

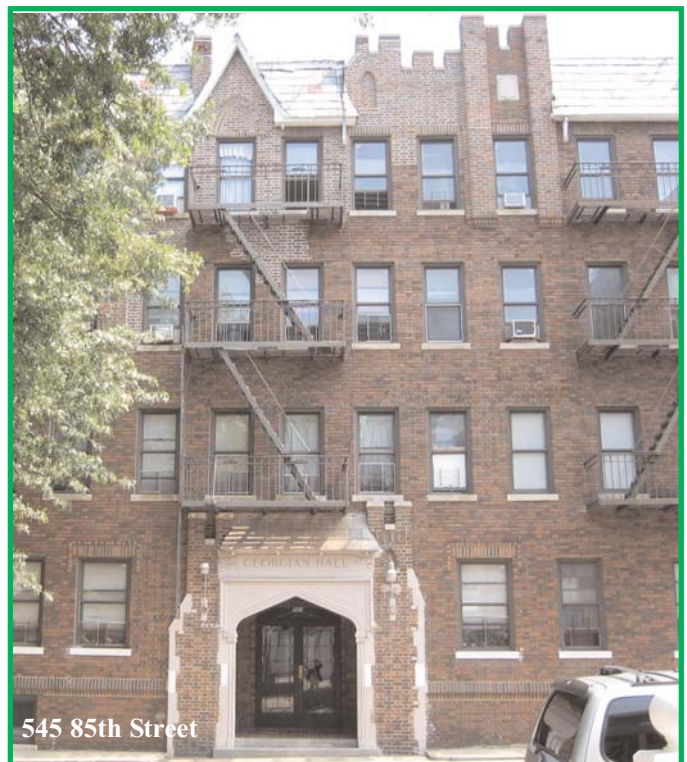
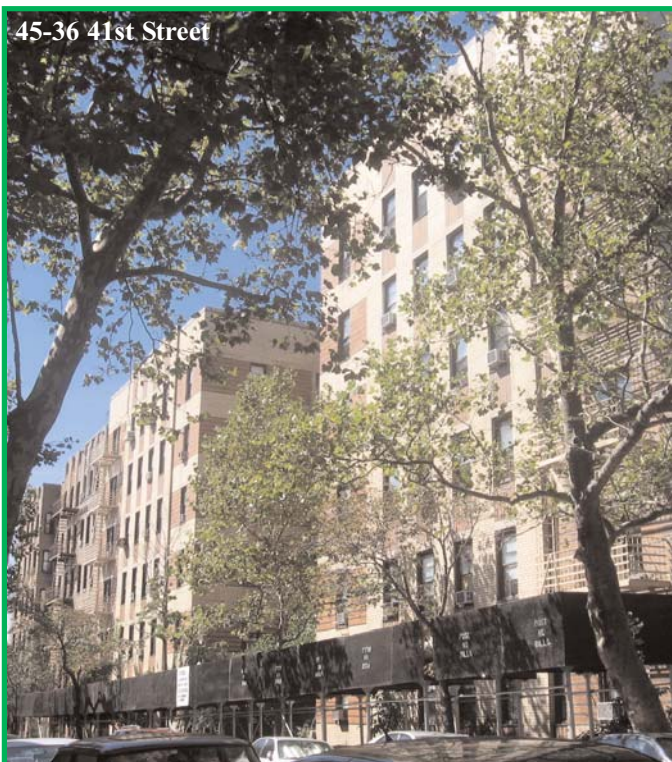
BUILDING SALES JOURNAL

COMMERCIAL **MASSEY KNAKAL** RESIDENTIAL
Realty Services

MASSEY KNAKAL SELLS THE 14-BUILDING BASSUK PORTFOLIO FOR \$118,000,000



Massey Knakal Realty Services has sold the **Bassuk Portfolio** - 14 apartment buildings in Brooklyn and Queens - in an all-cash transaction valued at **\$118,000,000**. The five buildings in Brooklyn are located in the Brooklyn Heights, Bay Ridge and Midwood sections of the borough. The Brooklyn properties consist of 240 residential units and approximately 271,000 gross square feet. The nine buildings in Queens are located in the Sunnyside, Jackson Heights, Richmond Hill and Woodhaven sections of the borough. The Queens properties consist of 703 residential units and approximately 570,000 gross square feet. **The Bassuk family has owned and managed all 943 apartments (841,139 square feet) for many decades. The transaction occurred at a capitalization rate of approximately 1 percent.** The properties were purchased by a joint venture of Bronstein Properties LLC and JP Morgan Asset Management. **Massey Knakal Realty Services was the sole broker in this transaction.**



MASSEY KNAKAL NEWS - MANHATTAN

MESSAGE FROM THE CHAIRMAN

Dear Friends,

It appears that 2007 will remain another extremely strong and steady year in the NYC Metropolitan area. This is surprising given the relatively poor health of the national housing market. The investment sales market has hit unprecedented levels, both in terms of price and volume as capital is pouring in from every conceivable domestic and international source. Presently the hotel and office building sectors here are absolutely on fire. Average room rates are higher than they have ever been and occupancy rates are hovering at cyclical highs. Office rents continue to climb as Class A space in Manhattan is averaging \$72 per square foot and vacancy rates market wide are at 6.1%, well below equilibrium. The multi-family market is as solid as a rock as cap rates continue to drop and gross rent multiples continue to climb.

An even bigger surprise is the health of the development site market. In 4Q06, activity on development sites had slowed based upon the perception that the consumer condominium market had surpassed its peak. All the negative media attention about this had no substance and influenced the psychology of the market. This, coupled with the fact that there was actual contraction in the national housing market, led to inertia in the development sector. Not surprising given the national landscape. According to a study by the appraisal firm Miller Cicero, the average price per square foot in 1Q07 had increased 7.2% over 4Q06. The volume of sales had increased significantly as well. In 1Q07, 3,474 units were sold versus 2,441 in 4Q06 - a 42.3% increase. The much talked about over-supply of inventory was not evident in market statistics.

These tangibly positive apartment results in 1Q07 have led to an extremely healthy development site market. Why? Extremely low unemployment, significantly rising income levels, rising corporate profits and the global economy experiencing the best business expansion it has in 30 years. As economies grow, much of the generated capital world wide is funneling into U.S. investments and particularly New York real estate. For these reasons our property sales market continues to roll and we anticipate continued strength for the balance of the year and well into 2008.

Sincerely,



Robert A. Knakal

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MASSEY KNAKAL SELLS LOFT BUILDING

An eight-story, mixed-use loft building at **145 Spring Street** in Manhattan's SoHo neighborhood was sold by Massey Knakal Realty Services in an **all-cash transaction valued**

at \$13,250,000. The eight-story, 25' x 68', elevated property is located on the north side of Spring Street between West Broadway and Wooster Street. It contains **approximately 13,625 square feet.** The basement and first floor were recently rented to a Portuguese jewelry boutique. The second through sixth floors are floor-through, two-bedroom lofts in excellent condition.



