



CENTURY CITY/BEVERLY HILLS



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405





GENERATIONAL CORPORATE ABSOLUTE NNN INVESTMENT OPPORTUNITY

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CBRE

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TABLE OF CONTENTS

01	02	03	04	05	06
EXECUTIV		LEASE ABSTRACT & INCOME OVERVIEW	TENANT SUMMARY	SALE COMPARABLES	MARKET OVERVIEW







AVG. CAP RATE (REMAINING LEASE TERM) 4.35%

Address:	10961 & 10967 Santa Monica Blvd, Los Angeles, CA 90025
Tenant/Lessee:	JACK IN THE BOX, INC. (CORPORATE LEASE)
Offering Price:	\$8,142,857
Noi (Year 1):	\$285,000
Cap Rate (Year 1):	3.50%
Avg. Cap Rate (Remaining Term):	4.35%
Lease Expiration:	JULY 31, 2036 (+/-17.9 Years Remaining)
Increases:	Twelve (12) % Increases Every Five (5) Years
Lease Type:	ABSOLUTE NNN (No Landlord Responsibilities)
Building Area:	2,025 SF
Land Area:	7,894 SF (.18 Acres)
Apn:	4324-030-016 & 4324-030-017
Zoning:	{Q} C2-1VL-0
Transit Oriented Communities (Toc):	Tier 3
Ownership:	Fee Simple (Adjacent Property Subsurface Fault Line Testing - No Issue)
Parking:	10 Stalls (4.94 Stalls / 1,000 SF) + Drive-Thru
Traffic Counts:	+/-60,000 VPD (Santa Monica Blvd & Veteran Ave)

PROPERTY HIGHLIGHTS



Absolute NNN Corporate Lease



12% Increases Every 5 Years Inflation Hedge



Strong 52 Year Operating History (Since 1966)





Strong Traffic Counts +/-60,000 VPD

12% INCREASES EVERY 5 YEARS INFLATION HEDGE

1 MILE	2 MILE	3 MILE
44,196	154,129	283,428
72,313	338,092	506,830
21,993	69,047	126,929
\$132,467	\$135,368	\$135,404
\$1,131,226	\$1,248,235	\$1,364,750
	44,196 72,313 21,993 \$132,467	44,196 154,129 72,313 338,092 21,993 69,047 \$132,467 \$135,368



Extremely Rare

New 20 Year Corporate

Lease with +/-17.9Years Remaining

Fee Simple Ownership

Depreciation Benefit





INVESTMENT HIGHLIGHTS

ABSOLUTE NNN CORPORATE LEASE WITH +/- 17.9 YEARS REMAINING

After exercising all options from their original 1966 lease, Jack in the Box, Inc. (Corporate) executed a new 20 year lease in August of 2016 demonstrating their strong commitment to this location. The lease expires July 31, 2031 (+/- 17.9 years remaining) and is a true Absolute NNN lease with *zero landlord responsibilities*.

STRONG RENTAL GROWTH: 12 % INCREASES EVERY 5 YEARS

Jack in the Box has scheduled 12% rental increases every 5 years. The next 12% increase occurs August 1, 2021. Due to the strong rental growth the average cap rate over the remaining lease term is 4.33% (assuming \$8,152,857 purchase price).

EXTREMELY RARE 24-HOUR DRIVE-THRU SITE ON SANTA MONICA BLVD

The subject is one of two properties located along Santa Monica Boulevard (east of 405 Fwy. to Beverly Hills) with drive-thru service which provides an extra level of ease and convenience for customers. In addition, the property is open 24 hours a day, 7 days a week.

TREMENDOUS HISTORICAL OPERATING HISTORY AND STRONG CURRENT STORE SALES

Jack in the Box has successfully operated at the subject property since 1966 (52 Year Operating History). In 2017 Jack in the Box did over \$2.2 M in Gross Sales at the subject property (Over \$1000/SF) which is 51% higher than the chain average.

FEE SIMPLE OWNERSHIP (DEPRECIATION TAX BENEFIT)

Fee Simple (Land + Building) ownership structure allows for new buyer to depreciate improvements.

