



**RE: SL Green Realty Corp (“SL Green Realty Corp” or the “Company”)
2007 Preferred C 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 C 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 \$1.9064 per share of which \$1.5679644 per share is taxable as ordinary dividend income and \$0.326756 per share 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 Tem Capital Gains</u>
12/04/2006	1/12/2007	\$0.476600	\$0.476600	-	-	-
03/19/2007	4/13/2007	0.476600	0.476600	\$0.476600	\$0.394911	\$0.081689
06/14/2007	7/13/2007	0.476600	0.476600	0.476600	0.394911	0.081689
09/19/2007	10/15/2007	0.476600	0.476600	0.476600	0.394911	0.081689
11/28/2007	1/15/2008	0.476600	0.000000	0.476600	0.394911	0.081689
Total		\$2.383000	\$1.906400	\$1.906400	\$1.579644	\$0.326756

There is no difference between the dividend actually distributed in 2007 (\$1.9064/share) and the dividend deemed distributed in 2007 (\$1.9064/share). The January 2008 dividend payment (\$0.4766) 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 \$0.4766 per share which was declared in December 2007, but paid in January 2008, was treated as paid in 2007. The taxable nature of the \$0.4766 per share distribution declared in 2007 (but paid in 2008) consists of \$0.394911 of ordinary income and \$0.081689 of long-term capital gains.

The \$1.579644 of ordinary income represents \$1.184733 per share from dividends paid in 2007 and \$0.394911 per share from dividends paid in 2008. The \$0.340440 of long-term capital gains represents \$0.245067 per share from dividends paid in 2007 and \$0.081689 per share from dividends paid in 2008.

Of the \$1.579644 amount reported as ordinary dividend, \$0.038364 represents qualified dividends. Of the \$0.326756 amount reported as long term capital gains, the amount that is an un-recaptured 1250 gain is \$0.080044 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