

ARMADA HOFFLER PROPERTIES, INC.

ANTI-HEDGING POLICY

Armada Hoffler Properties, Inc. (the "**Company**") considers it inappropriate for any director, officer or employee to enter into a transaction in Company securities that is designed to hedge (*i.e.*, eliminate or reduce) the risks of ownership of Company securities. Such a transaction potentially separates the holder's economic interests from the economic interests of other Company stockholders. Therefore, the Company prohibits the purchase or sale of puts, calls, options or other derivative securities based on the Company's securities by any of its directors or employees (or any designee of any of them). This policy also prohibits hedging or monetization transactions, such as forward sale contracts, in which the stockholder owns the underlying Company security without all the risks of ownership.