

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

**Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): May 13, 2016

Phillips Edison Grocery Center REIT I, Inc.
(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction
of incorporation)

000-54691
(Commission
File Number)

27-1106076
(IRS Employer
Identification No.)

11501 Northlake Drive
Cincinnati, Ohio 45249
(Address of principal executive offices, including zip code)

(513) 554-1110
(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 2.02. Results of Operations and Financial Condition.**Item 7.01. Regulation FD Disclosure.**

As a reminder, Phillips Edison Grocery Center REIT I, Inc. (the “Company”) will host a conference call on Friday, May 13, 2016, at 12:00 pm Eastern Daylight Time. Participants can register for the conference by navigating to <http://dpreregister.com/10086052>. Callers who pre-register will be given dial-in instructions and a unique PIN to gain access to the call. Participants may pre-register at any time prior to the call and will immediately receive simple instructions via email. The call will also be automatically scheduled as an Outlook calendar event. Additionally, participants should register to view the accompanying webcast presentation by using the following link a few minutes prior to the call: <http://services.choruscall.com/links/peco160513>. A copy of the webcast presentation is furnished as Exhibit 99.1 to this Current Report on Form 8-K.

The information in this Current Report on Form 8-K, including Exhibit 99.1, is furnished to the Securities and Exchange Commission (“SEC”), and shall not be deemed to be “filed” with the SEC for any purpose, including for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that section and shall not be deemed to be incorporated by reference into any filing under the Securities Act of 1933, as amended, regardless of any general incorporation language in such filing.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

Exhibit Number	Description of Exhibit
99.1	Stockholder Presentation, dated May 13, 2016

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PHILLIPS EDISON GROCERY CENTER REIT I, INC.

Date: May 13, 2016

By: /s/ R. Mark Addy
R. Mark Addy
President and Chief Operating Officer

EXHIBIT INDEX

**Exhibit
Number**

Description of Exhibit

99.1

Stockholder Presentation, dated May 13, 2016



Phillips Edison Grocery Center REIT I, Inc. First Quarter 2016 Results

www.grocerycenterREIT1.com
888.518.8073

Agenda

R. Mark Addy - President and COO

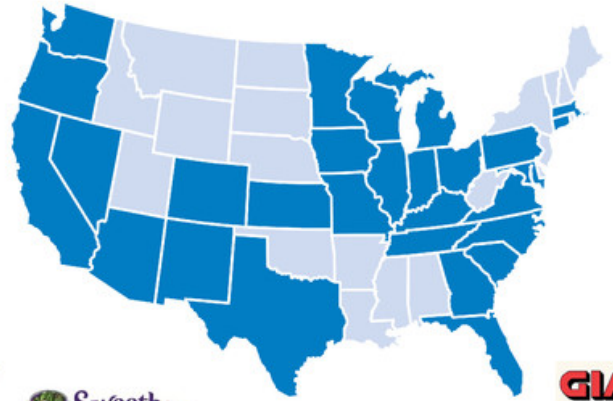
- Portfolio & Results
- Financials
- Strategy

Forward-Looking Statement Disclosure

This presentation and the corresponding call may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements include, but are not limited to, statements related to the Company's expectations regarding the performance of its business, its financial results, its liquidity, capital resources and debt profile, the Company's estimated value per share of its common stock, the funding available under its share repurchase program and other non-historical statements. You can identify these forward-looking statements by the use of words such as "outlook," "believes," "expects," "potential," "continues," "may," "will," "should," "seeks," "approximately," "projects," "predicts," "intends," "plans," "estimates," "anticipates" or the negative version of these words or other comparable words. Such forward-looking statements are subject to various risks and uncertainties, such as the risks that retail conditions may adversely affect our base rent and, subsequently, our income, and that our properties consist primarily of retail properties and our performance, therefore, is linked to the market for retail space generally, as well as other risks described under the section entitled "Risk Factors" in the Company's Annual Report on Form 10-K for the year ended December 31, 2015, and the Company's Quarterly Report on Form 10-Q for the quarter ended March 31, 2016, as such factors may be updated from time to time in the Company's periodic filings with the SEC, which are accessible on the SEC's website at www.sec.gov. Accordingly, there are or will be important factors that could cause actual outcomes or results to differ materially from those indicated in these statements. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this presentation, the corresponding call and in the Company's filings with the SEC. The Company undertakes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise.

