized FFO per diluted common share or common share equivalent<sup>4</sup> was \$0.49 in the first quarter of 2015. Adjusted Funds From Operations (AFFO)<sup>5</sup> was \$35.0 million for the first quarter, compared to \$27.5 million in the same period in 2014, an increase of 27%.

### Leasing Activity

CyrusOne leased approximately 60,000 colocation square feet (CSF), or 9.8 MW of power, in the first quarter, one of the Company's strongest bookings quarters in its history. Leases signed in the first quarter represent approximately \$1.5 million in monthly recurring rent inclusive of the monthly impact of installation charges, or approximately \$18 million in annualized contracted GAAP revenue<sup>6</sup> excluding estimates for pass-through power. The Company added two new Fortune 1000<sup>7</sup> customers in the first quarter, bringing the total to 146 customers in the Fortune 1000 and 679 customers in total as of March 31, 2015. The weighted average lease term of the new leases based on square footage is 83 months, and approximately 91% of the CSF was leased to metered customers with the remainder leased on a full service basis. Recurring rent churn<sup>8</sup> for the first quarter of 2015 was 3.1%, compared to 1.3% for the first quarter of 2014.

### Portfolio Utilization and Development

As of March 31, 2015, CyrusOne had approximately 1,262,000 CSF across 27 facilities, an increase of approximately 131,000, or 12%, from the same period in 2014. CSF utilization<sup>9</sup> for the first quarter was 89%, consistent with CSF utilization for the same period in 2014. In the first quarter of 2015, the Company completed construction on its new facility in Northern Virginia, adding approximately 135,000 NRSF, including 37,000 CSF. As of the end of the first quarter, CSF utilization at the Northern Virginia facility was 71%. The Company also has begun construction on 56,000 CSF at its Carrollton facility in Dallas and 36,000 CSF at its Phoenix 2 facility and expects to begin construction on 37,000 CSF at its Northern Virginia facility in the second quarter of 2015. CyrusOne also expects to begin construction on a new facility in Phoenix in the second quarter of 2015, adding a total of 150,000 NRSF. As of March 31, 2015, the Company had approximately 114,000 CSF in Phoenix, with CSF utilization at 98%.

CyrusOne recently purchased a 166,000 square foot facility in Austin and expects to begin construction on 62,000 CSF in the second quarter. The Company has given notice of its intent to terminate its Austin 1 facility lease and will move customers currently in this facility into the new facility after construction has been completed.

### Balance Sheet and Liquidity

As of March 31, 2015, the Company had \$679.8 million of long term debt, cash of \$26.0 million, and \$295.0 million available under its unsecured revolving credit facility. Net debt<sup>10</sup> was \$666.4 million as of March 31, 2015, approximately 25% of the Company's total enterprise value or 3.7x Adjusted EBITDA for the last quarter

annualized. Available liquidity<sup>11</sup> was \$321.0 million as of March 31, 2015.

## Dividend and Distribution

On February 18, 2015, the Company announced a dividend and distribution of \$0.315 per share of common stock and common stock equivalent for the first quarter of 2015. The dividend / distribution was paid on April 15, 2015, to stockholders of record at the close of business on March 27, 2015.

Additionally, today the Company is announcing a dividend and distribution of \$0.315 per share of common stock and common stock equivalent for the second quarter of 2015. The dividend / distribution will be paid on July 15, 2015, to stockholders of record at the close of business on June 26, 2015.

## Guidance

CyrusOne is reaffirming guidance for full year 2015. The guidance does not include any pro forma impacts related to the recently announced Cervalis acquisition, which CyrusOne expects to be accretive to Normalized FFO per diluted share and unit day one.

Category	2015 Guidance
Total Revenue	\$370 - \$385 million
Base Revenue	\$322 - \$332 million
Metered Power Reimbursements	\$48 - \$53 million
Adjusted EBITDA	\$185 - \$195 million
Normalized FFO per diluted common share or common share equivalent*	\$1.90 - \$2.00
Capital Expenditures	\$215 - \$240 million
Development**	\$210 - \$230 million
Recurring	\$5 - \$10 million

\* Assumes weighted average diluted common share or common share equivalents for 2015 of 66 million.

\*\* Development capital is inclusive of capital used for the acquisition of land for future development.

The annual guidance provided above represents forward-looking statements, which are based on current economic conditions, internal assumptions about the Company's existing customer base and the supply and demand dynamics of the markets in which CyrusOne operates.

## Acquisition of Cervalis

Subsequent to the end of the quarter, CyrusOne announced the signing of a definitive agreement to acquire four Tier 3+ data center facilities and two work area recovery facilities (collectively, the "Facilities") serving the New York metropolitan area through the acquisition of Cervalis Holdings LLC ("Cervalis"), a privately-held owner and operator of data centers. The Cervalis Facilities currently comprise more than 500,000 gross square feet of space, including more than 125,000 colocation square feet and over 100,000 square feet of work area recovery space.

In 2014 Cervalis generated revenues of nearly \$70 million, with approximately two-thirds being derived from colocation services, and the remainder from interconnection, managed services, and work area recovery products. Over the last five years Cervalis has grown revenue at a compound annual rate of approximately 14%. As of the end of 2014, 77% of the colocation square feet within the Cervalis Facilities was utilized. In addition to the currently available raised floor space, it currently has capacity under shell to deliver an incremental 55,000 colocation square feet.

The transaction is expected to provide additional benefits to CyrusOne, including the following:

- **Enhanced Geographic Diversification:** The combination will greatly enhance CyrusOne's geographic diversification, establishing a presence in the Northeast with the addition of a platform that includes 4 data centers in the New York metropolitan market.
- **Access to a High Quality Enterprise Customer Base:** Cervalis serves approximately 220 enterprise customers, with a particular niche servicing some of the world's largest financial institutions, including several Fortune 1000 companies. Approximately two-thirds of its fourth quarter 2014 revenue came from customers within the financial services industry.
- **Strengthened Product Portfolio:** The transaction provides a set of interconnected data centers in one of the world's largest internet hubs, further enhancing the attractiveness of CyrusOne's National IX platform. Access to a high-end managed services offering provides a platform that can be selectively leveraged across CyrusOne's existing customer base to accelerate growth.

## Upcoming Conferences and Events

- Jefferies Global Technology, Media and Telecom Conference on May 12-14 in Miami, Florida
- J.P. Morgan Global Technology, Media and Telecom Conference on May 18-20 in Boston, Massachusetts
- NAREIT's REITWeek Investor Forum on June 9-11 in New York City

## Conference Call Details

CyrusOne will host a conference call on May 7, 2015, at 11:30 AM Eastern Time (10:30 AM Central Time) to discuss its results for the first quarter of 2015. A live webcast of the conference call will be available under the "Investor Relations" tab in the "Events and Presentations" section of the Company's website at <http://investor.cyrusone.com/events.cfm>. The U.S. conference call dial-in number is 1-866-652-5200, and the international dial-in number is 1-412-317-6060. A replay will be available one hour after the conclusion of the earnings call on May 7, 2015, until 9:00 AM Eastern Time (8:00 AM Central Time) on May 15, 2015. The U.S. toll-free replay dial-in number is 1-877-344-7529 and the international replay dial-in number is 1-412-317-0088. The replay access code is 10063104.