The seventh and eighth floors are configured as a penthouse duplex with high ceilings, skylights and a private roof deck. **The transaction occurred at a capitalization rate of 5.16% and a gross rent multiple of 15.54. The property sold for \$972.48 per square foot. Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - MANHATTAN



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ELEVATED BUILDING SOLD

A seven-story, elevated building at **44 Trinity Place** in Manhattan's Financial District was sold by Massey Knakal Realty Services in a **transaction valued at \$6,040,000.**

The 19-foot-wide building is block-thru from Trinity Place to Greenwich Street between Rector and Edgar Streets. It contains **approximately 14,250 square feet** including two commercial units on the ground floor (one vacant) and six residential units. The property lies in a C5-5 high bulk commercial district, which

allows for **approximately 29,520 buildable square feet, or approximately 15,270 square feet of air rights.** Of the six residential apartments, one is rent stabilized and the rest are free market. **The transaction occurred at a capitalization rate of 5.51% and a gross rent multiple of 13.48. The property sold for \$204.61 per buildable square foot to a Manhattan developer. Massey Knakal Realty Services was the sole broker in this transaction.**



MASSEY KNAKAL SELLS APARTMENT BUILDING

Massey Knakal Realty Services has sold a five-story apartment building with more than 13,000 square feet of air rights at **426 East 58th Street** in Manhattan's Sutton Place neighborhood in a **transaction valued at \$3,075,000.** The 20' x 68' building is located on the south side of East 58th Street between First Avenue and Sutton Place. It consists of 10 apartment units over five floors and contains **approximately 6,800 square feet.** Of the 10 units,

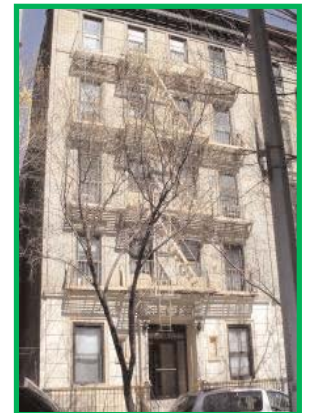
four are rent stabilized, five are free market and one is rent controlled. **There are substantial air rights (13,284 square feet)** which may provide future upside. **The transaction occurred at a capitalization rate of 4.34% and a gross rent multiple of 15.89. The property sold for \$452.21 per square foot to a Manhattan investor. Massey Knakal Realty Services was the sole broker in this transaction.**



APARTMENT BUILDING SOLD

Massey Knakal Realty Services has sold a five-story walk-up apartment building at **209 West 102nd Street** on Manhattan's Upper West Side near Columbia University in an **all-cash transaction valued at \$5,375,000.** The 32.6' x 85' property is located on the north side of West 102nd Street between Broadway and Amsterdam Avenue. It contains

approximately 11,900 square feet including 22 apartments, of which 12 are free market, six are rent stabilized, three are rent controlled and one is occupied by the super. The building is comprised of 20 two-bedroom units and two one-bedroom units. The building and some of the units have recently undergone major renovation. **The transaction occurred at a capitalization rate of 6.25% and a gross rent multiple of 12.16. The property sold for \$451.68 per square foot. Massey Knakal Realty Services was the sole broker in this transaction.**



MASSEY KNAKAL NEWS - MANHATTAN

COMMERCIAL BUILDING SOLD BY MASSEY KNAKAL

A 25-foot-wide, two-story commercial building at **403 Greenwich Street** in Manhattan's TriBeCa neighborhood



was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$6,100,000**. The property is located on the east side of Greenwich Street between Hubert and Beach Streets, within the TriBeCa West Historic District and TriBeCa Mixed-Use District. It runs approximately 100 feet deep on the lot with **approximately 12,220 buildable square feet**. TriBeCa Printing and Office Supply occupied the

ground level store and the upper floor is used as an office. The building was delivered vacant. **It sold for \$500 per buildable square foot** to an overseas investment group. **Massey Knakal Realty Services represented the seller in this transaction.**

MASSEY KNAKAL SELLS APARTMENT BUILDING

Massey Knakal Realty Services has sold a five-story apartment building at **17-19 West 74th Street** on Manhattan's



Upper West Side in an **all-cash transaction valued at \$5,700,000**. The 39.5-foot-wide property is located on West 74th Street between Columbus Avenue and Central Park West. The 20-unit walk-up contains two studios and 18 one-bedroom units. All but one were rent stabilized with an average monthly rent of \$1,452. The property contains **approximately 12,500 square feet**. **The transaction occurred at a capitalization rate of 3.67% and a gross rent**

multiple of 16.36. The property sold for \$456 per square foot to a Manhattan investor who owns other properties in the neighborhood. **Massey Knakal Realty Services was the sole broker in this transaction.**



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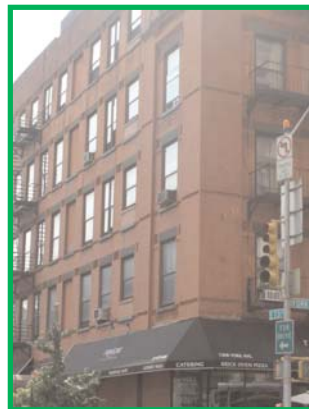
Matthew Classi, Managing Member,
arranged the financing for this transaction

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MIXED-USE BUILDING SOLD

Massey Knakal Realty Services has sold a mixed-use walk-up building at **1368 York Avenue** on Manhattan's Upper



East Side in a **transaction valued at \$7,500,000**. The 26' x 98' property is located on the southeast corner of York Avenue and East 73rd Street. The five-story building contains 19 residential units and one ground floor retail store over **approximately 11,000 square feet**. Of the 19 apartments, 16 are rent stabilized and three are free market. The retail store's current rent is \$12,800 per month

with a lease expiring in 2017. The building is zoned R10 with a floor-to-area ratio of 10.0, allowing for **approximately 14,480 square feet of air rights**. **The transaction occurred at a capitalization rate of 4.89% and a gross rent multiple of 14.83**. The property sold for \$681.82 per square foot to a Manhattan investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - QUEENS

MASSEY KNAKAL SELLS DEVELOPMENT SITE

Massey Knakal Realty Services has sold a development site at **33-57 Junction Boulevard** in the Jackson Heights section of Queens in an **all-cash transaction valued at \$1,950,000**. The 70' x 100' irregular lot is located on the



northeast corner of Junction Boulevard and 34th Avenue in an R6A zoning district. **The property contains approximately 19,104 buildable square feet.**

It sold for **\$102.07 per buildable square foot** to a Queens developer. **Massey Knakal Realty Services was the sole broker in this transaction.**

APARTMENT BUILDING SOLD

Massey Knakal Realty Services has sold a 19-unit walk-up apartment building at **89-19 32nd Avenue** in the Jackson Heights section of Queens in an **all-cash transaction valued at**

\$1,780,000. The four-story, 45' x 90' property is located on the north side of 32nd Avenue between 89th and 90th Streets. It contains 14 one-bedroom apartments. There are also five two-bedroom apartments. **The trans-**



action occurred at a capitalization rate of 6.32% and a gross rent multiple of 10.08. The property contains approximately 16,200 square feet and sold for \$109.88 per square foot to a Queens investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS RETAIL PROPERTY

Massey Knakal Realty Services has sold a two-story retail property at **30-64 Steinway Street** in the Astoria section of Queens in an **all-cash transaction valued at \$1,460,000**.