Q1 2016 Portfolio Highlights

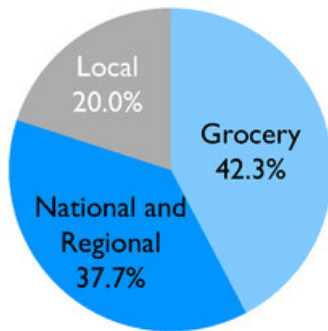
- **147** properties
- **28** states
- **24** leading grocery anchors
- **15.6 million** square feet
- **95.8%** occupied
- **80%** of rents from grocer, national and regional tenants



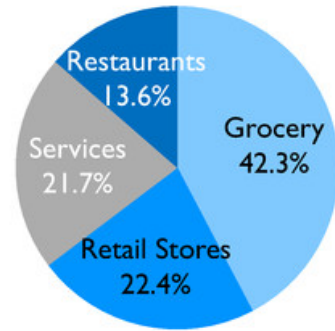
Information as of 3/31/2016.

Q1 2016 Portfolio Results

Annualized Effective Rent by Tenant Type



Annualized Effective Rent by Tenant Industry



Top 5 Grocers by % of Annualized Effective Rent (AER)

Grocer	% of AER	# of Locations
Kroger	8.9%	37
Publix	8.0%	31
Albertsons-Safeway	4.5%	13
Ahold USA	3.5%	6
Giant Eagle	3.0%	7

We calculate annualized effective rent as monthly contractual rent as of March 31, 2016, multiplied by 12 months, less any tenant concessions.

Q1 2016 Same-Center Net Operating Income

Strong Same-Center NOI Growth*

(in 000s)	Three Months Ended March 31,		\$ Change	% Change
	2016	2015		
Revenues:				
Rental income ⁽¹⁾	\$ 42,076	\$ 40,622	\$ 1,454	
Tenant recovery income	14,556	13,173	1,383	
Other property income	146	298	(152)	
	<u>56,778</u>	<u>54,093</u>	<u>2,685</u>	5.0%
Operating expenses:				
Property operating expenses	9,277	9,454	(177)	
Real estate taxes	8,438	7,540	898	
	<u>17,715</u>	<u>16,994</u>	<u>721</u>	4.2%
Total Same-Center NOI	<u>\$ 39,063</u>	<u>\$ 37,099</u>	<u>\$ 1,964</u>	5.3%

*Represents 133 properties that we owned and operational for the entire portion of both comparable reporting periods, excluding properties classified as redevelopment during either of the periods presented.

⁽¹⁾ Excludes straight-line rental income and the net amortization of above- and below-market leases.

Q1 2016 Financials

<i>(In 000s)</i>	Three Months Ended March 31,		\$ Change
	2016	2015	
Net Income Attributable to Stockholders	\$ 2,219	\$ 4,971	\$ (2,752)
Funds from Operations (FFO)	\$ 27,538	\$ 29,367	\$ (1,829)
Modified Funds from Operations (MFFO)	\$ 25,842	\$ 29,170	\$ (3,328)

Prudent Debt Strategy

- Debt to Enterprise Value: **29.8%***
- Weighted-Average Interest Rate: **3.5%**
- Weighted-Average Years to Maturity: **3.5**
- Fixed-rate debt: **82.2%**
- Variable-rate debt: **17.8%**

*Calculated as net debt (total debt, excluding below-market debt adjustments and deferred financing costs, less cash and cash equivalents) as a percentage of enterprise value (equity value, calculated as total common shares and OP units outstanding multiplied by the estimated value per share of \$10.20, plus net debt).