## Safe Harbor

This release and the documents incorporated by reference herein contain forward-looking statements regarding future events and our future results that are subject to the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. All statements, other than statements of historical facts, are statements that could be deemed forward-looking statements. These statements are based on current expectations, estimates, forecasts, and projections about the industries in which we operate and the beliefs and assumptions of our management. Words such as "expects," "anticipates," "predicts," "projects," "intends," "plans," "believes," "seeks," "estimates," "continues," "endeavors," "strives," "may," variations of such words and similar expressions are intended to identify such forward-looking statements. In addition, any statements that refer to projections of our future financial performance, our anticipated growth and trends in our businesses, and other characterizations

of future events or circumstances are forward-looking statements, including statements about the potential financial and other benefits of our proposed acquisition of Cervalis and the expected timing of completion of the transaction. Readers are cautioned these forward-looking statements are based on current expectations and assumptions that are subject to risks and uncertainties, which could cause our actual results to differ materially and adversely from those reflected in the forward-looking statements. Factors that could cause or contribute to such differences include, but are not limited to, those discussed in this release, risks related to our acquisition of Cervalis, which include, but are not limited to, the risk that a condition to closing of the acquisition may not be satisfied or that the expected increased revenues, funds from operations, net income and cost savings and other synergies from the transaction may not be fully realized or may take longer to realize than expected, and those discussed in other documents we file with the Securities and Exchange Commission (SEC). More information on potential risks and uncertainties is available in our recent filings with the SEC, including CyrusOne's Form 10-K report, Form 10-Q reports, and Form 8-K reports. Actual results may differ materially and adversely from those expressed in any forward-looking statements. We undertake no obligation to revise or update any forward-looking statements for any reason.

### Use of Non-GAAP Financial Measures

This press release contains certain non-GAAP financial measures that management believes are helpful in understanding the Company's business, as further discussed within this press release. These financial measures, which include Funds From Operations, Normalized Funds From Operations, Adjusted EBITDA, Net Operating Income, Adjusted Net Operating Income, and Net Debt should not be construed as being more important than comparable GAAP measures. Detailed reconciliations of these non-GAAP financial measures to comparable GAAP financial measures have been included in the tables that accompany this release and are available in the Investor Relations section of [www.cyrusone.com](http://www.cyrusone.com).

Management uses FFO, Normalized FFO, Adjusted EBITDA, NOI, Adjusted NOI, and AFFO as supplemental performance measures because they provide performance measures that, when compared year over year, capture trends in occupancy rates, rental rates and operating costs. The Company also believes that, as widely recognized measures of the performance of real estate investment trusts (REITs) and other companies, these measures will be used by investors as a basis to compare its operating performance with that of other companies. Other companies may not calculate these measures in the same manner, and, as presented, they may not be comparable to others. Therefore, FFO, Normalized FFO, NOI, Adjusted NOI, AFFO and Adjusted EBITDA should be considered only as supplements to net income as measures of our performance. FFO, Normalized FFO, NOI, Adjusted NOI, AFFO and Adjusted EBITDA should not be used as measures of liquidity or as indicative of funds available to fund the Company's cash needs, including the ability to make distributions. These measures also should not be used as substitutes for cash flow from operating activities computed in accordance with U.S. GAAP.

<sup>1</sup>Net Operating Income (NOI) is defined as revenue less property operating expenses. Amortization of deferred leasing costs is presented in depreciation and amortization, which is excluded from NOI. CyrusOne has not historically incurred any tenant improvement costs. Our sales and marketing costs consist of salaries and benefits for our internal sales staff, travel and entertainment, office supplies, marketing and advertising costs. General and administrative costs include salaries and benefits of our senior management and support functions, legal and consulting costs, and other administrative costs. Marketing and advertising costs are not property-specific, rather these costs support our entire portfolio. As a result, we have excluded these marketing and advertising costs from our NOI calculation, consistent with the treatment of general and administrative costs, which also support our entire portfolio. From time to time, there may be non-recurring costs in property operating expenses, and as a result the Company may present Adjusted Net Operating Income (Adjusted NOI) to exclude the impacts of those costs.

<sup>2</sup>Adjusted EBITDA is defined as net income (loss) as defined by U.S. GAAP before noncontrolling interests plus interest expense, income tax (benefit) expense, depreciation and amortization, non-cash compensation, transaction costs and transaction-related compensation, including acquisition pursuit costs, restructuring costs, loss on extinguishment of debt, asset impairments, (gain) loss on sale of real estate improvements, and other special items. Other companies may not calculate Adjusted EBITDA in the same manner. Accordingly, the Company's Adjusted EBITDA as presented may not be comparable to others.

<sup>3</sup>Normalized Funds From Operations (Normalized FFO) is defined as Funds From Operations (FFO) plus transaction costs, including acquisition pursuit costs, transaction-related compensation, (gain) loss on extinguishment of debt, restructuring costs and other special items. FFO is net (loss) income computed in accordance with U.S. GAAP before noncontrolling interests, (gain) loss from sales of real estate improvements, real estate-related depreciation and amortization, amortization of customer relationship intangibles, and real estate and customer relationship intangible impairments. Because the value of the customer relationship intangibles is inextricably connected to the real estate acquired, CyrusOne believes the amortization and impairments of such intangibles is analogous to real estate depreciation and impairments; therefore, the Company adds the customer relationship intangible amortization and impairments back for similar treatment with real estate depreciation and impairments. CyrusOne's customer relationship intangibles are primarily associated with the acquisition of Cyrus Networks in 2010 and, at the time of acquisition, represented 22% of the value of the assets acquired. The Company believes its Normalized FFO calculation provides a comparable measure to that used by others in the industry.

<sup>4</sup>Normalized FFO per diluted common share or common share equivalent is defined as Normalized FFO divided by the average diluted common shares and common share equivalents outstanding for the quarter, which were 65,558,714 for the first quarter of 2015.

<sup>5</sup>Adjusted Funds From Operations (AFFO) is defined as Normalized FFO plus amortization of deferred financing costs, non-cash compensation, and non-real estate depreciation and amortization, less deferred revenue and straight line rent adjustments, leasing commissions, recurring capital expenditures, and non-cash corporate income tax benefit and expense.

<sup>6</sup>Annualized GAAP revenue is equal to monthly recurring rent, defined as average monthly contractual rent during the term of the lease plus the monthly impact of installation charges, multiplied by 12. It can be shown both inclusive and exclusive of the Company's estimate of customer reimbursements for metered power.

<sup>7</sup>Fortune 1000 customers include subsidiaries whose ultimate parent is a Fortune 1000 company or a foreign or private company of equivalent size.

<sup>8</sup>Recurring rent churn is calculated as any reduction in recurring rent due to customer terminations, service reductions or net pricing decreases as a percentage of rent at the beginning of the period, excluding any impact from metered power reimbursements or other usage-based billing.

<sup>9</sup>Utilization is calculated by dividing CSF under signed leases for available space (whether or not the contract has commenced billing) by total CSF. Utilization rate differs from percent leased presented in the Data Center Portfolio table because utilization rate excludes office space and supporting infrastructure net rentable square footage and includes CSF for signed leases that have not commenced billing. Management uses utilization rate as a measure of CSF leased.

