January 27, 2011

TO SHAREHOLDERS OF PROLOGIS

The following summarizes the taxability, for federal income tax purposes, of distributions paid during calendar year 2010 by ProLogis (NYSE: PLD). This information is provided to assist you in determining the taxability of your 2010 distributions for federal income tax purposes.

	Distribution Per Share	Taxable Ordinary Dividends	Qualified Dividends	Long-term Capital Gains	Unrecaptured Section 1250 Gain Taxable at 25%[1]	Return of Capital
Common Shares of Beneficial Interest: (NYSE SYMBOL: PLD) (CUSIP # 743410102)						
1Q – 3Q'10	$0.15	$0.0000	$0.0000	$0.081455	$0.068545	$0.0000
4Q'10	$0.1125	$0.0000	$0.0000	$0.061091	$0.051409	$0.0000
Annual	$0.5625	$0.0000	$0.0000	$0.305456	$0.257044	$0.0000
% of Total		0.00%	0.00%	54.3033%	45.6967%	0.00%
Series C Preferred Shares of Beneficial Interest: (OTC) (CUSIP # 743410409)						
Quarterly	$1.0675	$0.0000	$0.0000	$0.579688	$0.487812	$0.0000
Annual	$4.27	$0.0000	$0.0000	$2.318752	$1.951248	$0.0000
% of Total		0.00%	0.00%	54.3033%	45.6967%	0.00%
Series F Preferred Shares of Beneficial Interest: (NYSE SYMBOL: PLD-PRF) (CUSIP #743410706)						
Quarterly	$0.4219	$0.0000	$0.0000	$0.229106	$0.192794	$0.0000
Annual	$1.6876	$0.0000	$0.0000	$0.916424	$0.771176	$0.0000
% of Total		0.00%	0.00%	54.3033%	45.6967%	0.00%
Series G Preferred Shares of Beneficial Interest: (NYSE SYMBOL: PLD-PRG) (CUSIP #743410805)						
Quarterly	$0.4219	$0.0000	$0.0000	$0.229106	$0.192794	$0.0000
Annual	$1.6876	$0.0000	$0.0000	$0.916424	$0.771176	$0.0000
% of Total		0.00%	0.00%	54.3033%	45.6967%	0.00%

[1] Corporate shareholders may be subject to IRC §291(a) reduction in certain corporate preference items.

If you held common or preferred shares of ProLogis in your name at any time during 2010, an IRS Form 1099-DIV will be provided to you by Computershare, ProLogis' transfer agent, on or about January 31, 2010. If you held shares in "street name" during 2010, the IRS form provided by your bank, brokerage firm or nominee may report only the gross distributions paid to you. Therefore, you may need the information set forth above to properly complete your federal tax return.

The above information has been prepared using the best available information to date. ProLogis' tax return for the year ended December 31, 2010 has not yet been filed. Please note that federal tax laws affect taxpayers differently, and we cannot advise you on how distributions should be reported on your tax return. Please also note that state and local taxation of REIT distributions vary and may not be the same as the federal rules. ProLogis thus urges you to consult with your own tax advisor with respect to the federal, state and local income tax consequences of these distributions.