Company Updates

- Reaffirmed est. NAV/share of \$10.20 as of March 31, 2016*
- Tender Offer**
- Share Repurchase Program Status

* Please note that the estimated value per share is not intended to represent an enterprise or liquidation value of our company. It is important to remember that the estimated value per share may not reflect the amount you would obtain if you were to sell your shares or if we liquidated our assets. Further, the estimated NAV per share is as of a moment in time, and the value of our shares and assets may change over time as a result of several factors including, but not limited to, future acquisitions or dispositions, other developments related to individual assets, and changes in the real estate and capital markets, and we do not undertake to update the estimated NAV per share to account for any such events. You should not rely on the estimated NAV per share as being an accurate measure of the then-current value of your shares in making a decision to buy or sell your shares, including whether to participate in our dividend reinvestment plan or our share repurchase program. For a description of the methodology and assumptions used to determine the estimated NAV per share, see Item 5 of our Annual Report on Form 10-K for the year ended December 31, 2015.

**This presentation is for informational purposes only and is not an offer to buy or the solicitation of an offer to sell any securities of the Company. The full details of the Company's self-tender offer, including complete instructions on how to tender shares, are included in the Offer to Purchase, the Letter of Transmittal and other related materials that have been distributed to stockholders and have been filed with the SEC. Stockholders may obtain free copies of the Offer to Purchase, the Letter of Transmittal and other related materials that the Company has filed with the SEC at the SEC's website at <http://www.sec.gov> or by calling DST Systems, Inc., the information agent for the tender offer, at 844-417-4162. Questions and requests for assistance by stockholders may be directed to DST Systems, Inc. at 844-417-4162. In addition, stockholders may obtain free copies of the Company's filings with the SEC from the Company's website at <http://www.grocerycenterreit.com>.

Summary

- Strong start to 2016
- Strategic focus on property acquisitions
- Value creation for shareholders



Appendix

Reconciliation of Non-GAAP Financials

We present Same-Center Net Operating Income ("Same-Center NOI") as a supplemental measure of our performance. We define Net Operating Income ("NOI") as total operating revenues less property operating expenses, real estate taxes, and non-cash revenue items. Same-Center NOI represents the NOI for the 133 properties that were owned and operational for the entire portion of both comparable reporting periods, except for those properties we classify as redevelopment during either of the periods presented. A property is removed from the same-center pool and classified as redevelopment when it is being repositioned in the market and such repositioning is expected to have a significant impact on property operating income. While there is judgment surrounding changes in designations, once a redevelopment property has stabilized, it is typically moved to the same-center pool the following year. Currently, we have identified five properties that we classify as redevelopment properties. We believe that NOI and Same-Center NOI provide useful information to our investors about our financial and operating performance because each provides a performance measure of the revenues and expenses directly involved in owning and operating real estate assets and provides a perspective not immediately apparent from net income. Because Same-Center NOI excludes the change in NOI from properties acquired after December 31, 2014 and those considered redevelopment properties, it highlights operating trends such as occupancy levels, rental rates, and operating costs on properties that were operational for both comparable periods. Other REITs may use different methodologies for calculating Same-Center NOI, and accordingly, our Same-Center NOI may not be comparable to other REITs.

Same-Center NOI should not be viewed as an alternative measure of our financial performance since it does not reflect the operations of our entire portfolio, nor does it reflect the impact of general and administrative expenses, acquisition expenses, interest expense, depreciation and amortization, other income, or the level of capital expenditures and leasing costs necessary to maintain the operating performance of our properties that could materially impact our results from operations.