<sup>10</sup>Net debt provides a useful measure of liquidity and financial health. The Company defines Net Debt as long-term debt and capital lease obligations, offset by cash, cash equivalents, and temporary cash investments.

<sup>11</sup>Liquidity is calculated as cash, cash equivalents, and temporary cash investments on hand, plus the undrawn capacity on CyrusOne's revolving credit facility.

### About CyrusOne

CyrusOne (NASDAQ: CONE) specializes in highly reliable enterprise-class, carrier-neutral data center properties. The Company provides mission-critical data center facilities that protect and ensure the continued operation of IT infrastructure for more than 675 customers, including nine of the Fortune 20 and 146 of the Fortune 1000 companies.

CyrusOne's data center offerings provide the flexibility, reliability, and security that enterprise customers require and are delivered through a tailored, customer service-focused platform designed to foster long-term relationships. CyrusOne is committed to full transparency in communication, management, and service delivery throughout its 27 data centers worldwide.

**CyrusOne Inc.**  
**Condensed Consolidated and Combined Statements of Operations**  
(Dollars in millions, except per share amounts)  
(Unaudited)

	Three Months Ended			
	March 31,		Change	
	2015	2014	\$	%
<b>Revenue</b>	<b>\$ 85.7</b>	<b>\$ 77.5</b>	<b>\$ 8.2</b>	<b>11 %</b>
Costs and expenses:				
Property operating expenses	32.3	27.7	4.6	17 %
Sales and marketing	2.9	3.0	(0.1)	(3)%
General and administrative	9.1	7.3	1.8	25 %
Depreciation and amortization	31.1	27.6	3.5	13 %
Transaction costs	0.1	0.1	—	n/m
Asset impairments	8.6	—	8.6	n/m
Total costs and expenses	<u>84.1</u>	<u>65.7</u>	<u>18.4</u>	<u>28 %</u>
<b>Operating income</b>	<b>1.6</b>	<b>11.8</b>	<b>(10.2)</b>	<b>(86)%</b>
Interest expense	8.4	10.7	(2.3)	(21)%
Income (loss) before income taxes	(6.8)	1.1	(7.9)	n/m
Income tax expense	(0.4)	(0.4)	—	n/m
Net income (loss)	(7.2)	0.7	(7.9)	n/m
Noncontrolling interest in net income (loss)	(2.9)	0.5	(3.4)	n/m
<b>Net income (loss) attributed to common stockholders</b>	<b>\$ (4.3)</b>	<b>\$ 0.2</b>	<b>\$(4.5)</b>	<b>n/m</b>
<b>Loss per common share - basic and diluted</b>	<b>\$ (0.12)</b>	<b>\$ —</b>		

**CyrusOne Inc.**  
**Condensed Consolidated Balance Sheets**  
(Dollars in millions)  
(Unaudited)

	March 31,	December 31,	Change	
	2015	2014	\$	%
<b>Assets</b>				
Investment in real estate:				
Land	\$ 93.0	\$ 89.7	\$ 3.3	4 %
Buildings and improvements	820.8	812.6	8.2	1 %
Equipment	382.7	349.1	33.6	10 %
Construction in progress	121.0	127.0	(6.0)	(5)%
Subtotal	<u>1,417.5</u>	<u>1,378.4</u>	<u>39.1</u>	<u>3 %</u>
Accumulated depreciation	(350.1)	(327.0)	(23.1)	7 %
Net investment in real estate	<u>1,067.4</u>	<u>1,051.4</u>	<u>16.0</u>	<u>2 %</u>
Cash and cash equivalents	26.0	36.5	(10.5)	(29)%
Rent and other receivables	53.9	60.9	(7.0)	(11)%
Goodwill	276.2	276.2	—	— %
Intangible assets, net	65.3	68.9	(3.6)	(5)%
Due from affiliates	1.4	0.8	0.6	75 %
Other assets	86.4	91.8	(5.4)	(6)%
<b>Total assets</b>	<b>\$ 1,576.6</b>	<b>\$ 1,586.5</b>	<b>\$(9.9)</b>	<b>(1)%</b>
<b>Liabilities and Equity</b>				
Accounts payable and accrued expenses	\$ 67.1	\$ 69.9	\$(2.8)	(4)%
Deferred revenue	65.5	65.7	(0.2)	— %
Due to affiliates	9.1	7.3	1.8	25 %
Capital lease obligations	12.6	13.4	(0.8)	(6)%
Long-term debt	679.8	659.8	20.0	3 %
Other financing arrangements	51.3	53.4	(2.1)	(4)%
Total liabilities	<u>885.4</u>	<u>869.5</u>	<u>15.9</u>	<u>2 %</u>
Shareholders' Equity:				
Preferred stock, \$.01 par value, 100,000,000 authorized; no shares issued or outstanding	—	—	—	— %
Common stock, \$.01 par value, 500,000,000 shares authorized and 39,058,786 and 38,651,517 shares issued and outstanding at March 31, 2015 and December 31, 2014, respectively	0.4	0.4	—	— %
Paid in capital	518.9	516.5	2.4	— %
Accumulated deficit	(72.5)	(55.9)	(16.6)	30 %
Other comprehensive income	(0.6)	(0.3)	(0.3)	100 %
Total shareholders' equity	<u>446.2</u>	<u>460.7</u>	<u>(14.5)</u>	<u>(3)%</u>
Noncontrolling interest	245.0	256.3	(11.3)	(4)%
Total equity	<u>691.2</u>	<u>717.0</u>	<u>(25.8)</u>	<u>(4)%</u>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 1,576.6</b>	<b>\$ 1,586.5</b>	<b>\$(9.9)</b>	<b>(1)%</b>

**CyrusOne Inc.**  
**Condensed Consolidated and Combined Statements of Operations**  
(Dollars in millions, except per share amounts)  
(Unaudited)

<i>For the three months ended:</i>	<u>March 31,</u> <u>2015</u>	<u>December 31,</u> <u>2014</u>	<u>September 30,</u> <u>2014</u>	<u>June 30,</u> <u>2014</u>	<u>March 31,</u> <u>2014</u>
Revenue:					
Base revenue	\$ 75.9	\$ 75.4	\$ 73.9	\$ 71.4	\$ 69.4
Metered Power reimbursements	9.8	11.5	10.9	10.3	8.1
Total revenue	<u>85.7</u>	<u>86.9</u>	<u>84.8</u>	<u>81.7</u>	<u>77.5</u>
Costs and expenses:					
Property operating expenses	32.3	32.0	33.0	31.8	27.7
Sales and marketing	2.9	3.1	3.2	3.5	3.0
General and administrative	9.1	9.9	9.0	8.4	7.3
Depreciation and amortization	31.1	30.6	30.0	29.8	27.6
Restructuring charges	—	—	—	—	—
Transaction costs	0.1	0.1	—	0.8	0.1
Asset impairments	8.6	—	—	—	—
Total costs and expenses	<u>84.1</u>	<u>75.7</u>	<u>75.2</u>	<u>74.3</u>	<u>65.7</u>
<b>Operating income</b>	<b>\$ 1.6</b>	<b>\$ 11.2</b>	<b>\$ 9.6</b>	<b>\$ 7.4</b>	<b>\$ 11.8</b>
Interest expense	8.4	9.1	9.0	10.7	10.7
Loss on extinguishment of debt	—	13.6	—	—	—
Income (loss) before income taxes	(6.8)	(11.5)	0.6	(3.3)	1.1
Income tax expense	(0.4)	(0.3)	(0.4)	(0.3)	(0.4)
Net income (loss) from continuing operations	(7.2)	(11.8)	0.2	(3.6)	0.7
Noncontrolling interest in net income (loss)	(2.9)	(4.8)	0.1	(2.5)	0.5
<b>Net income (loss) attributed to common stockholders</b>	<b>\$ (4.3)</b>	<b>\$ (7.0)</b>	<b>\$ 0.1</b>	<b>\$ (1.1)</b>	<b>\$ 0.2</b>
<b>Loss per common share - basic and diluted</b>	<b>\$ (0.12)</b>	<b>\$ (0.19)</b>	<b>\$ —</b>	<b>\$ (0.06)</b>	<b>\$ —</b>

