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**WESTFIELD REIT ANNOUNCES  
ACQUISITION OF \$137 MILLION OF PROPERTIES IN ALBERTA**

Westfield Real Estate Investment Trust (TSX: WFD.UN) (“**Westfield REIT**”) announced today that it has entered into agreements with respect to the acquisition of 4 properties in Alberta (the “**Properties**”) for approximately \$137 million.

The total purchase price represents an average going in unlevered cash return (“**capitalization rate**”) of 6.7%. The purchase prices for the Properties will be satisfied by a combination of cash and mortgage financing. Mortgage financing in the amount of \$40 Million for 62% of the purchase price of Dome Britannia is committed at a rate of 5.0%. Westfield estimates the mortgage interest rates for the other three Properties will range from 5.15 - 5.25%, at an average leverage ratio of 65% of purchase price. Assuming that the conditions of closing are satisfied with respect to the various acquisitions, these Properties are scheduled to close in the first quarter of 2007.

“We are extremely pleased to announce these high quality acquisitions”, said Armin Martens, CEO of Westfield REIT. “The Properties are immediately accretive to our unit holders and, in particular, offer significant upside due to the average in place rents being well below market lease rates.”

<b>Description of Properties</b>					
<b>Property</b>	<b>Property Type</b>	<b>Location</b>	<b>GLA (in 000's sq ft)</b>	<b>Occupancy</b>	<b>Year Built / Redeveloped</b>
Dome Britannia	Office	Calgary, Alberta	221	98.6%	1965/1986/2000
Centre 70	Office	Calgary, Alberta	132	97.1%	1977/1992
Millennium Centre	Office	Red Deer, Alberta	105	99.4%	2000
Bower Centre	Industrial	Red Deer Alberta	126	98.5%	1984/2002
<b>Total</b>			<b>584</b>	<b>98.4%</b>	

“With the addition of these Properties, Westfield REIT’s portfolio will be further diversified across western Canada adding industrial and office premises in Red Deer, AB in addition to the city of Calgary, which is enjoying the strongest office market in North America,” said Armin Martens, CEO of Westfield REIT. “This is consistent with our stated strategy of producing a stable and growing stream of cash distributions for our unit holders from the ownership and management of high quality income producing properties located in primary and growing secondary markets in western Canada.”

Westfield REIT's obligation to purchase the Properties is subject to the usual and customary conditions precedent to be satisfied or waived by Westfield REIT in its sole discretion, including: (i) completion of due diligence; (ii) obtaining satisfactory engineering reports and environmental reports and such other reports as Westfield REIT considers necessary; and (iii) receiving all approvals, consents and assumptions required under any encumbrances or other agreements affecting the relevant property.

*Westfield REIT is a growth-oriented real estate investment trust focused exclusively on commercial properties located in primary and growing secondary markets in western Canada, particularly in Alberta. Westfield's goal is to provide unitholders the opportunity to invest in high-quality western Canadian office, retail and industrial properties, as well as to provide monthly cash distributions that are stable, tax efficient, and growing over time.*

*For further information please contact Mr. Armin Martens, President and Chief Executive Officer of the REIT or Mr. Jim Green, Chief Financial Officer of the REIT at (204) 947-1200.*

*The TSX Exchange does not accept responsibility for the adequacy or accuracy of this press release.*

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