

PRESS RELEASE

Contact:

Joseph Macnow
(201) 587-1000



MAY 17, 1999

Vornado completed a public offering of four million perpetual 8.5% Series C Cumulative Redeemable Preferred Shares, at a price of \$25.00 per share.

SADDLE BROOK, NEW JERSEY.....VORNADO REALTY TRUST (NYSE:VNO) announced the pricing of a public offering of four million perpetual 8.5% Series C Cumulative Redeemable Preferred Shares, at a price of \$25.00 per share, pursuant to an effective registration statement. The Company may redeem the Series C Preferred Shares at a redemption price of \$25.00 per share after May 17, 2004. Salomon Smith Barney acted as lead manager with Merrill Lynch & Co., Morgan Stanley Dean Witter, PaineWebber Incorporated and Prudential Securities as co-managers of the offering. In addition, the Company has granted the underwriters an option for 30 days to purchase up to an additional 600,000 Series C Preferred Shares to cover over-allotments.

This communication is not an offer to sell these securities and it is not soliciting an offer to buy these securities in any state where the offer or sale is not permitted.

Vornado Realty Trust is a fully-integrated equity real estate investment trust.