**CyrusOne Inc.**  
**Condensed Consolidated Balance Sheets**  
(Dollars in millions)  
(Unaudited)

	<u>March 31,</u> <u>2015</u>	<u>December 31,</u> <u>2014</u>	<u>September 30,</u> <u>2014</u>	<u>June 30,</u> <u>2014</u>	<u>March 31,</u> <u>2014</u>
<b>Assets</b>					
Investment in real estate:					
Land	\$ 93.0	\$ 89.7	\$ 89.7	\$ 89.7	\$ 89.6
Buildings and improvements	820.8	812.6	796.6	791.7	787.0
Equipment	382.7	349.1	312.5	298.8	206.4
Construction in progress	121.0	127.0	120.9	59.5	99.4
Subtotal	<u>1,417.5</u>	<u>1,378.4</u>	<u>1,319.7</u>	<u>1,239.7</u>	<u>1,182.4</u>
Accumulated depreciation	(350.1)	(327.0)	(303.5)	(280.6)	(257.6)
Net investment in real estate	<u>1,067.4</u>	<u>1,051.4</u>	<u>1,016.2</u>	<u>959.1</u>	<u>924.8</u>
Cash and cash equivalents	26.0	36.5	30.4	49.3	125.2
Rent and other receivables	53.9	60.9	59.1	61.5	42.4
Goodwill	276.2	276.2	276.2	276.2	276.2
Intangible assets, net	65.3	68.9	73.2	77.4	81.7
Due from affiliates	1.4	0.8	1.3	0.5	0.9
Other assets	86.4	91.8	81.6	82.1	76.9
<b>Total assets</b>	<b>\$ 1,576.6</b>	<b>\$ 1,586.5</b>	<b>\$ 1,538.0</b>	<b>\$ 1,506.1</b>	<b>\$ 1,528.1</b>
<b>Liabilities and Equity</b>					
Accounts payable and accrued expenses	\$ 67.1	\$ 69.9	\$ 100.2	\$ 83.9	\$ 88.8
Deferred revenue	65.5	65.7	66.1	66.7	64.8
Due to affiliates	9.1	7.3	7.4	7.4	10.8
Capital lease obligations	12.6	13.4	14.2	15.0	15.5
Long-term debt	679.8	659.8	555.0	525.0	525.0
Other financing arrangements	51.3	53.4	55.1	57.1	56.4
Total liabilities	<u>885.4</u>	<u>869.5</u>	<u>798.0</u>	<u>755.1</u>	<u>761.3</u>
Shareholders' Equity:					
Preferred stock, \$.01 par value, 100,000,000 authorized; no shares issued or outstanding	—	—	—	—	—
Common stock, \$.01 par value, 500,000,000 shares authorized	0.4	0.4	0.4	0.4	0.2
Paid in capital	518.9	516.5	513.7	511.1	342.9
Accumulated deficit	(72.5)	(55.9)	(40.8)	(32.7)	(23.5)
Other comprehensive income	(0.6)	(0.3)	—	—	—
Total shareholders' equity	<u>446.2</u>	<u>460.7</u>	<u>473.3</u>	<u>478.8</u>	<u>319.6</u>
Noncontrolling interests	245.0	256.3	266.7	272.2	447.2
Total shareholders' equity	<u>691.2</u>	<u>\$ 717.0</u>	<u>\$ 740.0</u>	<u>\$ 751.0</u>	<u>\$ 766.8</u>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 1,576.6</b>	<b>\$ 1,586.5</b>	<b>\$ 1,538.0</b>	<b>\$ 1,506.1</b>	<b>\$ 1,528.1</b>

**CyrusOne Inc.**  
**Condensed Consolidated Statement of Cash Flow**  
(Dollars in millions)  
(Unaudited)

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
<i>Cash flows from operating activities:</i>		
Net loss	\$ (7.2)	\$ 0.7
<i>Adjustments to reconcile net income (loss) to net cash provided by operating activities:</i>		
Depreciation and amortization	31.1	27.6
Noncash interest expense	0.7	0.9
Stock-based compensation expense	3.0	2.2
Asset impairments	8.6	—
<i>Change in operating assets and liabilities, net of effect of acquisitions:</i>		
Rent receivables and other assets	1.8	(6.7)
Accounts payable and accrued expenses	(2.9)	4.4
Deferred revenues	(0.2)	8.9
Due to affiliates	(1.6)	(0.1)
<b>Net cash provided by operating activities</b>	<b>33.3</b>	<b>37.9</b>
<i>Cash flows from investing activities:</i>		
Capital expenditures - acquisitions of real estate	(17.3)	—
Capital expenditures - other development	(31.9)	(49.7)
<b>Net cash used in investing activities</b>	<b>(49.2)</b>	<b>(49.7)</b>
<i>Cash flows from financing activities:</i>		
Dividends paid	(13.5)	(10.4)
Borrowings from revolving credit agreement	20.0	—
Payments on capital leases and other financing arrangements	(1.1)	(1.4)
<b>Net cash (used in) provided by financing activities</b>	<b>5.4</b>	<b>(11.8)</b>
Net (decrease) increase in cash and cash equivalents	(10.5)	(23.6)
Cash and cash equivalents at beginning of period	36.5	148.8
Cash and cash equivalents at end of period	<b>\$ 26.0</b>	<b>\$ 125.2</b>

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
<b>Supplemental disclosures</b>		
Cash paid for interest	\$ 2.8	\$ 1.6
Cash paid for income taxes	1.1	—
Capitalized interest	1.3	0.5
Acquisition of property in accounts payable and other liabilities	21.5	52.2
Dividends payable	21.5	13.7
Taxes on vesting of shares	0.6	—

**CyrusOne Inc.**  
**Net Operating Income and Reconciliation of Net Income (Loss) to Adjusted EBITDA**  
(Dollars in millions)  
(Unaudited)