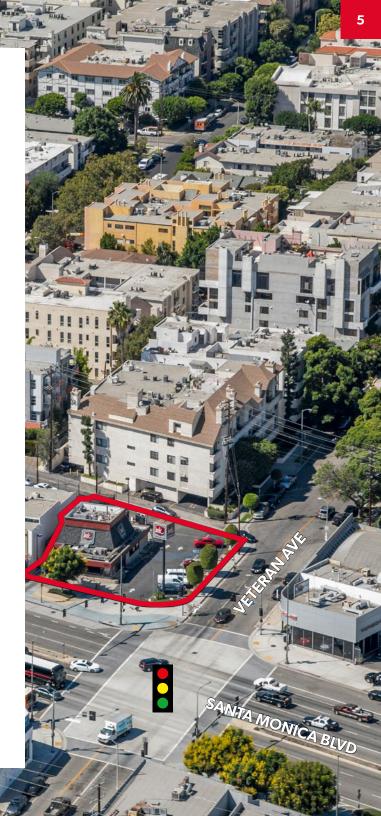
SOLID REAL ESTATE FUNDAMENTALS

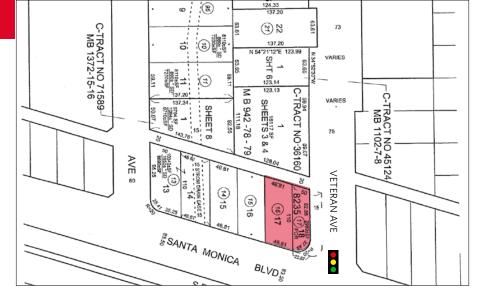
The property benefits from a number of strong real estate fundamentals including:

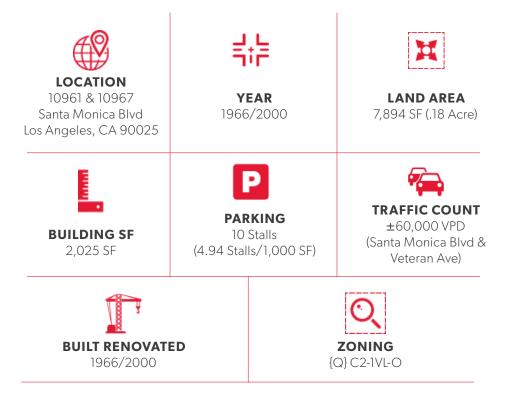
- » Signalized corner location on the heavily trafficked Santa Monica Blvd (+/- 66,000 VPD) a major west-east thoroughfare connecting many of LA's wealthiest areas including: West Los Angeles, Westwood, Century City, Beverly Hills and West Hollywood.
- » Santa Monica Boulevard and Veteran Ave street frontage visibility, multiple property access points and prominent Pylon Signage optimizing the properties premier urban-infill location.

AFFLUENT URBAN INFILL WESTSIDE (LOS ANGELES) DEMOGRAPHICS

- » More than 150,000 residents and 338,000 daytime employees within a two (2) mile radius of the property.
- » Tremendous trade area wealth with an average household income of over \$135,000 and average housing value of \$1,248,235 within a two (2) mile radius.







FRONTAGE & ACCESS

± 84 Feet, 1 Driveway, Drive Thru Exit (Santa Monica Blvd)
±100 Feet, 1 Driveway (Veteran Ave)
(Santa Monica Blvd)



APN	ADDRESS	ACRES	FEET
4324-030-017	10961 Santa Monica Blvd	0.07	2,975
4324-030-016	10967 Santa Monica Blvd	0.11	4,919