The 19-foot-wide property is located on the west side of Steinway Street between 30th and 31st Avenues. The ground floor is

currently leased to Venzini Clothing through May 11, 2011. The entire building contains **approximately 2,484 square feet. The transaction occurred at a capitalization rate of 6.38%. The property sold for \$587.76 per square foot** to a Queens investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS PROFESSIONAL BUILDING

A corner professional building at **65-55 Woodhaven Boulevard** in the Rego Park section of Queens was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$1,750,000**.

The 60' x 60' building is located at the corner of Woodhaven Boulevard and 65th Drive, in close proximity to major transportation hubs including the Long Island Expressway. It occupies **approximately 3,600 square feet**



including a loading dock, 12 parking spaces and 500+ square feet of enclosed storage space on the parking lot. **Additionally, the property has approximately 4,800 square feet of air rights.** The office space has been remodeled and was delivered vacant at closing. **The property sold for \$486.11 per square foot** to a Queens investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - QUEENS

MASSEY KNAKAL SELLS APARTMENT BUILDING

A 204-foot-wide elevated apartment building owned by Wyckoff Hospital at **88-25 153rd Street** in the Jamaica section of Queens was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$10,000,000**.



The six-story building is located at the northeast corner of 88th Avenue between 153rd Street and Parsons Boulevard. It contains **approximately 99,144 square feet** over 96 residential apartments plus two super units in the basement. Of the 96

apartments, 30 are studios, 30 are one-bedrooms, 18 are junior four-units and 18 are two-bedroom units. Approximately 66 of the apartments are being used as offices and must be restored to class "A" apartments. The building features two elevators, indoor parking for 30 cars and was delivered vacant. **It sold for \$100.86 per square foot** to a Queens investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS APARTMENT BUILDING

A 20-foot-wide apartment building at **52-08 Roosevelt Avenue** in the Woodside section of Queens was sold by Massey Knakal Realty Services in an **all-cash transaction valued at**



\$1,300,000. The four-story property is located on the south side of Roosevelt Avenue between 52nd and 53rd Streets. It contains five one-bedroom apartments, one three-bedroom apartment and a

studio. Delivered vacant, it contains **approximately 5,200 square feet**. Additionally, it has a 15-year tax abatement. **The property sold for \$250 per square foot** to a 1031 buyer from Queens. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS MIXED-USE BUILDING

Massey Knakal Realty Services has sold a three-story, mixed-use building at **124-01 Metropolitan Avenue** in the Kew Gardens section of Queens in a **transaction valued at**



\$906,500. The 20' x 94' building is located on the northeast corner of Metropolitan Avenue and 124th Place. The property has three offices on the first floor and four two-bedrooms apartments on the second and third floors. **The property contains approximately 5,832 square feet**. **The transaction occurred**

at a capitalization rate of 5.90% and a gross rent multiple of 11.40. The property sold for **\$155.44 per square foot** to an investor from Long Island. **Massey Knakal Realty Services was the sole broker in this transaction.**

APARTMENT BUILDING SOLD

A four-story, walk-up apartment building at **89-32 138th Street** in the Jamaica section of Queens was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$2,020,000**. The



50' x 90' brick property is located at the northwest corner of 138th Street and 90th Avenue. It contains 24 one-bedroom apartments, 23 of which are rent stabilized and one rent controlled. The average monthly

rent is approximately \$904 per month, or 85% of the current market value. **The transaction occurred at a capitalization rate of 7.10% and a gross rent multiple of 7.68**. The property contains **approximately 18,000 square feet** and sold for **\$112.22 per square foot** to a Queens investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - N. MANHATTAN/BRONX

MASSEY KNAKAL SELLS TOWNHOUSE

A 19-foot-wide, four-story townhouse at **2107 Fifth Avenue** in Harlem was sold by Massey Knakal Realty Services in an

all-cash transaction valued at \$1,090,000.

The unrenovated property is located on the east side of Fifth Avenue between 129th and 130th Streets. The building is surrounded by some of Central Harlem's most reputable landmarks including Astor Row, Sylvia's eatery and Mount Morris Park. The property contains **approximately 3,496 square feet**. The townhouse is



in need of complete renovation. **The property sold for \$311.78 per square foot** to an upstate New York user. **Massey Knakal Realty Services represented the seller in this transaction.**

MASSEY KNAKAL SELLS APARTMENT BUILDINGS

Two contiguous five-story apartment buildings at **63-69 West 131st Street** in Central Harlem were sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$6,600,000.**



The 100' x 81' property is located on the north side of 131st Street between Lenox and Fifth Avenues. The walk-up buildings contain **approximately 33,560 square feet** and combined, contain 40 residential units – 20 one-bedrooms and 20 two-bedrooms. **It also contains 1,156 square feet**

of air rights. Nine of the units were delivered vacant. All 40 are rent stabilized. **The transaction occurred at a capitalization rate of 6.35% and a gross rent multiple of 11.24.** The property sold for **\$196.55 per square foot** to private investor from Manhattan. **Massey Knakal Realty Services was the sole broker in this transaction.**

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APARTMENT BUILDING SOLD

A five-story walk-up apartment building at **1955 Sedgwick Avenue** in the Bronx across from Bronx Community College was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$2,900,000.**



The 164' x 86' brick building has been owned by the same family the last 40 years. It contains 36 residential units, some as large as five rooms. Features include a new gas boiler, steel and marble staircases, a roof in excellent condition and a dozen digital cameras in addition to on-site staff. **The property contains approximately 40,670 square feet.** The transaction occurred at a capitalization rate of 6.95% and a gross rent multiple of 8.22. The property sold for **\$71.31 per square foot** to an investor from Long Island. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - N. MANHATTAN/BRONX

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VACANT WAREHOUSE SOLD

Massey Knakal Realty Services sold a vacant warehouse in the West Farms neighborhood in the Bronx at **1701-1709 Boone Avenue** in an **all-cash transaction valued at \$1,165,000**. The 100' x 100' industrial building is located



on the west side of Boone Avenue between East 174th and East 173rd Streets. Several highways are located within a short distance of the property, including the Sheridan Expressway,

Bruckner Boulevard and the Cross Bronx Expressway. It is zoned M1-1 with an **approximate footprint of 10,000 square feet**. The property sold for **\$116.50 per square foot** to a user from Manhattan. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS APARTMENT BUILDING

A 27-unit apartment building at **1405 Rowland Street** in the north Bronx was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$1,900,000**. The 60' x



94' property is located near all major transportation including the 6 subway line. It features replacement windows, new mailboxes, a renovated lobby, intercom system, circuit breakers throughout and a new roof. The super's apartment is a large two-bedroom recently

gut renovated. The property contains **approximately 22,560 square feet**. The transaction occurred at a capitalization rate of **6.61%** and a gross rent multiple of **8.00**. The property sold for **\$84.22 per square foot** to a Long Island investor. **Massey Knakal Realty Services was the sole broker in this transaction.**

DEVELOPMENT SITE SOLD

A 100' x 75' development site at **1702-1704 Bryant Avenue** in the Bronx was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$1,125,000**. The lot is located on the east side of Bryant Avenue between East