The table below is a comparison of the Same-Center NOI for the quarter ended March 31, 2016, to the quarter ended March 31, 2015 (in thousands):

(in 000s)	2016	2015	\$ Change	% Change
Revenues:				
Rental income ⁽¹⁾	\$ 42,076	\$ 40,622	\$ 1,454	
Tenant recovery income	14,556	13,173	1,383	
Other property income	146	298	(152)	
	<u>56,778</u>	<u>54,093</u>	<u>2,685</u>	<u>5.0%</u>
Operating expenses:				
Property operating expenses	9,277	9,454	(177)	
Real estate taxes	8,438	7,540	898	
	<u>17,715</u>	<u>16,994</u>	<u>721</u>	<u>4.2%</u>
Total Same-Center NOI	\$ 39,063	\$ 37,099	\$ 1,964	5.3%

⁽¹⁾ Excludes straight-line rental income and the net amortization of above- and below-market leases.

Reconciliation of Non-GAAP Financials

Below is a reconciliation of net income (loss) to Same-Center NOI for the three months ended March 31, 2016 and 2015 (in thousands):

	2016	2015
Net income	\$ 2,253	\$ 5,039
Adjusted to exclude:		
Interest expense, net	7,759	6,794
Other expense, net	116	120
General and administrative expenses	7,553	2,362
Acquisition expenses	20	1,735
Depreciation and amortization	25,706	24,730
Net amortization of above- and below-market leases	(272)	(178)
Straight-line rental income	(911)	(1,244)
NOI	42,224	39,358
Less: NOI from centers excluded from Same-Center	(3,161)	(2,259)
Total Same-Center NOI	\$ 39,063	\$ 37,099

Funds from Operations and Modified Funds from Operations

Funds from operations ("FFO") is a non-GAAP performance financial measure that is widely recognized as a measure of REIT operating performance. We use FFO as defined by the National Association of Real Estate Investment Trusts ("NAREIT") to be net income, computed in accordance with accounting principles generally accepted in the United States of America ("GAAP") excluding extraordinary items, as defined by GAAP, and gains (or losses) from sales of depreciable real estate property (including deemed sales and settlements of pre-existing relationships), plus depreciation and amortization on real estate assets and impairment charges, and after related adjustments for unconsolidated partnerships, joint ventures and noncontrolling interests. We believe that FFO is helpful to our investors and our management as a measure of operating performance because, when compared year to year, it reflects the impact on operations from trends in occupancy rates, rental rates, operating costs, development activities, general and administrative expenses, and interest costs, which are not immediately apparent from net income.

Reconciliation of Non-GAAP Financials

Since the definition of FFO was promulgated by NAREIT, GAAP has expanded to include several new accounting pronouncements, such that management and many investors and analysts have considered the presentation of FFO alone to be insufficient. Accordingly, in addition to FFO, we use modified funds from operations ("MFFO"), which excludes from FFO the following items:

- acquisition fees and expenses;
- straight-line rent amounts, both income and expense;
- amortization of above- or below-market intangible lease assets and liabilities;
- amortization of discounts and premiums on debt investments;
- gains or losses from the early extinguishment of debt;
- gains or losses on the extinguishment of derivatives, except where the trading of such instruments is a fundamental attribute of our operations;
- gains or losses related to fair-value adjustments for derivatives not qualifying for hedge accounting;
- losses related to the vesting of Class B units issued to PE-NTR and our previous advisor, American Realty Capital II Advisors, LLC ("ARC"), in connection with asset management services provided; and
- adjustments related to the above items for joint ventures and noncontrolling interests and unconsolidated entities in the application of equity accounting.

We believe that MFFO is helpful in assisting management and investors with the assessment of the sustainability of operating performance in future periods and, in particular, after our acquisition stage is complete, because MFFO excludes acquisition expenses that affect operations only in the period in which the property is acquired. Thus, MFFO provides helpful information relevant to evaluating our operating performance in periods in which there is no acquisition activity.

Reconciliation of Non-GAAP Financials

Many of the adjustments in arriving at MFFO are not applicable to us. Nevertheless, as explained below, management's evaluation of our operating performance may also exclude items considered in the calculation of MFFO based on the following economic considerations.

