



**RE: SL Green Realty Corp (“SL Green Realty Corp” or the “Company”)  
2006 Common Stock Dividend Allocation**

January 15, 2007

Dear Investor:

In response to the request for a breakdown of our 2006 declared/paid dividends between income, capital gains and return of capital on our Common Stock, the following represents the allocation that supports your Form 1099.

The total amount of cash distributions to be reported on the 2006 Form 1099 is \$2.50 per share of which \$1.839183 per share is taxable as ordinary dividend income and \$0.660817 is taxable as long-term capital gains.

For the 2006 tax year, the Company declared/paid cash distributions to its shareholders as follows (all per share amounts):

| <u>Date Of Declaration</u> | <u>Date of Payment</u> | <u>Amount Declared</u> | <u>2006 Amount Distributed</u> | <u>Amount Deemed Distributed In 2006</u> | <u>Ordinary Taxable Income</u> | <u>Long Term Capital Gains</u> |
|----------------------------|------------------------|------------------------|--------------------------------|--|--------------------------------|--------------------------------|
| 12/02/2005                 | 1/17/2006              | \$0.600000             | \$0.600000                     | -  | -                              | -                              |
| 03/23/2006                 | 4/14/2006              | 0.600000               | 0.600000                       | \$0.600000                               | \$0.441404                     | \$0.158596                     |
| 06/16/2006                 | 7/14/2006              | 0.600000               | 0.600000                       | 0.600000                                 | 0.441404                       | 0.158596                       |
| 09/21/2006                 | 10/13/2006             | 0.600000               | 0.600000                       | 0.600000                                 | 0.441404                       | 0.158596                       |
| 12/04/2006                 | 1/12/2007              | 0.700000               | 0.000000                       | 0.700000                                 | 0.514971                       | 0.185029                       |
| Total                      |                        | \$3.100000             | \$2.400000                     | \$2.500000                               | \$1.839183                     | \$0.660817                     |

The difference between the dividend actually distributed in 2006 (\$2.40/share) and the dividend deemed distributed in 2006 (\$2.50) totals \$0.10 per share. This results from the January 2006 dividend payment (\$0.60) that was deemed to have been paid in 2005 and the January 2007 dividend payment (\$0.70) that was deemed to have been paid in 2006. For tax purposes, a distribution declared in the fourth quarter of a tax year and paid in the first month of the subsequent tax year is treated as paid in the prior year to the extent of the Company’s earnings. As a result, the distribution of \$0.70 per share which was declared in December 2006, but paid in January 2007, will be treated as paid in 2006. The taxable nature of the \$0.70 per share distribution declared in 2006 (but paid in 2007) consists of \$0.514971 of ordinary income and \$0.185029 of long-term capital gains.

The \$1.839183 of ordinary income represents \$1.324212 per share from dividends paid in 2006 and \$0.514971 per share from dividends paid in 2007. The \$0.660817 of long-term capital gains represents \$0.475788 per share from dividends paid in 2006 and \$0.185029 per share from dividends paid in 2007.

Of the \$1.839183 amount reported as ordinary dividend, \$0.084464 represents short-term capital gain dividends. There is no amount that is a qualified dividend. Of the \$0.660817 amount reported as long-term capital gains, the amount that is Unrecaptured Section 1250 gain is \$0.036388 per share.

If you should have any questions or need further information, please feel free to call me at (212) 594-2700.

Sincerely

*Gregory F. Hughes*

Gregory F. Hughes  
Chief Financial Officer



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