

For Immediate Release
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Inquiries: Jeanne A. Leonard
Liberty Property Trust
610/648-1704

LIBERTY PROPERTY TRUST ANNOUNCES TAX TREATMENT OF 2008 DISTRIBUTIONS

Malvern, PA – Liberty Property Trust (NYSE:LRY) announced today the final tax treatment for its 2008 distributions on its common shares. Shareholders are encouraged to consult with their personal tax advisors as to their specific tax treatment of Liberty Property Trust distributions. The table below summarizes the income tax treatment of the company's total distributions of \$2.500 per common share (CUSIP No. 531172104):

Common share distributions:

Form 1099 - DIV		(Boxes 1a + 2a + 3)	Box 1a	Box 1b	Box 2a	Box 2b	Box 3
Record Date	Payable Date	Cash Distribution Per Share	Ordinary Taxable Dividend	Taxable Qualified Dividends ⁽¹⁾	Total Capital Gain Distribution	Unrecaptured Section 1250 Gain ⁽²⁾	Nondividend Distributions ⁽³⁾
1/1/2008	1/15/2008	\$0.625	\$0.5902	\$0.0000	\$0.0348	\$0.0182	\$0.00
4/1/2008	4/15/2008	\$0.625	\$0.5902	\$0.0000	\$0.0348	\$0.0182	\$0.00
7/1/2008	7/15/2008	\$0.625	\$0.5902	\$0.1501	\$0.0348	\$0.0182	\$0.00
10/1/2008	10/15/2008	\$0.625	\$0.5902	\$0.1921	\$0.0348	\$0.0182	\$0.00
Totals		\$2.500	\$2.3608	\$0.3422	\$0.1392	\$0.0728	\$0.00

(1) Amounts in Box 1b are included in Box 1a.

(2) Amounts in Box 2b are included in Box 2a.

(3) Amounts in Box 3 are also known as Return of Capital.

The fourth quarter 2008 distribution made to holders of record as of January 1, 2009 for the common shares is considered a 2009 distribution for federal income tax purposes.

Liberty Property Trust (NYSE:LRY) is a leader in commercial real estate, serving customers in the United States and United Kingdom, through the development, acquisition, ownership and management of superior office and industrial properties. Liberty's 76 million square foot portfolio includes more than 700 properties which provide office, distribution and light manufacturing facilities to 2,100 tenants.

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