

# Toll Brothers Apartment Living® and PGIM Real Estate Announce Joint Venture to Develop 525-Unit Rental Community in Cambridge, MA

December 03, 2020

## JV Secures \$142 Million Construction Loan from Wells Fargo Bank, N.A. and BNY Mellon

FORT WASHINGTON, Pa., Dec. 03, 2020 (GLOBE NEWSWIRE) -- Toll Brothers, Inc. (NYSE: TOL) ([www.TollBrothers.com](http://www.TollBrothers.com)), the nation's leading builder of luxury homes, through its Toll Brothers Apartment Living® rental subsidiary, and PGIM Real Estate have announced the formation of a new joint venture to develop The Laurent, a 525-unit luxury apartment community in Cambridge, Massachusetts which will include 426 market rate and 99 affordable units. PGIM Real Estate is the real estate investment and financing business of PGIM, the \$1.4 trillion global investment management businesses of Prudential Financial, Inc. (NYSE: PRU).

The joint venture has secured a \$142 million construction loan facility from Wells Fargo Bank, N.A as Admin Agent, and BNY Mellon. The debt and equity financing were arranged by Toll Brothers' in-house Finance Department. Toll Brothers Apartment Living will manage the development, marketing, leasing and property management of The Laurent.

The Laurent is located in the urban, high barrier-to-entry, Alewife area of Cambridge. The Laurent provides exceptional mass transit and vehicular transportation access to downtown Boston, Harvard University, The Massachusetts Institute of Technology and the area's other world-class academic institutions as well as suburban tech corridors. The Laurent is a 7-story podium building situated on a 5.3-acre site. The community will offer luxury indoor amenities, including a resident lounge, co-working space, work-from-home offices, dining space with entertainment prep kitchen, bar and gaming area, media lounge, fitness center, package reception, pet spa, and underground parking. Outdoor amenities will include a roof terrace, outdoor saltwater pool with cabanas, outdoor gaming, grilling, dining and lounge spaces, and a dog run.

Charles Elliott, President of Toll Brothers Apartment Living, said, "As we expand our significant presence in New England into Cambridge, we are excited to join the robust and resilient submarket. This market continues to thrive on the strength of the area's world-class academic institutions that call this area home."

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Fred Cooper, Toll Brothers' Senior Vice President of Development and Investor Relations, said, "It is great to be partnering with PGIM Real Estate to develop The Laurent, a 525-unit community, which includes 99 much-needed affordable units."

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York, with whom we have long and multi-faceted relationships, for their vote of confidence in providing a significant loan at this unique moment for the multi-family sector.”

Frank Garcia, Managing Director and Portfolio Manager at PGIM Real Estate, said, “We are thrilled to partner again with Toll Brothers and have the opportunity to deliver best-in-class apartments to the Cambridge community. We’re also excited to add another attractive build-to-core investment to our U.S. core portfolio in a key strategic market that should continue to thrive given its strong, diverse economic demand drivers.”

Please visit [www.TollBrothersApartmentLiving.com](http://www.TollBrothersApartmentLiving.com) for future updates and information regarding the community.

## **ABOUT TOLL BROTHERS**

Toll Brothers, Inc., A FORTUNE 500 Company, is the nation's leading builder of luxury homes. The Company began business over fifty years ago in 1967 and became a public company in 1986. Its common stock is listed on the New York Stock Exchange under the symbol “TOL.” The Company serves first-time, move-up, empty-nester, active-adult, affordable luxury and second-home buyers, as well as urban and suburban renters. It operates in 24 states: Arizona, California, Colorado, Connecticut, Delaware, Florida, Georgia, Idaho, Illinois, Maryland, Massachusetts, Michigan, Nevada, New Jersey, New York, North Carolina, Oregon, Pennsylvania, South Carolina, Tennessee, Texas, Utah, Virginia, and Washington, as well as in the District of Columbia.

Toll Brothers builds an array of luxury residential single-family detached, attached home, master planned resort-style golf, and urban low-, mid-, and high-rise communities, principally on land it develops and improves. The Company acquires and develops rental apartment and commercial properties through Toll Brothers Apartment Living, Toll Brothers Campus Living, and the affiliated Toll Brothers Realty Trust, and develops urban low-, mid-, and high-rise for-sale condominiums through Toll Brothers City Living. The Company operates its own architectural, engineering, mortgage, title, land development and land sale, golf course development and management, and landscape subsidiaries. Toll Brothers operates its own alarm monitoring company through TBI Smart Home Solutions, a complete home technology division. In addition to providing security monitoring, TBI Smart Home Solutions offers homeowners a full range of low voltage options, allowing buyers to maximize the potential of technology in their new home. The Company also operates its own lumber distribution, house component assembly, and manufacturing operations. Through its Gibraltar Real Estate Capital joint venture, the Company provides builders and developers with land banking, non-recourse debt and equity capital.

In 2020, Toll Brothers was named World's Most Admired Home Building Company in Fortune magazine's survey of the World's Most Admired Companies®, the sixth year in a row it has been so honored. Toll Brothers has won numerous other awards, including Builder of the Year from both Professional Builder magazine and Builder magazine, the first two-time recipient from Builder magazine. The Company sponsors the Toll Brothers Metropolitan Opera International Radio Network, bringing opera to neighborhoods throughout the world. For more information visit [www.TollBrothers.com](http://www.TollBrothers.com).

