

Allied Properties Real Estate Investment Trust files final prospectus for \$50 million initial public offering

TORONTO, Feb. 7 /CNW/ - Allied Properties Real Estate Investment Trust (the "REIT") announced today that it has filed its final prospectus in each of the provinces of Canada in connection with its initial public offering of 5,000,000 Units at \$10 per Unit for aggregate proceeds of \$50,000,000. The offering, which is scheduled to close on or about February 20, 2003, is being underwritten by a syndicate of underwriters led by Scotia Capital Inc. and includes BMO Nesbitt Burns Inc., RBC Dominion Securities Inc., TD Securities Inc. and HSBC Securities (Canada) Inc. In connection with the offering, the REIT has granted to the underwriters an option, exercisable in whole or in part for a period of 30 days after closing of the offering, to purchase an additional 300,000 Units on the same terms solely to cover over-allotments, if any.

The Toronto Stock Exchange has conditionally approved the listing of the Units of the REIT for trading under the symbol "AP.UN", subject to the REIT fulfilling all of the requirements of the Toronto Stock Exchange.

The REIT will use the proceeds from its initial public offering, together with the issuance of 1,043,902 Units, to acquire a portfolio of 14 urban office properties located in Toronto comprising approximately 819,553 square feet of gross leasable area in aggregate from a number of vendors.

The REIT is an unincorporated, closed-ended real estate investment trust governed by the laws of the Province of Ontario. The REIT will provide an opportunity to invest, through a tax efficient Canadian real estate investment trust structure, in a portfolio of Class I urban office properties located in the downtown Toronto office market.

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