

News Release

PS Business Parks, Inc.
701 Western Avenue
P.O. Box 25050
Glendale, CA 91221-5050
www.psbusinessparks.com

For Release:	Immediately
Date:	September 21, 2001
Contact:	Mr. Jack Corrigan (818) 244-8080, Ext. 663

Glendale, California - PS Business Parks, Inc. (AMEX: PSB), announced today the completion of a private placement of preferred operating partnership units totaling \$53 million by its operating partnership, PS Business Parks, L.P. ("PSBPLP").

PSBPLP completed a \$53 million private placement of 9¼% Series E Cumulative Redeemable Preferred Units to GSEP 2001 Realty Corp. with Goldman Sachs acting as the placement agent. The Series E Preferred Units are exchangeable after 10 years by the holders into 9¼% Series E Cumulative Redeemable Preferred Stock of PS Business Parks, Inc. on a one-for-one basis. The Preferred Units are callable by the Partnership after five years, have no stated maturity or mandatory redemption and are subordinate to all debt. Proceeds will be used for investment in real estate.

Company Information

PSB is a self-advised and self-managed equity real estate investment trust specializing in the ownership, management, acquisition, development and redevelopment of business parks containing principally office "flex" space. The Company defines "flex" space as buildings that are configured with a combination of office and warehouse space and can be designed to fit an almost limitless number of uses (including office, assembly, showroom, laboratory, light manufacturing and warehouse under one roof). As of September 21, 2001, PSB had interests in approximately 13.3 million net rentable square feet of commercial space with approximately 3,500 customers located in 9 states, concentrated primarily in California (5,043,000 sq. ft.), Texas (2,881,000 sq. ft.), Oregon (1,191,000 sq. ft.), Virginia (2,480,000 sq. ft.) and Maryland (866,000 sq. ft.).

Additional information about PS Business Parks, Inc. is available on the Internet. The Company's web site is www.psbusinessparks.com.