



DUNDEE REIT BOUGHT DEAL

FOR IMMEDIATE RELEASE

Toronto, January 19, 2004, DUNDEE REIT (D.UN – TSX) today announced that it has entered into an agreement to issue 4,125,000 REIT Units, Series A at a price of \$24.25 per unit to a syndicate of underwriters led by TD Securities Inc. and Scotia Capital Inc. and including Dundee Securities Corporation for gross proceeds of \$100,031,250. In addition, the syndicate has the option, for a period of 30 days after the closing, to purchase up to an additional 412,000 Units, which, if exercised, would increase the offering to \$110,022,250. The offering is scheduled to close on February 19, 2004 and is subject to regulatory approval. In connection with the offering, Dundee REIT has filed a preliminary prospectus in each of the provinces of Canada.

Dundee REIT intends to use the net proceeds of this offering for general purposes, including the financing of the recently announced acquisition of 1.525 million square feet of newly constructed office, industrial and flex space in the Calgary and Toronto markets.

The units being offered have not been and will not be registered under the United States Securities Act of 1933 and accordingly will not be offered, sold or delivered, directly or indirectly within the United States, its possessions and other areas subject to its jurisdiction or to, or for the account or for the benefit of a U.S. person, except in limited circumstances.

Dundee REIT is an unincorporated, open-ended real estate investment trust. We are a provider of high quality, affordable business premises. We focus on owning, acquiring, leasing and managing mid-sized urban and suburban office and industrial properties in Canada. Our diversified portfolio consists of approximately 11.7 million square feet of gross leasable area, located primarily in our target markets of Toronto, Ottawa, Montréal, Calgary and Edmonton. Our portfolio is well diversified by asset type, geographic location and tenant mix. For more information, please visit www.dundeereit.com.

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For further information, please contact:

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