FOR FULL ZONING SUMMARY PLEASE VISIT

Los Angeles Planning and Zoning Website

ZONING

{Q} C2-1VL-O

LAND USE General Commercial

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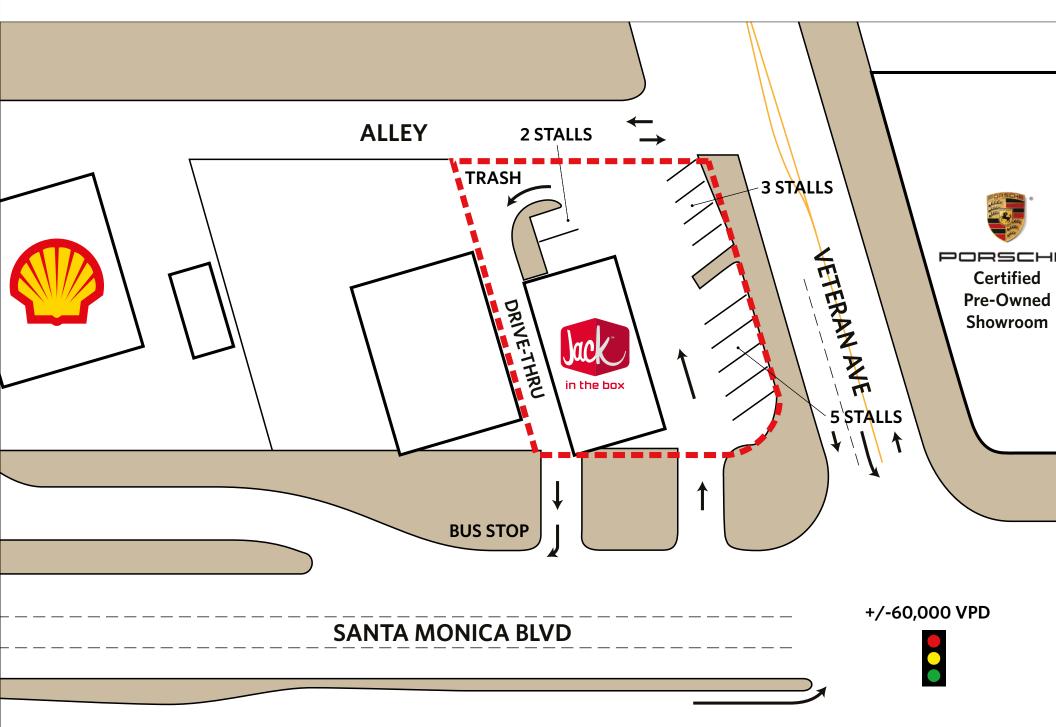
Tier 3

SPECIFIC PLAN

West Los Angeles Transportation Improvement & Mitigation Permanent {Q} Qualified classification.

USES

The subject area shall be limited to the uses permitted in the C2 Zone, as described in Section 12.16 of the LAMC, except that automobile service stations are permitted.



	Lease Dates						Minimum Rent			
Tenant	Area Sq. Ft.	Begin *	End	Rental Increase Date	Annually	Monthly	\$/SF/Mo.	Lease Type		
Jack In The Box	2,025	3/17/1966	7/31/2036	August 1, 2016 - July 31, 2021	\$285,000	\$23,750	\$11.73	Absolute NNN		
				August 1, 2021 - July 31, 2026	\$319,200	\$26,600	\$13.14	Adsolute MINN		
Occupied SF	2,025	100%		August 1, 2026 - July 31, 2031	\$357,504	\$29,792	\$14.71			
Available SF	0	0%		August 1, 2031 - July 31 2036	\$400,404	\$33,367	\$16.48			
Total SF	2,025	100%								

Comments:

*Original lease begin date March 17, 1966. Jack In The Box, Inc. signed a new 20 year corporate lease August 1, 2016 (+/- 17.5 Years Remaining) Tenant participates in tax increase due to sale two (2) times during lease term. (This is first sale).

YEAR 1 NOI SUMMARY	
Base Rent (Year 1)	\$285,000
Expense Recovery	Absolute NNN
TOTAL GROSS REVENUE	\$285,000
TOTAL EXPENSES	Absolute NNN
NOI (Year 1)	\$285,000

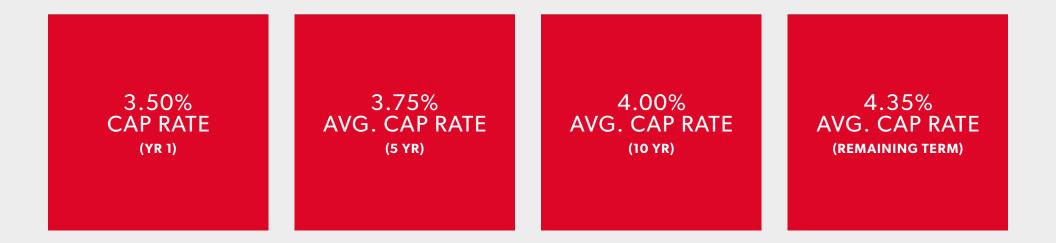
PRICING MATRIX								
Sale Price \$/SF (Bldg.) Cap Rate								
\$8,142,857	\$4,021	3.50%						