- *Adjustments for straight-line rents and amortization of discounts and premiums on debt investments*—GAAP requires rental receipts and discounts and premiums on debt investments to be recognized using various systematic methodologies. This may result in income recognition that could be significantly different than underlying contract terms. By adjusting for these items, MFFO provides useful supplemental information on the realized economic impact of lease terms and debt investments and aligns results with management's analysis of operating performance. The adjustment to MFFO for straight-line rents, in particular, is made to reflect rent and lease payments from a GAAP accrual basis to a cash basis.
- *Adjustments for amortization of above- or below-market intangible lease assets*—Similar to depreciation and amortization of other real estate-related assets that are excluded from FFO, GAAP implicitly assumes that the value of intangibles diminishes ratably over the lease term and should be recognized in revenue. Since real estate values and market lease rates in the aggregate have historically risen or fallen with market conditions, and the intangible value is not adjusted to reflect these changes, management believes that by excluding these charges, MFFO provides useful supplemental information on the performance of the real estate.
- *Gains or losses related to fair-value adjustments for derivatives not qualifying for hedge accounting*—This item relates to a fair value adjustment, which is based on the impact of current market fluctuations and underlying assessments of general market conditions and specific performance of the holding, which may not be directly attributable to current operating performance. As these gains or losses relate to underlying long-term assets and liabilities, management believes MFFO provides useful supplemental information by focusing on the changes in core operating fundamentals rather than changes that may reflect anticipated, but unknown, gains or losses.
- *Adjustment for gains or losses related to early extinguishment of derivatives and debt instruments*—Similar to extraordinary items excluded from FFO, these adjustments are not related to continuing operations. By excluding gains or losses related to early extinguishment of derivatives and debt instruments and write-offs of unamortized deferred financing fees, management believes that MFFO provides supplemental information related to sustainable operations that will be more comparable between other reporting periods and to other real estate operators.

Neither FFO nor MFFO should be considered as an alternative to net income or income from continuing operations under GAAP, nor as an indication of our liquidity, nor is either of these measures indicative of funds available to fund our cash needs, including our ability to fund distributions. MFFO may not be a useful measure of the impact of long-term operating performance on value if we do not continue to operate our business plan in the manner currently contemplated.

Accordingly, FFO and MFFO should be reviewed in connection with other GAAP measurements. FFO and MFFO should not be viewed as more prominent measures of performance than our net income or cash flows from operations prepared in accordance with GAAP. Our FFO and MFFO as presented may not be comparable to amounts calculated by other REITs.

The following section presents our calculation of FFO and MFFO and provides additional information related to our operations. As a result of the timing of the commencement of our initial public offering and our active real estate operations, FFO and MFFO are not relevant to a discussion comparing operations for the periods presented.

Reconciliation of Non-GAAP Financials

(in 000s)	2016	2015
Calculation of FFO		
Net income (loss) attributable to stockholders	\$ 2,219	\$ 4,971
Adjustments:		
Depreciation and amortization of real estate assets	25,706	24,730
Noncontrolling interest	(387)	(334)
FFO attributable to common stockholders	<u>\$ 27,538</u>	<u>\$ 29,367</u>
Calculation of MFFO		
FFO attributable to common stockholders	\$ 27,538	\$ 29,367
Adjustments:		
Acquisition expenses	20	1,735
Net amortization of above- and below-market leases	(272)	(178)
Write-off of unamortized deferred financing fees	(12)	47
Straight-line rental income	(899)	(1,244)
Amortization of market debt adjustment	(612)	(607)
Change in fair value of derivatives	53	47
Noncontrolling interest	26	3
MFFO attributable to common stockholders	<u>\$ 25,842</u>	<u>\$ 29,170</u>
Earnings per common share:		
Basic:		
Weighted-average common shares outstanding	182,246	182,988
Net income (loss) per share	\$ 0.01	\$ 0.03
FFO per share	0.15	0.16
MFFO per share	0.14	0.16
Diluted:		
Weighted-average common shares outstanding	185,031	185,495
Net income (loss) per share	\$ 0.01	\$ 0.03
FFO per share	0.15	0.16
MFFO per share	0.14	0.16



Thank You

www.grocerycenterREIT1.com
888.518.8073