173rd and East 174th Streets. The vacant site, which falls in an R7-1/C1-4 zone, covers an area of **approximately 7,500 square feet**. The total residential buildable square footage is **approximately 25,800 square feet**. The prop-



erty sold for **\$43.60 per buildable square foot** to a developer. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEIGHBORHOOD WATCH

“SOUTH BRONX RESURRECTION”

Once synonymous with urban blight, the **South Bronx** is enjoying its much deserved comeback. Early last year, real estate contributor for Good Morning America, Barbara Corcoran, placed the **South Bronx second in the “Five Hot Real Estate Markets.”** **The Bronx is also New York City’s second fastest growing borough behind Staten Island.** Due to the unseemly urban decay of the 1970’s, the **South Bronx** suffered a population loss of 57%; the past decade, however, has shown a significant increase in residents. Many factories have been rezoned (thanks to Mayor Bloomberg, Borough President Adolfo Carrion, Jr. and the City Planning Commission) to allow for residential units, and numerous amounts of two- and three-family homes are being erected in neighborhoods like **Morrisania** and **Highbridge**. Many long time **South Bronx** residents fear the new developments will increase rents and drive them out (as was the case in Brooklyn and Lower Manhattan) – understandable, but illegitimate. **The three- and four-family homes being developed are by private builders from Queens, Long Island, Brooklyn and the Bronx.** Most of these newly built homes are sold to **Bronx** residents who see value in owning a home and also receiving rental income from the units they don’t occupy. The larger apartment buildings being developed in the **South Bronx** are done so with the help of government financing. Dunn Development Corp. builds affordable and supportive housing and is actively building in the **South Bronx**. The firm currently has three new apartment buildings under construction totaling 158 units, in addition to the 120 units in two new buildings completed in recent years. **Their buildings are geared toward low-income working families and people with special needs, many of them homeless.** The company’s principal, Martin Dunn, utilizes various financing sources including federal, state and city programs, equity generated by low-income tax credits and commercial banks. He is not only changing the landscape of the **South Bronx**, but also providing an unbelievable service to the people in the community. The firm has also incorporated “green” building into projects; a 54-unit building at **1212 University Avenue** in the **Highbridge** section was the first mid- or high-rise apartment building in the United States to earn the federal government’s Energy Star label. **“We have a very positive view of the South Bronx,” Mr. Dunn said. “We are excited to be contributing to the revitalization of this great borough and plan to continue investing in its many neighborhoods.”** Peter Bourbeau is building a 32-unit middle income apartment building on the corner of East 165th Street and Reverend James A. Polite Avenue in the Morrisania section of the South Bronx. With the help

of government financing it is possible to build a middle income rental building in a neighborhood that was once known for drugs and guns. If you walk one block north of Mr. Bourbeau’s development, you will see seven new two- and three-family homes built by private developers. **The \$500 million, one-million square foot Gateway Center by Related Properties at the Bronx Terminal Market will redevelop a portion of the current Bronx Terminal Market site along with the Bronx House of Detention.** It will provide known retail stores (Target, BJ’s, Home Depot, Best Buy and Bed Bath & Beyond are a few of the proposed tenants) with an attractive, environmentally-friendly design that will beautify the area, restore public access to the Harlem River waterfront and replenish the neighborhood with clean, well-lit sidewalks. **This powerful magnet will encourage other businesses to invest in the Bronx.** The Gateway Center will be situated in the heart of an area the Bloomberg Administration is committed to revitalizing with new jobs and new amenities. To the east of the project, Related is building The Hub Retail and Office Center, a \$56.7 million mixed-use complex that will create about 230 construction jobs and 224 new permanent jobs. And to the north, **a new Yankee Stadium** will bring with it nearly 1,000 construction jobs, a new waterfront park and esplanade along the Harlem River, in addition to significant streetscape, traffic and infrastructure improvements. Also, the Bloomberg Administration has worked closely with community leaders to create the **Hunts Point Vision Plan, a comprehensive initiative designed to promote a sustainable and working community.** In addition to committing more than \$27 million in capital funds to carry out the initial goals, **the city has already invested \$110 million at the new Fulton Fish Market at Hunts Point and the Hunts Point Produce Market.** In 2004, the South Bronx vacant lot market was not nearly as strong as it is today. Prices for small to mid-sized lots were selling for \$15 to \$20 per buildable foot. **Currently, vacant lots are trading for over \$30 per buildable foot with several sales exceeding \$40.** Land owners in the **South Bronx** have seen dramatic increases in prices the past few years. **The massive amount of new construction in the South Bronx is a prime indicator of property owners’ bright futures.**

David Simone exclusively covers the Morrisania, Melrose, Mount Eden, Claremont, Concourse and Highbridge sections of the Bronx for Massey Knakal. He can be reached at 212.696.2500, x7725.



MASSEY KNAKAL'S BUSINESS MODEL

The Massey Knakal Territory System - How Does It Work?

- **We only sell properties.**

Our attention is never diverted to other real estate activities (appraisals, management). We do one thing and we do it very well.

- **We only represent Sellers.**

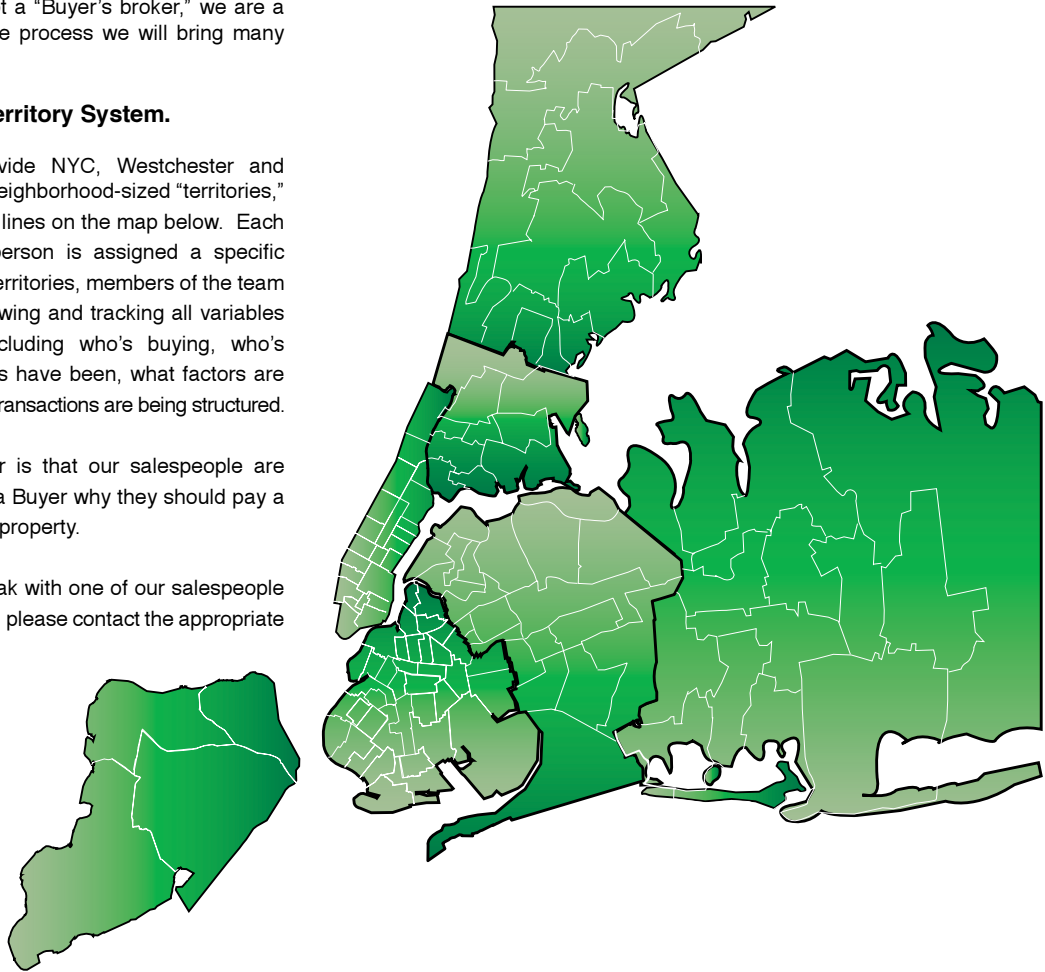
We are the Seller's advocate. We never have a conflict of interest by representing Sellers and Buyers at the same time. We are not a "Buyer's broker," we are a "Seller's broker." In the process we will bring many buyers to the table.