CASH FLOW

Acquisition Cost \$8,142,857	FISCAL YEAR	Year 1 08/19-07/20	Year 2 08/20-07/21	Year 3 08/21-07/22	Year 4 08/22-07/23	Year 5 08/23-07/24	Year 6 08/24-07/25	Year 7 08/25-07/26	Year 8 08/26-07/27	Year 9 08/27-07/28	Year 10 08/28-07/29
REVENUES Gross Potential Rent	· · · ·	\$285,000	\$285,000	\$319,200	\$319,200	\$319,200	\$319,200	\$319,200	\$357,504	\$357,504	\$357,504
Absorption & Turnover Vacancy Base Rent Abatements	1 1	0	0	0	0	0	0	0	0	0	0
Total Scheduled Base Rent Expense Reimbursements TOTAL GROSS REVENUE General Vacancy Loss EFFECTIVE GROSS REVENUE	NNN \$0.00	\$285,000 NNN \$285,000 0 \$285,000	\$285,000 NNN \$285,000 0 \$285,000	\$319,200 NNN \$319,200 0 \$319,200	\$319,200 NNN \$319,200 0 \$319,200	\$319,200 NNN \$319,200 0 \$319,200	\$319,200 NNN \$319,200 0 \$319,200	\$319,200 NNN \$319,200 0 \$319,200	\$357,504 NNN \$357,504 0 \$357,504	\$357,504 NNN \$357,504 0 \$357,504	\$357,504 NNN \$357,504 0 \$357,504
TOTAL OPERATING EXPENSES		NNN									
NET OPERATING INCOME	\$11.73	\$285,000	\$285,000	\$319,200	\$319,200	\$319,200	\$319,200	\$319,200	\$357,504	\$357,504	\$357,504
		CAP RATE Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
	ĺ	3.50%	3.50%	3.92%	3.92%	3.92%	3.92%	3.92%	4.39%	4.39%	4.39%





TENANT PROFILE



JACK IN THE BOX www.jackinthebox.com

Lessee: Jack In The Box, Inc. (Corporate Lease) Type: Public (NASDAQ: JACK) Market Cap: \$2.7 Billion Revenue: \$1.5 Billion Locations: 2,977 Employees: 22,900 Headquarters: San Diego, CA

Jack in the Box Inc. (NASDAQ : JACK), based in San Diego, is a restaurant company that operates and franchises Jack in the Box restaurants, one of the nation's largest hamburger chains, with more than 2,200 restaurants in 21 states and Guam.

Jack in the Box corporation is a pioneer in the fast food industry. Major contributions include:

- » First major hamburger chain to develop and expand concept of drive-thru dining
- » First breakfast sandwich (1969)
- » First portable salad (1982)
- » First QSR chain to integrate video graphics in order-confirmation displays (1997)
- » First self-serve kiosks (2006)
- » First 100% Sirloin Burger (2007)

The subject property has been operating as Jack in the Box since 1966 – over 52 years of successful operation at the subject property.



