

Allied Properties Real Estate Investment Trust closes \$50 million initial public offering

TORONTO, Feb. 20 /CNW/ - Allied Properties Real Estate Investment Trust (TSX:AP.UN) (the "REIT") announced today that it has successfully closed its initial public offering of 5,000,000 units at \$10.00 per unit for aggregate gross proceeds of \$50,000,000. The offering was underwritten by a syndicate of underwriters led by Scotia Capital Inc. and including 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 REIT has used 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.

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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For further information: Michael R. Emory, President and Chief Executive Officer, (416) 977-9002, memory@alliedproperties.ca