- **We implement a Territory System.**

Most uniquely, we divide NYC, Westchester and Nassau Counties into neighborhood-sized "territories," delineated by the white lines on the map below. Each Massey Knakal salesperson is assigned a specific territory. Within these territories, members of the team are responsible for knowing and tracking all variables of their submarket including who's buying, who's selling, what sale prices have been, what factors are affecting value and how transactions are being structured.

The benefit to a Seller is that our salespeople are better able to justify to a Buyer why they should pay a higher sales price for a property.

If you would like to speak with one of our salespeople about a specific territory, please contact the appropriate main office.



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New York City Income Property Market Report Second Half 2006



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Real Estate Advisory Services

Values stabilize, though number of sales drops

The second half of 2006 saw a sharp drop in the number of income property sales, down 22% from the first half of the year. The greatest decline was in Manhattan (south of 96th Street), where the number of sales declined 44%. Northern Manhattan, Brooklyn, Queens and the Bronx each saw the number of sales decline from 17% to 21%. Though the drop in the number of sales was significant, the sales activity for all of 2006 was nonetheless 34% higher than in 2005, with 4,234 sales versus 3,148 sales, respectively. The market-wide turnover rate was 1.5% in the second half of 2006 (down from 1.9% the prior half) a total turnover rate of 3.4% for the year. This is in contrast to the second half 2005 turnover rate of 1.3%, and a total 2005 turnover of 2.5%.

While the decline in sales activity may partially reflect a cautiousness on the part of some buyers who are taking a "wait and see attitude" towards the market, paralleling the trends in the for-sale condo market, it is more a function of the lack of product available for sale. There is still a tremendous amount of capital chasing multi-family property in New York City, and institutional buyers assembling portfolios of such buildings are now competing with local investors.

The median price across property types and submarkets was \$225 per square foot, virtually unchanged from the first half of the year. Though overall marketwide pricing was flat, Brooklyn saw moderate increases across the three property types, and the Bronx saw modest appreciation in its walk-up and mixed-use property. Cap rates remain at record lows, with rates in Northern Manhattan, Brooklyn and Queens about 100 to 150 bp higher than Manhattan.