LEASE ABSTRACT

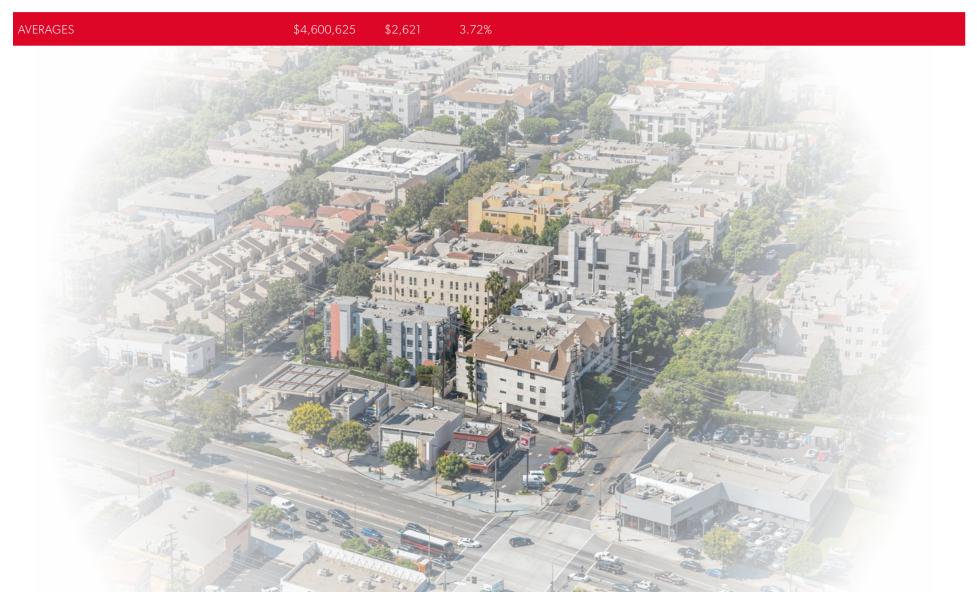
Address:	10961 & 10967 Santa Monica Blvd, Los Angeles, CA 90025
Tenant:	Jack In The Box
Lessee:	Jack In The Box, Inc. (Corporate Lease)
Туре:	Absolute NNN
Original Lease	March 17, 1966
Commencement:	
New 20 Year Lease	August 1, 2016
Commencement:	5
Lease Expiration:	July 31, 2036
Increases:	Twelve (12) % Increases Every Five (5) Years
Kick Out:	None
Options:	None
CAM Recovery:	Tenant is responsible for all common area maintenance
Tax Recovery:	Tenants pays prior to delinquency upon receipt from Landlord
Admin. Fee:	N/A
Mgmt. Fee Reimbursement:	N/A
Continuous Operation:	N/A
Co-Tenancy Clauses:	N/A
Estoppel:	Within ten (10) days of Landlord written notice.
Exclusives:	N/A
First Right of Refusal to Purchase:	None Known
Use:	Operation of a Jack In The Box restaurant business
Prop 13 Tax Protection:	Tenant participates in tax increase due to sale two (2) times during lease term. (Property has never been on the market prior to current sale campaign).
Percentage Rent:	None
Gross Sales Reporting:	Tenant reports annually.
Sublease/Assign:	Yes, with Landlord consent. Landlord entitled to 50% of any additional consideration received through subleasing
Utilities:	Tenant agrees to pay for all charges for water, gas, electricity, or other public/private utilities.
HVAC:	Tenant agrees that Landlord shall have no obligation to make any repairs or replacements to the Demised Premises whether structural or otherwise.
Repairs/Maintenance (Roof + Structure):	Tenant agrees that Landlord shall have no obligation to make any repairs or replacements to the Demised Premises whether structural or otherwise.