	Three Months Ended				Three Months Ended				
	March 31,		Change		March 31,	December 31,	September 30,	June 30,	March 31,
	2015	2014	\$	%	2015	2014	2014	2014	2014
<b>Net Operating Income</b>									
Revenue	\$ 85.7	\$ 77.5	\$ 8.2	11%	\$ 85.7	\$ 86.9	\$ 84.8	\$ 81.7	\$ 77.5
Property operating expenses	32.3	27.7	4.6	17%	32.3	32.0	33.0	31.8	27.7
<b>Net Operating Income (NOI)</b>	<b>53.4</b>	<b>49.8</b>	<b>3.6</b>	<b>7%</b>	<b>53.4</b>	<b>54.9</b>	<b>51.8</b>	<b>49.9</b>	<b>49.8</b>
Add Back: Lease exit costs	0.7	—	0.7	n/m	0.7	—	—	—	—
<b>Adjusted Net Operating Income (Adjusted NOI)</b>	<b>\$ 54.1</b>	<b>\$ 49.8</b>	<b>\$ 4.3</b>	<b>9%</b>	<b>\$ 54.1</b>	<b>\$ 54.9</b>	<b>\$ 51.8</b>	<b>\$ 49.9</b>	<b>\$ 49.8</b>
<i>Adjusted NOI as a % of Revenue</i>	63.1 %	64.3 %			63.1 %	63.2 %	61.1 %	61.1 %	64.3 %
<b>Reconciliation of Net (Loss) Income to Adjusted EBITDA:</b>									
Net (loss) income	\$ (7.2)	\$ 0.7	\$(7.9)	n/m	\$ (7.2)	\$ (11.8)	\$ 0.2	\$ (3.6)	\$ 0.7
Adjustments:									
Interest expense	8.4	10.7	(2.3)	(21)%	8.4	9.1	9.0	10.7	10.7
Income tax expense	0.4	0.4	—	—%	0.4	0.3	0.4	0.3	0.4
Depreciation and amortization	31.1	27.6	3.5	13%	31.1	30.6	30.0	29.8	27.6
Transaction costs	0.1	0.1	—	—%	0.1	0.1	—	0.8	0.1
Stock-based compensation	3.0	2.2	0.8	36%	3.0	2.7	2.6	2.8	2.2
Loss on extinguishment of debt	—	—	—	n/m	—	13.6	—	—	—
Lease exit costs	0.7	—	\$ 0.7	n/m	0.7	—	—	—	—
Asset impairments	8.6	—	\$ 8.6	n/m	8.6	—	—	—	—
<b>Adjusted EBITDA</b>	<b>\$ 45.1</b>	<b>\$ 41.7</b>	<b>\$ 3.4</b>	<b>8%</b>	<b>\$ 45.1</b>	<b>\$ 44.6</b>	<b>\$ 42.2</b>	<b>\$ 40.8</b>	<b>\$ 41.7</b>

**CyrusOne Inc.**  
**Reconciliation of Net Income (Loss) to FFO, Normalized FFO, and AFFO**  
(Dollars in millions)  
(Unaudited)

	Three Months Ended				Three Months Ended				
	March 31,		Change		March 31,	December 31,	September 30,	June 30,	March 31,
	2015	2014	\$	%	2015	2014	2014	2014	2014
<b>Reconciliation of Net (Loss) Income to FFO and Normalized FFO:</b>									
Net (loss) income	\$ (7.2)	\$ 0.7	\$ (7.9)	n/m	\$ (7.2)	\$ (11.8)	\$ 0.2	\$ (3.6)	\$ 0.7
Adjustments:									
Real estate depreciation and amortization	26.0	22.2	3.8	17%	26.0	25.1	24.5	24.1	22.2
Amortization of customer relationship intangibles	3.6	4.2	(0.6)	(14)%	3.6	4.2	4.2	4.3	4.2
Real estate impairments	8.6	—	8.6	n/m	8.6	—	—	—	—
<b>Funds from Operations (FFO)</b>	<b>\$ 31.0</b>	<b>\$ 27.1</b>	<b>3.9</b>	<b>14%</b>	<b>\$ 31.0</b>	<b>\$ 17.5</b>	<b>\$ 28.9</b>	<b>\$ 24.8</b>	<b>\$ 27.1</b>
Loss on extinguishment of debt	—	—	—	n/m	—	13.6	—	—	—
Transaction costs	0.1	0.1	—	—%	0.1	0.1	—	0.8	0.1
Lease exit costs	0.8	—	\$ 0.8	n/m	0.8	—	—	—	—
<b>Normalized Funds from Operations (Normalized FFO)</b>	<b>\$ 31.9</b>	<b>\$ 27.2</b>	<b>\$ 4.7</b>	<b>17%</b>	<b>\$ 31.9</b>	<b>\$ 31.2</b>	<b>\$ 28.9</b>	<b>\$ 25.6</b>	<b>\$ 27.2</b>
<b>Normalized FFO per diluted common share or common share equivalent</b>	<b>\$ 0.49</b>	<b>\$ 0.42</b>	<b>\$0.07</b>	<b>17%</b>	<b>\$ 0.49</b>	<b>\$ 0.48</b>	<b>\$ 0.44</b>	<b>\$ 0.39</b>	<b>\$ 0.42</b>
<b>Weighted Average diluted common share and common share equivalent outstanding</b>	<b>65.5</b>	<b>65.0</b>	<b>0.5</b>	<b>1%</b>	<b>65.5</b>	<b>65.3</b>	<b>65.3</b>	<b>65.3</b>	<b>65.0</b>
<b>Reconciliation of Normalized FFO to AFFO:</b>									
Normalized FFO	\$ 31.9	\$ 27.2	4.7	17%	\$ 31.9	\$ 31.2	\$ 28.9	\$ 25.6	\$ 27.2
Adjustments:									
Amortization of deferred financing costs	0.7	0.9	(0.2)	(22)%	0.7	0.7	0.9	0.9	0.9
Stock-based compensation	3.0	2.2	0.8	36%	3.0	2.7	2.6	2.8	2.2
Non-real estate depreciation and amortization	1.5	1.2	0.3	25%	1.5	1.4	1.2	1.4	1.2
Deferred revenue and straight line rent adjustments	(1.4)	(3.0)	1.6	(53)%	(1.4)	(2.3)	(1.5)	(3.7)	(3.0)
Leasing commissions	(0.5)	(0.6)	0.1	(17)%	(0.5)	(2.9)	(0.9)	(1.4)	(0.6)
Recurring capital expenditures	(0.2)	(0.4)	0.2	(50)%	(0.2)	(1.0)	(2.1)	(0.3)	(0.4)
<b>Adjusted Funds from Operations (AFFO)</b>	<b>\$ 35.0</b>	<b>\$ 27.5</b>	<b>\$ 7.5</b>	<b>27%</b>	<b>\$ 35.0</b>	<b>\$ 29.8</b>	<b>\$ 29.1</b>	<b>\$ 25.3</b>	<b>\$ 27.5</b>

**CyrusOne Inc.**  
**Market Capitalization Summary and Reconciliation of Net Debt**  
(Unaudited)

**Market Capitalization**

	Shares or Equivalents Outstanding	Market Price as of March 31, 2015	Market Value Equivalents (in millions)
Common shares	39,058,786	\$ 31.12	\$ 1,215.5
Operating Partnership units	26,601,835	\$ 31.12	827.8
Net Debt			666.4
<b>Total Enterprise Value (TEV)</b>			<b>\$ 2,709.7</b>
<b>Net Debt as a % of TEV</b>			<b>24.6 %</b>
<b>Net Debt to LQA Adjusted EBITDA</b>			<b>3.7x</b>

**Reconciliation of Net Debt**

(dollars in millions)