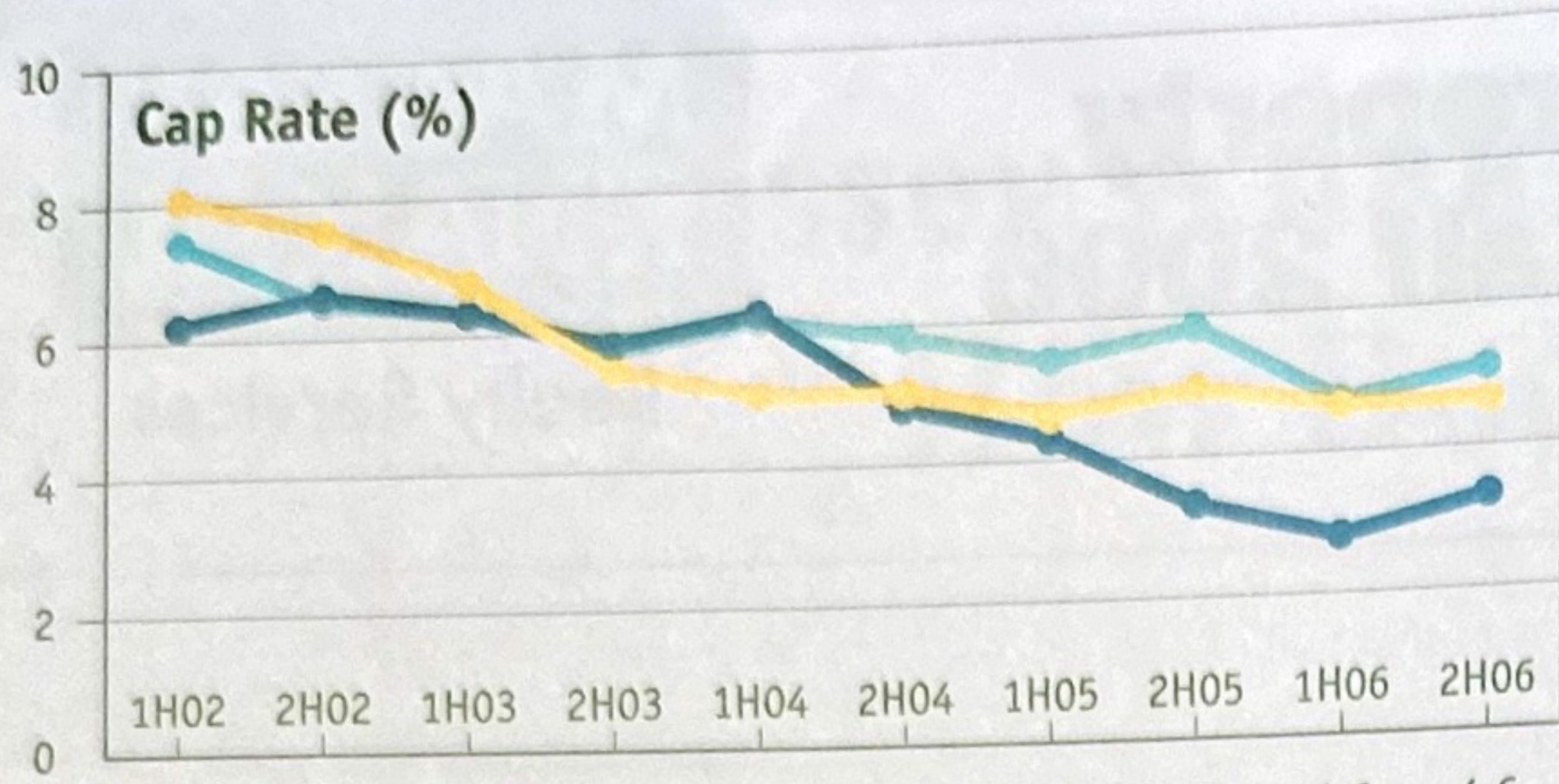
Overview for second half of 2006

	MANHATTAN	NORTHERN MANHATTAN	BRONX	QUEENS	BROOKLYN
Walk-up apartment bldgs (C)					
Cap Rate	4.6%	6.3%	7.7%	6.2%	5.9%
Gross Income Multiplier	14.5	10.0	8.0	10.3	9.9
Median Price per Sq Ft	\$469	\$283	\$138	\$228	\$195
Number of Sales	81	125	176	188	487
Turnover Rate	0.8%	2.2%	2.4%	1.7%	1.7%
Elevator apartment bldgs (D)					
Cap Rate	3.3%	5.8%	7.4%*	6.1%	5.0%
Gross Income Multiplier	15.8	12.4	6.6*	11.2	10.6
Median Price per Sq Ft	\$449	\$159	\$71	\$133	\$101
Number of Sales	31	28	40	28	33
Turnover Rate	0.7%	1.8%	1.7%	1.6%	1.1%
Mixed-use (K/S)					
Cap Rate	5.1%	NA	NA	6.7%	6.2%
Gross Income Multiplier	16.0	NA	NA	12.0	11.7
Median Price per Sq Ft	\$940	\$329	\$215	\$286	\$248
Number of Sales	58	15	50	192	320
Turnover Rate	1.3%	1.4%	1.1%	1.3%	1.3%