SALE COMPS

PROPERTY NAME/ ADDRESS	STATUS	SALE DATE	SALE PRICE	PRICE/SF BUILDING	CAP RATE	NOI/ANN. BASE RENT	BUILDING SIZE (SF)	LAND SIZE (SF)	LEASE TYPE	INCREASES	REMAINING LEASE TERM @ TIME OF SALE
STNL FAST FOOD : SOUT	HERN CALIFORM	NIA									
Del Taco 2423 Wilshire Blvd Santa Monica, CA	On Market	On Market	\$5,000,000	\$1,836	3.75%	\$187,500	2,724	8,816	Absolute NNN Ground Lease	10% / 5 Yrs.	20
Comments: New 20 year	ground lease wit	h no LL responsil	pility. The new leas	e commences at	close of escrow	ı (sale leaseback t	ransaction).				
Starbucks 14041 Beach Blvd Westminster, CA	On Market	On Market	\$4,143,000	\$1,950	3.50%	\$145,005	2,125	13,068	Absolute NNN Ground Lease	10% / 5 Yrs.	20
Comments: Under Const	ruction. New 20	Year Absolute NI	NN Starbucks Grou	und Lease. Corpo	orate Guarantee						
Starbucks 16404 Crenshaw Blvd Torrance, CA	On Market	On Market	\$5,280,000	\$4,125	3.75%	\$198,000	1,280	15,246	Absolute NNN Ground Lease	10% / 5 Yrs.	15
Comments: Corporate gu	aranteed Starbu	cks, Absolute NN	IN ground lease. 1	0% Increases eve	ery 5 years. Loca	ation has drive-thr	u with large out	door patio.			
Jack In The Box 28651 Marguerite Pky Ladera Ranch, CA	On Market	On Market	\$4,547,000	\$1,648	3.75%	\$170,513	2,759	18,295	Absolute NNN	10% / 5 Yrs.	15
Comments: Fee Simple (L this location.	and & Building).	Jack In The Box r	ecently extended 1	5 years. The tena	ant is a franchise	e. 10% rental incr	eases every 5 ye	ears throughout	initial term. Over	35 years of opera	ating history at
Chick-Fil-A 2207 Lincoln Blvd Santa Monica, CA	Sold	July-18	\$8,375,000	\$5,369	3.55%	\$297,313	1,560	12,314	Absolute NNN Ground Lease	10% / 5 Yrs.	20
Comments: Brand new C	hick-Fil-A on 20 y	ear NNN ground	l lease with 0 landl	ord responsibilit	ies. 10% rental i	ncreases every 5	years.				
Jack In The Box 6551 Lankershim Blvd North Hollywood, CA	Sold	April-18	\$2,010,000	\$1,340	3.53%	\$70,953	1,500	15,542	NNN	N/A	13
Comments: According to	sale comp recor	d Jack In The Box	corporate purchas	sed the property.	After the purch	ase Jack In The Bo	ox assigned the	NNN lease to a	franchise.		
Jack In The Box 12403 Washington PI Los Angeles, CA	Sold	June-17	\$3,250,000	\$1,991	3.89%	\$126,425	1,632	11,763	NNN	N/A	10
Comments: All cash buye	r. Jack In The Box	had just signed	a new 10 year lease	e expiring Decen	nber 31, 2026.						

PROPERTY NAME/ ADDRESS	STATUS	SALE DATE	SALE PRICE	PRICE/SF BUILDING	CAP RATE	NOI/ANN. BASE RENT	BUILDING SIZE (SF)	LAND SIZE (SF)	LEASE TYPE	INCREASES	REMAINING LEASE TERM @ TIME OF SALE
Coffee Bean & Tea Leaf 2525 Artesia Blvd Redondo Beach, CA	Sold	January-18	\$4,200,000	\$2,710	4.00%	\$168,000	1,550	13,068	NNN	10% / 5 Yrs.	20

Comments: Brand new 20 year NNN lease with corporate guarantee. 10% increases / 5 years. Fee simple ownership.