	March 31, 2015	December 31, 2014
Long-term debt	\$ 679.8	\$ 659.8
Capital lease obligations	12.6	13.4
Less:		
Cash and cash equivalents	(26.0)	(36.5)
<b>Net Debt</b>	<b>\$ 666.4</b>	<b>\$ 636.7</b>

**CyrusOne Inc.**  
**Colocation Square Footage (CSF) and Utilization**  
(Unaudited)

Market	As of March 31, 2015		As of December 31, 2014		As of March 31, 2014	
	Colocation Space (CSF) <sup>(a)</sup>	CSF Utilized <sup>(b)</sup>	Colocation Space (CSF) <sup>(a)</sup>	CSF Utilized <sup>(b)</sup>	Colocation Space (CSF) <sup>(a)</sup>	CSF Utilized <sup>(b)</sup>





TX (Houston West 2)	Houston	13,286,621	79,492	70%	79%	3,355	62%	55,018	137,865	12,000	12
Metropolis Dr., Austin, TX (Austin 2)	Austin	11,144,269	43,772	88%	91%	708	100%	22,867	67,347	—	5
Knightsbridge Dr., Hamilton, OH (Hamilton)*	Cincinnati	9,722,776	46,565	77%	78%	1,077	100%	35,336	82,978	—	10
South Ellis Street Chandler, AZ (Phoenix 2)	Phoenix	6,005,806	36,522	100%	100%	5,540	36%	20,784	62,846	4,000	6
Parkway Dr., Mason, OH (Mason)	Cincinnati	5,983,589	34,072	100%	100%	26,458	98%	17,193	77,723	—	4
E. Ben White Blvd., Austin, TX (Austin 1)****	Austin	5,851,932	16,223	87%	87%	21,476	100%	7,517	45,216	—	2
Midway Rd., Carrollton, TX (Midway)**	Dallas	5,408,662	8,390	100%	100%	—	—%	—	8,390	—	1
Kestral Way (London)**	London	4,698,021	10,000	99%	99%	—	—%	—	10,000	—	1
Springer St., Lombard, IL (Lombard)	Chicago	2,266,276	13,516	70%	70%	4,115	100%	12,230	29,861	29,000	3
Marsh Lane, Carrollton, TX (Marsh Ln)**	Dallas	2,247,795	4,245	100%	100%	—	—%	—	4,245	—	1
Goldcoast Dr., Cincinnati, OH (Goldcoast)	Cincinnati	1,480,977	2,728	100%	100%	5,280	100%	16,481	24,489	14,000	1
Bryan St., Dallas, TX (Bryan St)**	Dallas	863,855	3,020	51%	51%	—	—%	—	3,020	—	1
Westway Park Blvd., Houston, TX (Houston West 3)	Houston	835,008	—	—%	—%	8,564	100%	5,304	13,868	—	—
McAuley Place, Blue Ash, OH (Blue Ash)*	Cincinnati	494,852	6,193	39%	39%	6,950	100%	2,166	15,309	—	1
E. Monroe St., South Bend, IN (Monroe St.)	South Bend	425,827	6,350	24%	24%	—	—%	6,478	12,828	4,000	1
Crescent Circle, South Bend, IN (Blackthorn)*	South Bend	404,465	3,432	32%	32%	—	—%	5,125	8,557	11,000	1
Jurong East (Singapore)**	Singapore	295,479	3,200	19%	19%	—	—%	—	3,200	—	1
Ridgetop Circle, Sterling, VA (Northern Virginia)	Sterling	4,955	37,461	48%	71%	1,160	100%	38,047	76,668	6,000	6
<b>Total</b>		<b><u>327,668,209</u></b>	<b><u>1,262,109</u></b>	<b><u>87%</u></b>	<b><u>89%</u></b>	<b><u>293,282</u></b>	<b><u>76%</u></b>	<b><u>784,658</u></b>	<b><u>2,340,049</u></b>	<b><u>499,000</u></b>	<b><u>204</u></b>

\* Indicates properties in which we hold a leasehold interest in the building shell and land. All data center infrastructure has been constructed by us and owned by us.

\*\* Indicates properties in which we hold a leasehold interest in the building shell, land, and all data center infrastructure.

\*\*\* The information provided for the West Seventh Street (7th St.) property includes data for two facilities, one of which we lease and one of which we own.

\*\*\*\* For the quarter ended March 31, 2015, we recognized an impairment of \$8.6 million related to the exit of Austin 1, which is a leased facility.

- Represents the total square feet of a building under lease or available for lease based on engineers' drawings and estimates but does not include space held for development or space used by CyrusOne.
- Represents monthly contractual rent (defined as cash rent including customer reimbursements for metered power) under existing customer leases as of March 31, 2015, multiplied by 12. For the month of March 2015, customer reimbursements were \$38.4 million annualized and consisted of reimbursements by customers across all facilities with separately metered power. Customer reimbursements under leases with separately metered power vary from month-to-month based on factors such as our customers' utilization of power and the suppliers' pricing of power. From April 1, 2013 through March 31, 2015, customer reimbursements under leases with separately metered power constituted between 8.9% and 14.2% of annualized rent. After giving effect to abatements, free rent and other straight-line adjustments, our annualized effective rent as of March 31, 2015 was \$339.3 million. Our annualized effective rent was greater than our annualized rent as of March 31, 2015 because our positive straight-line and other adjustments and amortization of deferred revenue exceeded our negative straight-line adjustments due to factors such as the timing of contractual rent escalations and customer prepayments for services.
- CSF represents the NRSF at an operating facility that is currently leased or readily available for lease as colocation space, where customers locate their servers and other IT equipment.
- Percent leased is determined based on CSF being billed to customers under signed leases as of March 31, 2015 divided by total CSF. Leases signed but not commenced as of March 31, 2015 are not included.
- Utilization is calculated by dividing CSF under signed leases for colocation space (whether or not the customer has occupied the space) by total CSF.
- Represents the NRSF at an operating facility that is currently leased or readily available for lease as space other than CSF, which is typically office and other space.
- Percent leased is determined based on Office & Other space being billed to customers under signed leases as of March 31, 2015 divided by total Office & Other space. Leases signed but not commenced as of March 31, 2015 are not included.
- Represents infrastructure support space, including mechanical, telecommunications and utility rooms, as well as building common areas.
- Represents the NRSF at an operating facility that is currently leased or readily available for lease. This excludes existing vacant space held for development.

- (j) Represents space that is under roof that could be developed in the future for operating NRSF, rounded to the nearest 1,000.
- (k) UPS capacity (also referred to as critical load) represents the aggregate power available for lease and exclusive use by customers from the facility's installed universal power supplies (UPS) expressed in terms of megawatts. The capacity reported is for non-redundant megawatts, as we can develop flexible solutions to our customers at multiple resiliency levels. Does not sum to total due to rounding.

