

GENERAL SERVICES ADMINISTRATION PUBLIC BUILDINGS SERVICE	SUPPLEMENTAL AGREEMENT No. 1	DATE
SUPPLEMENTAL LEASE AGREEMENT	TO LEASE NO. 11B-01673	

ADDRESS OF PREMISES: 1701 N Fort Myer Drive
Arlington, VA 22209-3111

THIS AGREEMENT, made and entered into this date by and between **Berkly Associates**

whose address is: **1000 Wilson Blvd, Suite 700**
Arlington, VA 22209-3906

Hereinafter called the Lessor, and the UNITED STATES OF AMERICA, hereinafter called the Government:

WHEREAS, the parties hereto desire to amend the above Lease.

NOW THEREFORE, these parties for the considerations hereinafter covenant and agree that the said lease is hereby amended effective **July 1, 1005** as follows:

Issued to reflect the annual operating cost escalation provided for in the basic lease agreement.

Base (CPI-W-U.S. City Avg)	JUNE	2004	186.30
Corresponding Index	JUNE	2005	190.10
Base Operating Cost Per Lease			\$1,319,723.00
% Increase in CPI-W			0.02590394
Annual Increase In Operating Cost			\$34,186.02
Less Previous Escalation Paid			\$0.00
Annual Increase In Operating Cost Due Lessor			\$34,186.02

Effective **July 1, 1005**, the annual rent is increased by **\$34,186.02**
 The new annual rent is **\$9,839,783.35** payable at the rate of **\$819,981.95** per month.
 The rent check shall be made payable to:

Berkly Associates
1000 Wildon Blvd, Suite 800
Arlington, VA 22209-3906

All other terms and conditions of the lease shall remain in force and effect.


IN WITNESS WHEREOF, the parties subscribed their names as of the above date.

LESSOR: Berkly Associates

BY _____ (Signature) _____ (Title)

IN THE PRESENCE OF
 _____ (Signature) _____ (Address)

UNITED STATES OF AMERICA

BY  7-15-05 Contracting Officer, GSA, NCR, PBS, Potomac Service Center
(Official Title)