



DUNDEE REIT NEW EQUITY ISSUE

FOR IMMEDIATE RELEASE

Toronto, September 24, 2003, DUNDEE REAL ESTATE INVESTMENT TRUST (D.UN – TSX) today announced that it has filed a preliminary prospectus in each of the provinces of Canada with respect to a new issue of REIT Units, Series A. The new units will be offered through a syndicate of underwriters lead by TD Securities Inc. and Scotia Capital Inc., and including BMO Nesbitt Burns Inc., Dundee Securities Corporation and National Bank Financial Inc.

This is Dundee REIT's first offering of new units to potential income trust investors since the REIT acquired its portfolio of revenue producing properties from Dundee Realty Corporation on June 30, 2003. It is the REIT's intention to use the net proceeds of this offering to repay certain indebtedness relating to its properties and for general purposes, including for funding possible future acquisitions.

The preliminary prospectus contains, among other things, a detailed description of Dundee REIT's business, including its objectives and strategy, structure and portfolio of assets. Also included are pro forma financial statements for the REIT. The preliminary prospectus can be accessed both on Dundee REIT's web site (www.dundeereit.com/investorinformation/regulatoryfilings) and will be available in the normal course on SEDAR (www.sedar.com).

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. Dundee REIT is a provider of high quality, affordable business premises. Dundee REIT focuses on owning, acquiring, leasing and managing mid-sized urban and suburban office and industrial properties in Canada. The REIT owns a diversified portfolio consisting of over 11.1 million square feet of gross leasable area, located primarily in its target markets of Toronto, Ottawa, Montréal, Calgary and Edmonton.

- 30 -

For further information, please contact:

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