**CyrusOne Inc.**  
**NRSF Under Development**  
**As of March 31, 2015**  
**(Dollars in millions)**  
**(Unaudited)**

Facilities	Metropolitan Area	NRSF Under Development <sup>(a)</sup>					Under Development Costs <sup>(b)</sup>			
		Colocation Space (CSF)	Office & Other	Supporting Infrastructure	Powered Shell <sup>(c)</sup>	Total	UPS MW Capacity <sup>(d)</sup>	Actual to Date <sup>(e)</sup>	Estimated Costs to Completion	Total
W. Frankford Road (Carrollton)	Dallas	56,000	—	18,000	—	74,000	3.0	\$ 4	\$14-18	\$18-22
Westover Hills Blvd. (San Antonio 2)	San Antonio	30,000	20,000	25,000	49,000	124,000	3.0	27	13-16	40-43
Westway Park Blvd. (Houston West 3)	Houston	53,000	—	32,000	213,000	298,000	6.0	28	23-28	51-56
South Ellis Street, Chandler, AZ (Phoenix 2)	Phoenix	36,000	—	4,000	—	40,000	6.0	8	9-12	17-20
Phoenix 3	Phoenix	—	—	—	150,000	150,000	—	—	11-13	11-13
Metropolis Drive (Austin 3)	Austin	62,000	15,000	22,000	67,000	166,000	6.0	18	28-34	46-52
Ridgetop Circle, Sterling, VA (Northern Virginia)	Northern Virginia	37,000	—	15,000	—	52,000	—	1	11-14	12-15
<b>Total</b>		<b>274,000</b>	<b>35,000</b>	<b>116,000</b>	<b>479,000</b>	<b>904,000</b>	<b>24.0</b>	<b>\$ 86</b>	<b>\$109-135</b>	<b>\$195-221</b>

- (a) Represents NRSF at a facility for which activities have commenced or are expected to commence in the next 2 quarters to prepare the space for its intended use. Estimates and timing are subject to change.
- (b) Represents management's estimate of the total costs required to complete the current NRSF under development. There may be an increase in costs if customers require greater power density.
- (c) Represents NRSF under construction that, upon completion, will be powered shell available for future development into operating NRSF.
- (d) UPS Capacity (also referred to as critical load) represents the aggregate power available for lease to and exclusive use by customers from the facility's installed universal power supplies (UPS) expressed in terms of megawatts. The capacity presented is for non-redundant megawatts, as we can develop flexible solutions to our customers at multiple resiliency levels.
- (e) Capex-to-date is the cash investment as of March 31, 2015. There may be accruals above this amount for work completed, for which cash has not yet been paid.

**CyrusOne Inc.**  
**Land Available for Future Development (Acres)**  
**As of March 31, 2015**  
**(Unaudited)**

Market	As of March 31, 2015
Cincinnati	98
Dallas	—
Houston	20
Virginia	10
Austin	22
Phoenix	32
San Antonio	13
Chicago	—
International	—
<b>Total Available</b>	<b>195</b>

**CyrusOne Inc.**  
**Leasing Statistics - Lease Signings**  
**As of March 31, 2015**  
**(Dollars in thousands)**  
**(Unaudited)**

Period	Number of Leases <sup>(a)</sup>	Total CSF Signed <sup>(b)</sup>	Total kW Signed <sup>(c)</sup>	Total MRR Signed (\$000) <sup>(d)</sup>	Weighted Average Lease Term <sup>(e)</sup>
Q1'15	326	60,000	9,759	\$1,383	83
Prior 4Q Avg.	292	59,000	10,526	\$1,146	76
Q4'14	335	44,000	5,262	\$950	69
Q3'14	287	33,000	3,410	\$694	79
Q2'14	275	59,000	17,374	\$1,435	91
Q1'14	270	100,000	16,058	\$1,506	64

- (a) Number of leases represents each agreement with a customer. A lease agreement could include multiple spaces, and a customer could have multiple leases.
- (b) CSF represents the NRSF at an operating facility that is leased as colocation space, where customers locate their servers and other IT equipment.

- (c) Represents maximum contracted kW that customers may draw during lease period. Additionally, we can develop flexible solutions for our customers at multiple resiliency levels, and the kW signed is unadjusted for this factor.
- (d) Monthly recurring rent is defined as the average monthly contractual rent during the term of the lease. It excludes estimates for pass-through power and installation charges.
- (e) Calculated on a CSF-weighted basis.

**CyrusOne Inc.**  
**New MRR Signed - Existing vs. New Customers**  
**As of March 31, 2015**  
**(Dollars in thousands)**  
**(Unaudited)**

**New MRR<sup>(a)</sup> Signed (\$000)**

	Q1'13	Q2'13	Q3'13	Q4'13	Q1'14	Q2'14	Q3'14	Q4'14	Q1'15
Existing Customers	\$466	\$466	\$1,390	\$618	\$716	\$844	\$347	\$768	\$1,055
New Customers	\$343	\$426	\$474	\$362	\$790	\$591	\$347	\$182	\$328
<b>Total</b>	<b>\$809</b>	<b>\$892</b>	<b>\$1,864</b>	<b>\$980</b>	<b>\$1,506</b>	<b>\$1,435</b>	<b>\$694</b>	<b>\$950</b>	<b>\$1,383</b>

% from Existing Customers    58%    52%    75%    63%    48%    59%    50%    81%    76%

- (a) Monthly recurring rent is defined as the average monthly contractual rent during the term of the lease. It excludes estimates for pass-through power and installation charges.

**CyrusOne Inc.**  
**Customer Diversification<sup>(a)</sup>**  
**As of March 31, 2015**  
**(Unaudited)**

	Principal Customer Industry	Number of Locations	Annualized Rent <sup>(b)</sup>	Percentage of Portfolio Annualized Rent <sup>(c)</sup>	Weighted Average Remaining Lease Term in Months <sup>(d)</sup>
1	Telecommunications (CBI) <sup>(e)</sup>	8	\$ 21,048,372	6.4%	22.4
2	Energy	1	20,799,601	6.3%	38.0
3	Telecommunication Services	2	15,429,296	4.7%	35.1
4	Information Technology	3	15,093,621	4.6%	39.2
5	Research and Consulting Services	3	14,066,854	4.3%	13.6
6	Energy	5	13,279,273	4.1%	5.0
7	Information Technology	1	11,326,320	3.5%	48.0
8	Information Technology	2	7,722,300	2.4%	27.4
9	Financials	6	7,325,238	2.2%	48.8
10	Financials	1	6,600,225	2.0%	62.0
11	Information Technology	1	6,355,511	1.9%	8.8
12	Information Technology	1	6,005,806	1.8%	116.0
13	Consumer Staples	1	5,444,645	1.7%	78.8
14	Energy	3	5,437,816	1.7%	15.9
15	Telecommunication Services	5	5,291,594	1.6%	49.0
16	Energy	1	4,847,630	1.5%	11.6
17	Information Technology	1	4,642,007	1.4%	71.0
18	Information Technology	3	4,003,252	1.2%	59.9
19	Energy	1	3,643,239	1.1%	14.3
20	Consumer Staples	1	3,491,218	1.1%	20.2
			<b>\$181,853,818</b>	<b>55.5%</b>	<b>35.5</b>