## **ABOUT TOLL BROTHERS APAR**

Toll Brothers Apartment Living  
an award-winning Fortune 50  
Apartment Living is bringing the  
country to upscale urban and sub  
Los Angeles, New York, Philadelphia  
developed more than 6,400 units, has more than 4,100 units under management and controls a national pipeline of

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Toll Brothers, Inc. (NYSE: TOL),  
a leading builder of luxury homes. Toll Brothers  
serves first-time, move-up, empty-nester, active-adult,  
affordable luxury and second-home buyers throughout the  
country, including Atlanta, Boston, Dallas, and  
Washington, D.C. Toll Brothers Apartment Living has

more than 16,000 units. Toll Brothers Apartment Living communities combine the energy of vibrant locations with unparalleled amenities, resident services, design, and the expertise of the nation's leading builder of luxury homes. For more information visit [www.TollBrothersApartmentLiving.com](http://www.TollBrothersApartmentLiving.com)

## ABOUT PGIM REAL ESTATE

As one of the largest real estate managers in the world with \$182.5 billion in gross assets under management and administration<sup>1</sup>, PGIM Real Estate strives to deliver exceptional outcomes for investors and borrowers through a range of real estate equity and debt solutions across the risk-return spectrum. PGIM Real Estate is a business of PGIM, the \$1.4 trillion global asset management business of Prudential Financial, Inc. (NYSE: PRU).

PGIM Real Estate's rigorous risk management, seamless execution, and extensive industry insights are backed by a 50-year legacy of investing in commercial real estate, a 140-year history of real estate financing<sup>2</sup>, and the deep local expertise of professionals in 32 cities globally. Through its investment, financing, asset management, and talent management approach, PGIM Real Estate engages in practices that ignite positive environmental and social impact, while pursuing activities that strengthen communities around the world. For more information visit [www.pgimrealestate.com](http://www.pgimrealestate.com).

<sup>1</sup>As of September 30, 2020. Net AUM is \$121.3 billion and AUA is \$40.4 billion.

<sup>2</sup>Includes legacy lending through PGIM's parent company, PFI.

## ***Toll Brothers' Forward-Looking Statements***

This release contains or may contain forward-looking statements within the meaning of Section 27A of the Securities Act and Section 21E of the Exchange Act. One can identify these statements by the fact that they do not relate to matters of a strictly historical or factual nature and generally discuss or relate to future events. These statements contain words such as "anticipate," "estimate," "expect," "project," "intend," "plan," "believe," "may," "can," "could," "might," "should," "will" and other words or phrases of similar meaning. Such statements may include, but are not limited to, information related to market conditions; demand for our homes; anticipated operating results; home deliveries; financial resources and condition; changes in revenues; changes in profitability; changes in margins; changes in accounting treatment; cost of revenues; selling, general and administrative expenses; interest expense; inventory write-downs; home warranty and construction defect claims; unrecognized tax benefits; anticipated tax refunds; sales paces and prices; effects of home buyer cancellations; growth and expansion; joint ventures in which we are involved; anticipated results from our investments in unconsolidated entities; the ability to acquire land and pursue real estate opportunities; the ability to gain approvals and open new communities; the ability to sell homes and properties; the ability to deliver homes from backlog; the ability to start or complete projects, whether or not through joint ventures; the ability to secure materials and subcontractors; the ability to produce the liquidity and capital necessary to expand and take advantage of opportunities; and legal proceedings, investigations and claims.

Any or all of the forward-looking guarantees of future performance assumptions or as a consequence of reports or public statements made in the environment, will be important materially from those that might

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statements made by us are not necessarily as accurate as they may occur as a result of incorrect assumptions. Many factors mentioned in our forward-looking statements, including regulation, and the competitive environment, may cause actual results to differ materially from those that might be expected.

The factors that could cause actual results to differ from those expressed or implied by our forward-looking statements include, among others: the impact of the COVID-19 pandemic on the economy and the housing industry; demand fluctuations in the housing industry; adverse changes in economic conditions in markets where we conduct our operations and where prospective purchasers of our homes live; increases in cancellations of existing agreements of sale; the competitive environment in which we operate; changes in interest rates or our credit ratings; the availability of capital; uncertainties in the capital and securities markets; the ability of customers to obtain financing for the purchase of homes; the availability and cost of land for future growth; the ability of the participants in various joint ventures to honor their commitments; effects of governmental legislation and regulation; effects of increased taxes or governmental fees; weather conditions; the availability and cost of labor and building and construction materials; the cost of raw materials; the outcome of various product liability claims, litigation and warranty claims; the effect of the loss of key management personnel; changes in tax laws and their interpretation; construction delays; and the seasonal nature of our business. For a more detailed discussion of these factors, see the risk factors in the information under the captions "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" in our most recent periodic reports filed on Forms 10-K and 10-Q with the SEC.

From time to time, forward-looking statements also are included in our periodic reports on Forms 10-K, 10-Q and 8-K, in press releases, in presentations, on our website and in other materials released to the public.

This discussion is provided as permitted by the Private Securities Litigation Reform Act of 1995, and all of our forward-looking statements are expressly qualified in their entirety by the cautionary statements contained or referenced in this section.

Forward-looking statements speak only as of the date they are made. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

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A photo accompanying this announcement is available at  
<https://www.globenewswire.com/NewsRoom/AttachmentNg/51488d95-7de0-489b-889f-c6b2fe5f9bb1>

**Toll Brothers**  
AMERICA'S LUXURY HOME BUILDER<sup>®</sup>

Source: Toll Brothers, Inc.

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Boston, Massachusetts



Toll Brothers, America's Luxury Home Builder

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