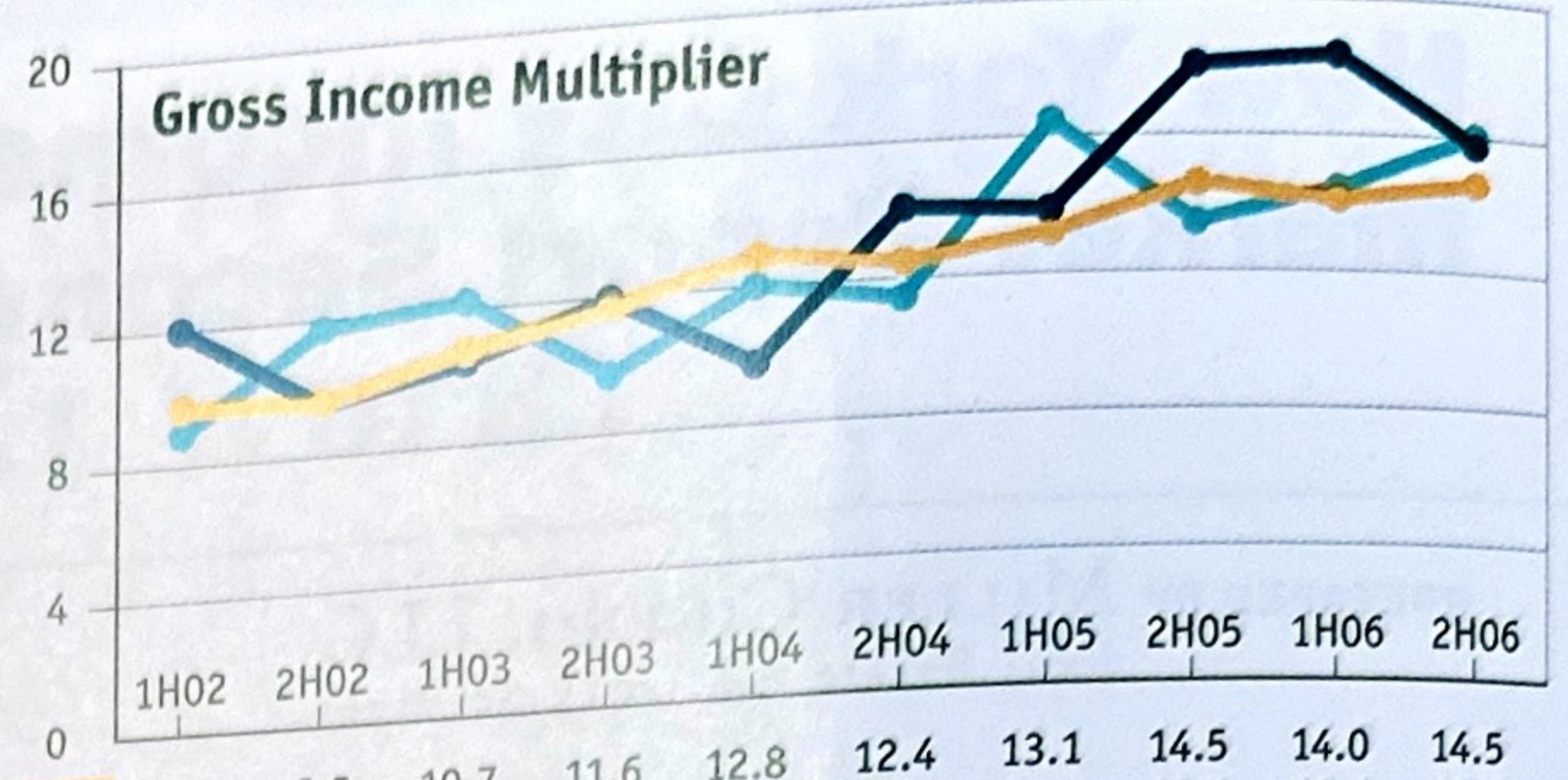
* insufficient sample size

MANHATTAN

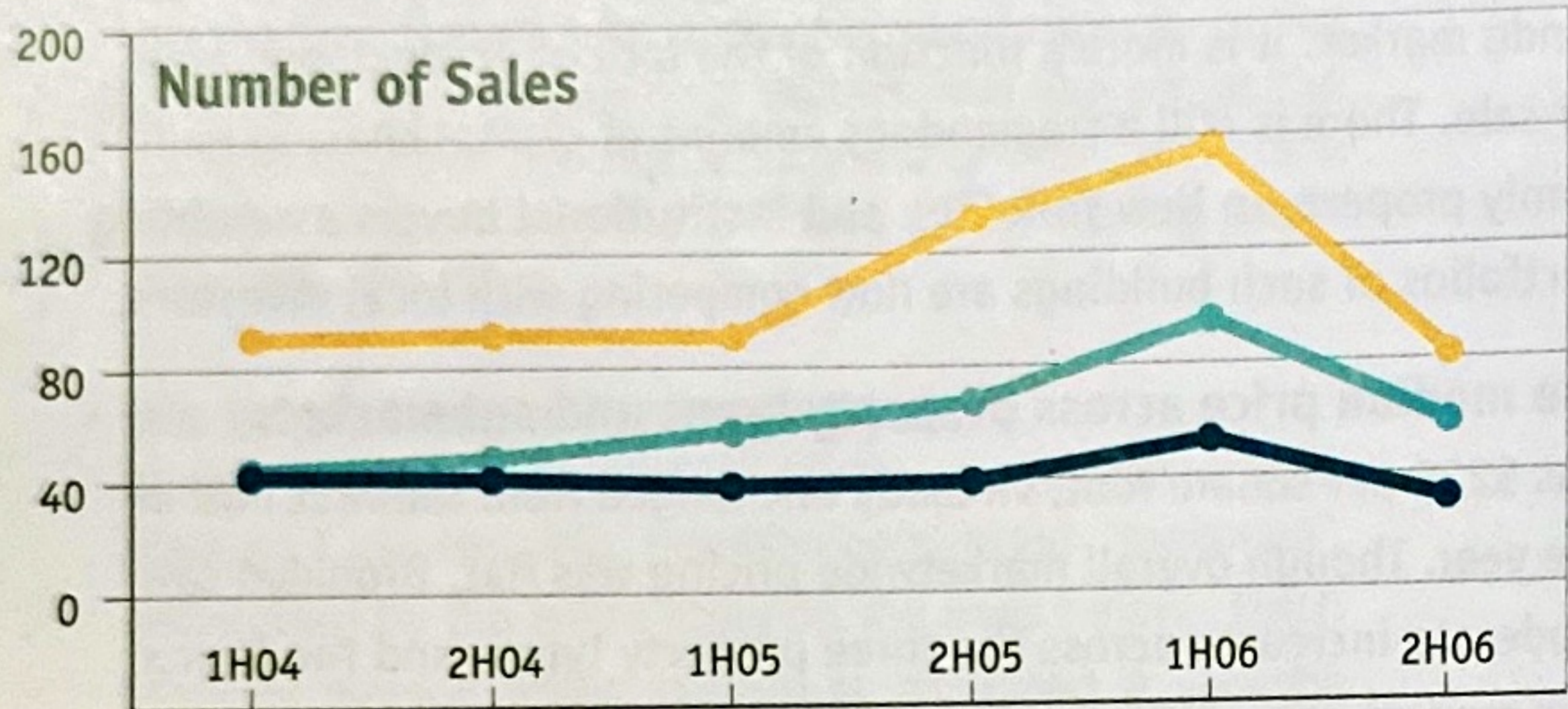
Steep drop in the number of sales, but prices and cap rates remain stable.



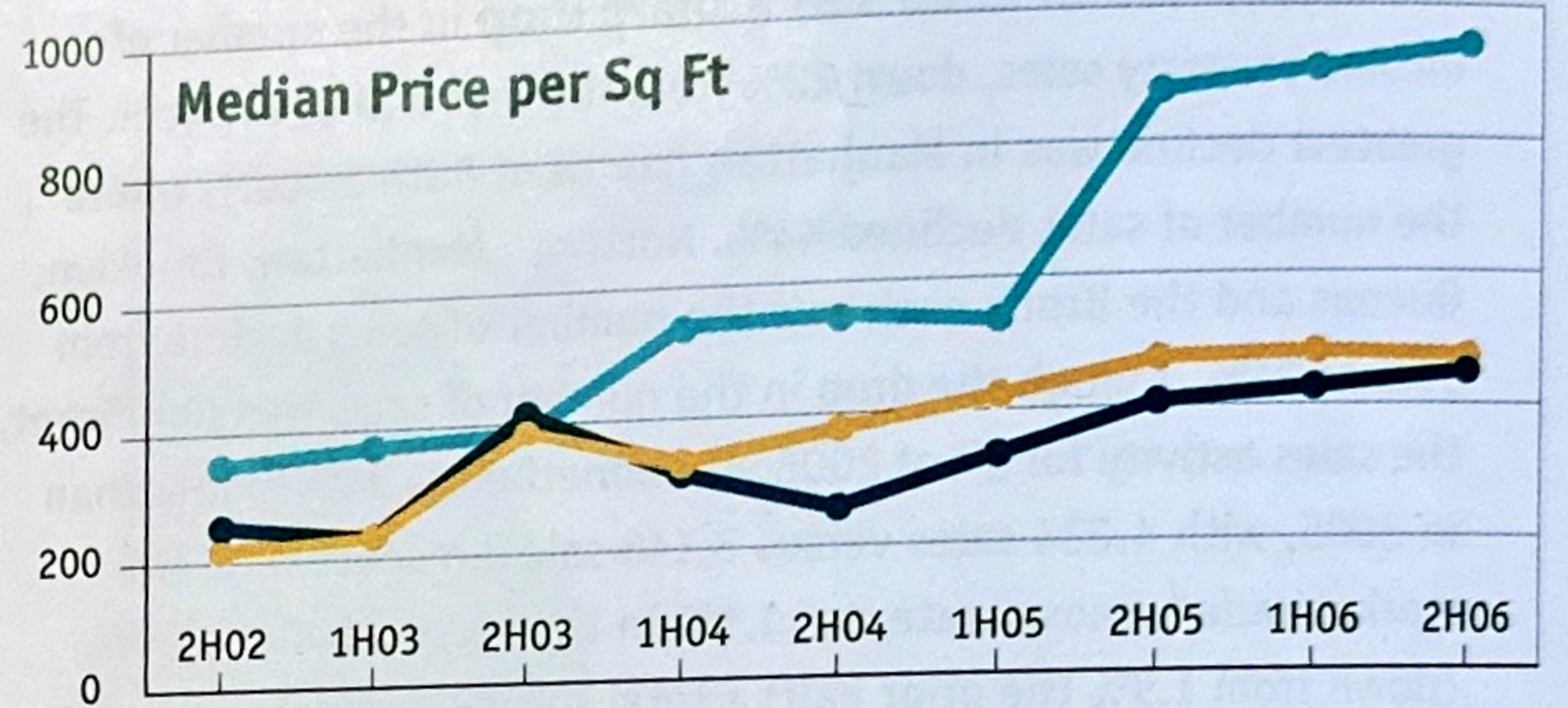
Walk-up	8.0	7.5	6.7	5.4	5.0	5.0	4.6	4.9	4.6	4.6
Elevator	6.2	6.6	6.3	5.8	6.2	4.8	4.3	3.3	2.8	3.3
Mixed-use	7.4	6.5	6.3	5.7	6.1	5.8	5.4	5.8	4.7	5.1



Walk-up	9.6	9.5	10.7	11.6	12.8	12.4	13.1	14.5	14.0	14.5
Elevator	12.0	9.5	10.5	12.0	9.8	14.1	13.9	18.1	18.4	15.8
Mixed-use	8.9	11.7	12.2	9.7	12.0	11.4	16.4	13.4	14.4	16.0