- (a) Includes affiliates.
- (b) Represents monthly contractual rent (defined as cash rent including customer reimbursements for metered power) under existing customer leases as of March 31, 2015, multiplied by 12. For the month of March 2015, our total portfolio annualized rent was \$327.7 million, and customer reimbursements were \$38.4 million annualized, consisting of reimbursements by customers across all facilities with separately metered power. Customer reimbursements under leases with separately metered power vary from month-to-month based on factors such as our customers' utilization of power and the suppliers' pricing of power. From April 1, 2013 through March 31, 2015, customer reimbursements under leases with separately metered power constituted between 8.9% and 14.2% of annualized rent. After giving effect to abatements, free rent and other straight-line adjustments, our annualized effective rent for our total portfolio as of March 31, 2015 was \$339.3 million. Our annualized effective rent was greater than our annualized rent as of March 31, 2015 because our positive straight-line and other adjustments and amortization of deferred revenue exceeded our negative straight-line adjustments due to factors such as the timing of contractual rent escalations and customer prepayments for services.
- (c) Represents the customer's total annualized rent divided by the total annualized rent in the portfolio as of March 31, 2015, which was approximately \$327.7 million.
- (d) Weighted average based on customer's percentage of total annualized rent expiring and is as of March 31, 2015, assuming that customers exercise no renewal options and exercise all early termination rights that require payment of less than 50% of the remaining rents. Early termination rights that require payment of 50% or more of the remaining lease payments are not assumed to be exercised because such payments approximate the profitability margin of leasing that space to the customer, such that we do not consider early termination to be economically detrimental to us.
- (e) Includes information for both Cincinnati Bell Technology Solutions (CBTS) and Cincinnati Bell Telephone and two customers that have contracts with CBTS. We expect the contracts for these two customers to be assigned to us, but the consents for such assignments have not yet been obtained. Excluding these customers,

Cincinnati Bell Inc. and subsidiaries represented 2.4% of our annualized rent as of March 31, 2015.

**CyrusOne Inc.  
Lease Distribution  
As of March 31, 2015  
(Unaudited)**

NRSF Under Lease <sup>(a)</sup>	Number of Customers <sup>(b)</sup>	Percentage of All Customers	Total	Percentage of	Annualized Rent <sup>(d)</sup>	Percentage of
			Leased NRSF <sup>(c)</sup>	Portfolio Leased NRSF		Annualized Rent
0-999	494	74%	102,692	5%	\$ 38,308,202	12%
1,000-2,499	63	9%	97,769	5%	20,957,374	6%
2,500-4,999	38	6%	137,832	7%	26,078,972	8%
5,000-9,999	25	4%	178,618	9%	49,151,326	15%
10,000+	46	7%	1,465,288	74%	193,172,335	59%
<b>Total</b>	<b>666</b>	<b>100%</b>	<b>1,982,199</b>	<b>100%</b>	<b>\$327,668,209</b>	<b>100%</b>

(a) Represents all leases in our portfolio, including colocation, office and other leases.

(b) Represents the number of customers occupying data center, office and other space as of March 31, 2015. This may vary from total customer count as some customers may be under contract, but have yet to occupy space.

(c) Represents the total square feet at a facility under lease and that has commenced billing, excluding space held for development or space used by CyrusOne. A customer's leased NRSF is estimated based on such customer's direct CSF or office and light-industrial space plus management's estimate of infrastructure support space, including mechanical, telecommunications and utility rooms, as well as building common areas.

(d) Represents monthly contractual rent (defined as cash rent including customer reimbursements for metered power) under existing customer leases as of March 31, 2015, multiplied by 12. For the month of March 2015, customer reimbursements were \$38.4 million annualized and consisted of reimbursements by customers across all facilities with separately metered power. Customer reimbursements under leases with separately metered power vary from month-to-month based on factors such as our customers' utilization of power and the suppliers' pricing of power. From April 1, 2013 through March 31, 2015, customer reimbursements under leases with separately metered power constituted between 8.9% and 14.2% of annualized rent. After giving effect to abatements, free rent and other straight-line adjustments, our annualized effective rent as of March 31, 2015 was \$339.3 million. Our annualized effective rent was greater than our annualized rent as of March 31, 2015 because our positive straight-line and other adjustments and amortization of deferred revenue exceeded our negative straight-line adjustments due to factors such as the timing of contractual rent escalations and customer prepayments for services.

**CyrusOne Inc.  
Lease Expirations  
As of March 31, 2015  
(Unaudited)**

Year <sup>(a)</sup>	Number of Leases Expiring <sup>(b)</sup>	Total Operating	Percentage of	Annualized	Percentage of	Annualized Rent	Percentage of
		NRSF Expiring	Total NRSF	Rent <sup>(c)</sup>	Annualized Rent	at Expiration <sup>(d)</sup>	at Expiration
Available		357,851	15%				
Month-to-Month	254	45,355	2%	\$ 6,518,452	2%	\$ 6,580,707	2%
2015	568	290,600	12%	50,157,364	15%	50,242,161	14%
2016	676	290,720	13%	70,217,854	21%	71,393,797	21%
2017	788	331,224	14%	58,599,072	18%	59,843,206	17%
2018	359	268,948	12%	55,946,315	17%	59,566,902	17%
2019	193	262,752	11%	33,817,474	10%	38,906,417	11%
2020	99	221,361	10%	21,137,379	7%	25,463,320	7%
2021	114	77,377	3%	14,857,492	5%	16,519,056	5%
2022	6	33,286	1%	3,233,736	1%	3,509,436	1%
2023	45	59,279	3%	6,296,496	2%	8,257,455	2%
2024 - Thereafter	17	101,296	4%	6,886,575	2%	9,158,461	3%
<b>Total</b>	<b>3,119</b>	<b>2,340,049</b>	<b>100%</b>	<b>\$327,668,209</b>	<b>100%</b>	<b>\$ 349,440,918</b>	<b>100%</b>

(a) Leases that were auto-renewed prior to March 31, 2015 are shown in the calendar year in which their current auto-renewed term expires. Unless otherwise stated in the footnotes, the information set forth in the table assumes that customers exercise no renewal options and exercise all early termination rights that require payment of less than 50% of the remaining rents. Early termination rights that require payment of 50% or more of the remaining lease payments are not assumed to be exercised.

(b) Number of leases represents each agreement with a customer. A lease agreement could include multiple spaces and a customer could have multiple leases.

(c) Represents monthly contractual rent (defined as cash rent including customer reimbursements for metered power) under existing customer leases as of March 31, 2015, multiplied by 12. For the month of March 2015, our total portfolio annualized rent was \$327.7 million, customer reimbursements were \$38.4 million annualized and consisted of reimbursements by customers across all facilities with separately metered power. Customer reimbursements under leases with separately metered power vary from month-to-month based on factors such as our customers' utilization of power and the suppliers' pricing of power. From April 1, 2013 through March 31, 2015, customer reimbursements under leases with separately metered power constituted between 8.9% and 14.2% of annualized rent. After giving effect to abatements, free rent and other straight-line adjustments, our annualized effective rent as of March 31, 2015 was \$339.3 million. Our annualized effective rent was greater than our annualized rent as of March 31, 2015 because our positive straight-line and other adjustments and amortization of deferred revenue exceeded our negative straight-line adjustments due to factors such as the timing of contractual rent escalations and customer prepayments for services.

(d) Represents the final monthly contractual rent under existing customer leases that had commenced as of March 31, 2015, multiplied by 12.

Michael Schafer, 972-350-0060  
[investorrelations@cyrusone.com](mailto:investorrelations@cyrusone.com)

Source: CyrusOne Inc.

News Provided by Acquire Media