THE WESTSIDE AREA OVERVIEW

2018 POPULATION 598,471



2018 EMPLOYEES 520,136



2018 HOUSEHOLDS 273,797



2018 AVERAGE HOUSEHOLD INCOME \$143,813

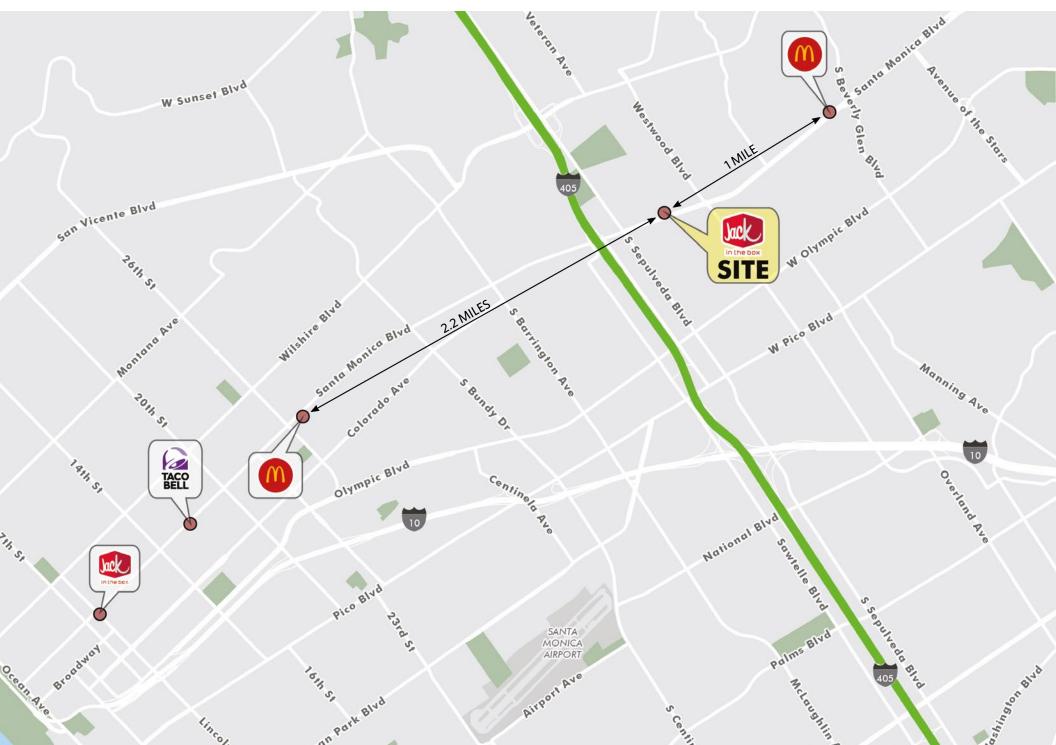


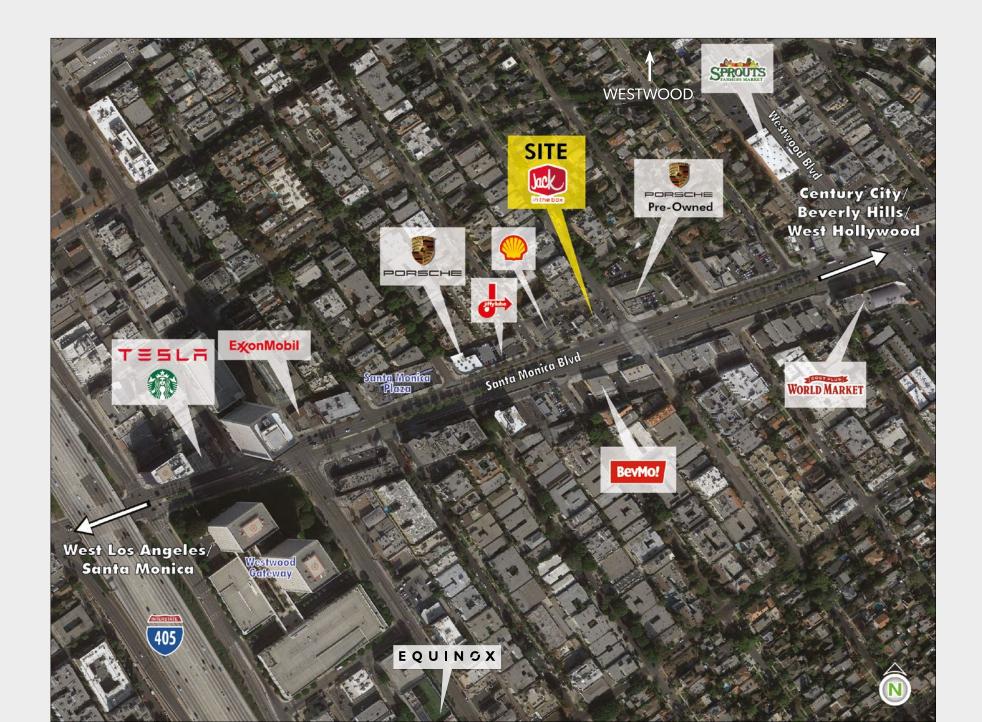
West Los Angeles (also known as the Westside) is among the most prosperous, trendy, glamourous, and interesting locations in the world. It is known for its unrivaled quality of life and is supported by a wide variety of residential neighborhoods, extensive shopping alternatives, first-class restaurants, leading educational centers, and cultural amenities that have attracted a diversified, highly educated, and immensely talented labor force to the area.

