



**RE: SL Green Realty Corp (“SL Green Realty Corp” or the “Company”)
2007 Preferred D Stock Dividend Allocation**

January 15, 2008

Dear Investor:

In response to the request for a breakdown of our 2007 declared/paid dividends between income, capital gains and return of capital on our Series D Preferred Stock, the following represents the allocation that supports your Form 1099.

The total amount of cash distributions to be reported on the 2007 Form 1099 is \$1.9688 per share of which \$1.631352 per share is taxable as ordinary dividend income and \$0.337448 is taxable as long-term capital gains.

For the 2007 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>2007 Amount Distributed</u>	<u>Amount Deemed Distributed In 2007</u>	<u>Ordinary Taxable Income</u>	<u>Long Term Capital Gains</u>
12/04/2006	1/12/2007	\$0.492200	\$0.492200	-	-	-
03/19/2007	4/13/2007	0.492200	0.492200	\$0.492200	\$0.407838	\$0.084362
06/14/2007	7/13/2007	0.492200	0.492200	0.492200	0.407838	0.084362
09/19/2007	10/15/2007	0.492200	0.492200	0.492200	0.407838	0.084362
11/28/2007	1/15/2008	0.492200	0.000000	0.492200	0.407838	0.084362
Total		\$2.46100	\$1.968800	\$1.968800	\$1.631352	\$0.337448

There is no difference between the dividend actually distributed in 2007 (\$1.9688/share) and the dividend deemed distributed in 2007 (\$1.9688/share). The January 2008 dividend payment (\$0.4922) is deemed to be paid in 2007. 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 \$0.4922 per share which was declared in December 2007, but paid in January 2008, was treated as paid in 2007. The taxable nature of the \$0.4922 per share distribution declared in 2007 (but paid in 2008) consists of \$0.407838 of ordinary income and \$0.084362 of long-term capital gains.

The \$1.631352 of ordinary income represents \$1.223514 per share from dividends paid in 2007 and \$0.407838 per share from dividends paid in 2008. The \$0.337448 of long-term capital gains represents \$0.253086 per share from dividends paid in 2007 and \$0.084362 per share from dividends paid in 2008.

Of the \$1.631352 amount reported as ordinary dividend, \$0.039620 represents qualified dividends. Of the \$0.337448 amount reported as long term capital gains, the amount that is an un-recaptured 1250 gain is \$0.082664 per share.

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

Sincerely


Gregory Hughes
Chief Financial Officer