



**ALLIED PROPERTIES REAL ESTATE INVESTMENT TRUST ANNOUNCES
CLOSING OF CLASS I OFFICE PROPERTY ACQUISITION IN TORONTO**

Toronto, May 7, 2009 -- Allied Properties REIT (TSX:AP.UN) announced today that it has closed the acquisition of 860 Richmond Street West, Toronto, following the rectification by the vendor of a minor title issue that was a precondition to closing. The acquisition was the final component of a portfolio acquisition announced and otherwise completed in the second quarter of 2008.

Allied Properties REIT is the leading provider of Class I office space in Canada, with portfolio assets in the urban areas of Toronto, Montreal, Winnipeg, Quebec City and Kitchener. Its objectives are to provide stable and growing cash distributions to unitholders and to maximize unitholder value through effective management and accretive portfolio growth.

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FOR FURTHER INFORMATION, PLEASE CONTACT:
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