While there is no official geographical definition for the Westside the borders are most commonly recognized as the Santa Monica Mountains (north), Fairfax/La Cienega (east), LAX (south), and the Pacific Ocean (west). The West Los Angeles area includes the incorporated cities of Malibu, Santa Monica, Culver City, West Hollywood, and Beverly Hills. The area also encompasses numerous unincorporated communities located in the city of Los Angeles and Los Angeles County. Some of these communities include Pacific Palisades, Marina Del Rey, Playa Del Rey, Westwood, Bel Air, Brentwood, Sawtelle, West Los Angeles, Century City, Palms, Westchester, Baldwin Hills, and Hollywood.

- » Boasting some of the most affluent communities in all of Los Angeles the 2018 Westside Average Value of Owner Occupied Housing Units was \$1,249,144.
- » The Westside has a 2018 average household income of \$143,813, significantly higher than the Los Angeles County average.

SANTA MONICA BLVD DRIVE-THRU LOCATIONS





POPULATION

	1 Mile	2 Mlles	3 Mlles
2018 Population - Current Year Estimate	44,288	153,733	283,695
2023 Population - Five Year Projection	46,546	159,847	293,267
2010 Population - Census	41,902	146,186	270,701
2000 Population - Census	39,186	139,019	260,581
2010-2018 Annual Population Growth Rate	0.67%	0.61%	0.57%
2018-2023 Annual Population Growth Rate	1.00%	0.78%	0.67%
2018 Median Age	36.70	34.30	36.30
2018 Employees	46,258	222,496	313,098



HOUSEHOLDS

	1 Mile	2 Mlles	3 Mlles
2018 Households - Current Year Estimate	21,965	68,914	127,041
2023 Households - Five Year Projection	22,900	71,452	130,795
2010 Households - Census	21,128	66,355	122,664
2000 Households - Census	20,367	65,264	120,942
2010-2018 Annual Household Growth Rate	0.47%	0.46%	0.43%
2018-2023 Annual Household Growth Rate	0.84%	0.73%	0.58%
2018 Average Household Size	2.00	2.05	2.12

INCOME

	1 Mile	2 Mlles	3 Mlles
2018 Households	21,965	68,906	127,033
Under \$15,000	2,163	7,444	12,541
\$15,000-\$24,999	1,263	4,402	7,893
\$25,000-\$34,999	1,212	3,686	6,960
\$35,000-\$49,999	2,128	5,641	10,737
\$50,000-\$74,999	3,268	9,605	18,527
\$75,000-\$99,999	2,083	6,923	13,657
\$100,000-\$149,999	3,572	10,905	20,084
\$150,000-\$199,999	2,174	6,497	11,576
\$200,000 and Over	4,102	13,804	25,057
2018 Average Household Income	\$132,727	\$135,276	\$135,414
2023 Average Household Income	\$160,812	\$162,450	\$160,986

RACE AND ETHNICITY

1 Mile	2 Mlles	3 Mlles
44,288	153,733	283,695
27,778	96,881	182,645
998	3,986	10,596
10,621	35,350	55,813
146	465	1,026
55	183	375
1,833	7,702	16,843
2,858	9,166	16,397
4,939	19,905	42,315
25,253	86,687	161,142
	44,288 27,778 998 10,621 146 55 1,833 2,858 4,939	44,288153,73327,77896,8819983,98610,62135,350146465551831,8337,7022,8589,1664,93919,905

LANGUAGE

	1 Mile	2 Mlles	3 Mlles
2012-2016 Pop. 5+ by Language Spoken at Home	42,836	148,794	270,163
Only English	24,200	89,230	163,552
Spanish	3,761	15,534	32,163
Other Indo-European Language	8,281	21,495	38,839
Asian-Pacific Island Language	5,576	19,772	29,300
Other Language	1,017	2,763	6,309



HISPANIC ORIGINS

	1 Mile	2 Mlles	3 Mlles
2018 Hispanic Population	4,939	19,905	42,315
Hispanic: White	2,525	10,194	21,503
Hispanic: Black or African American	55	206	502
Hispanic: Asian	102	314	684
Hispanic: American Indian or Alaska Native	83	304	492
Hispanic: Pacific Islander	8	23	44
Hispanic: Other Race	1,713	7,254	15,816
Hispanic: Two or More Races	453	1,611	3,273



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