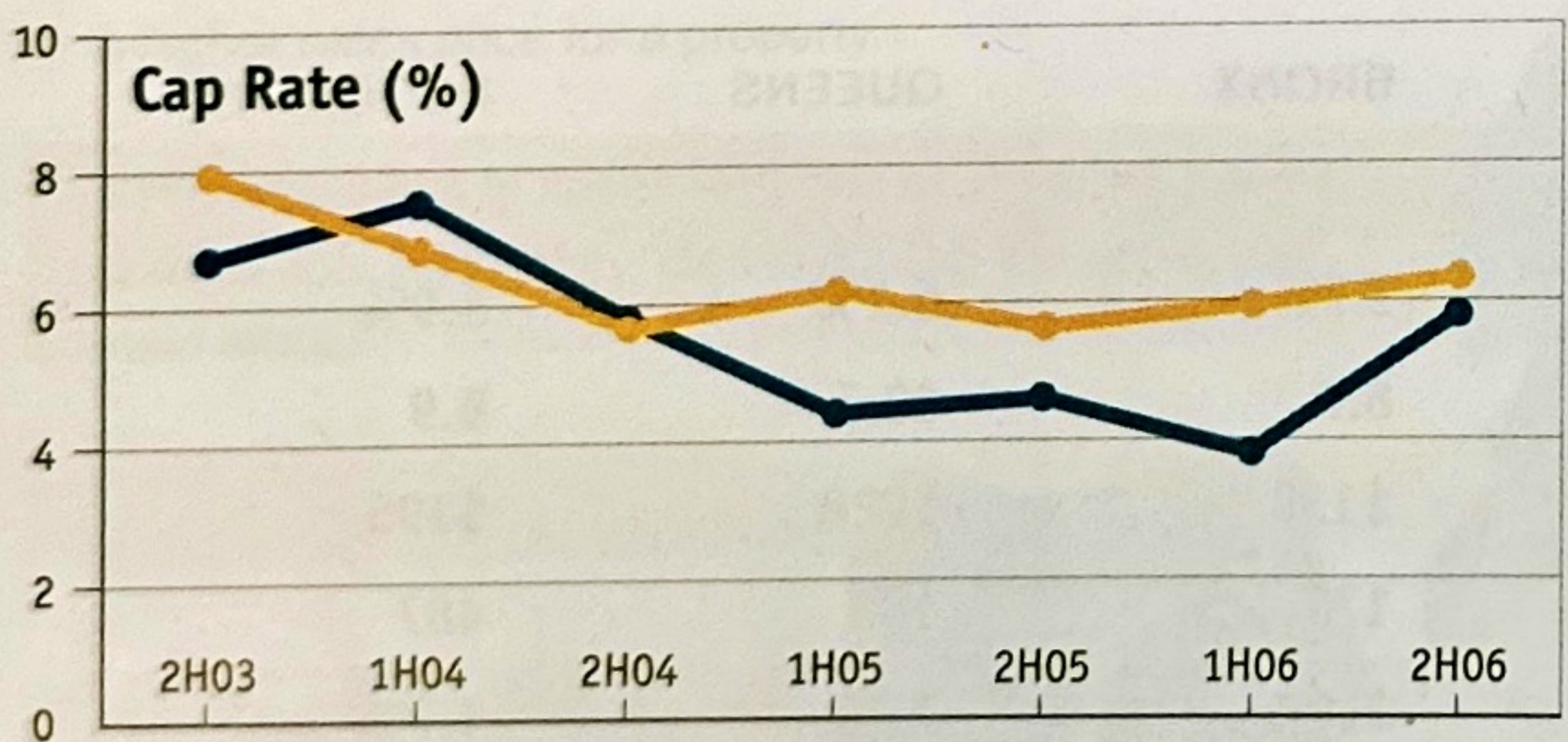
Walk-up	90	91	90	131	155	81
Elevator	42	41	38	39	53	31
Mixed-use	44	48	57	67	95	58



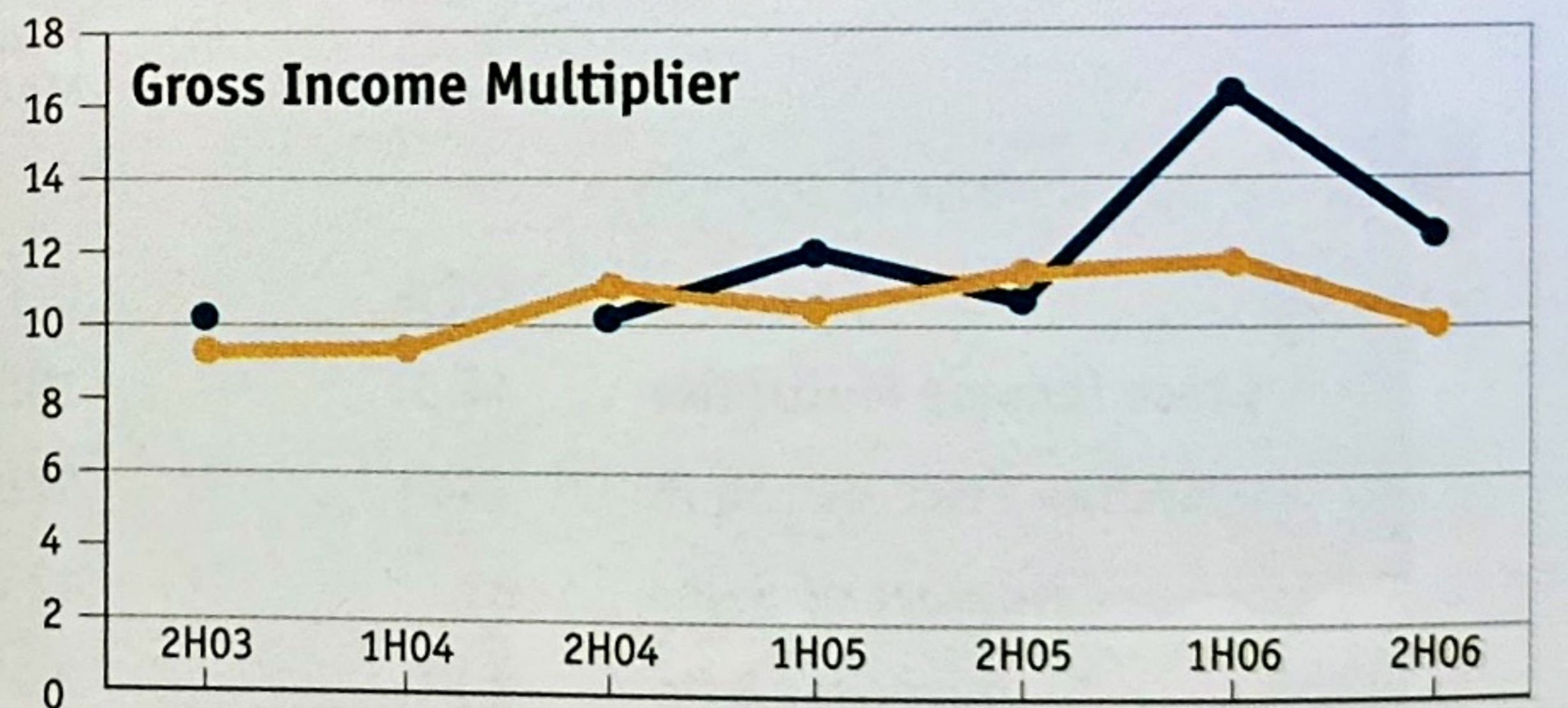
Walk-up	\$215	\$231	\$385	\$329	\$374	\$418	\$469	\$476	\$469
Elevator	\$254	\$231	\$414	\$314	\$256	\$331	\$407	\$426	\$449
Mixed-use	\$349	\$371	\$385	\$540	\$549	\$535	\$874	\$905	\$940

NORTHERN MANHATTAN

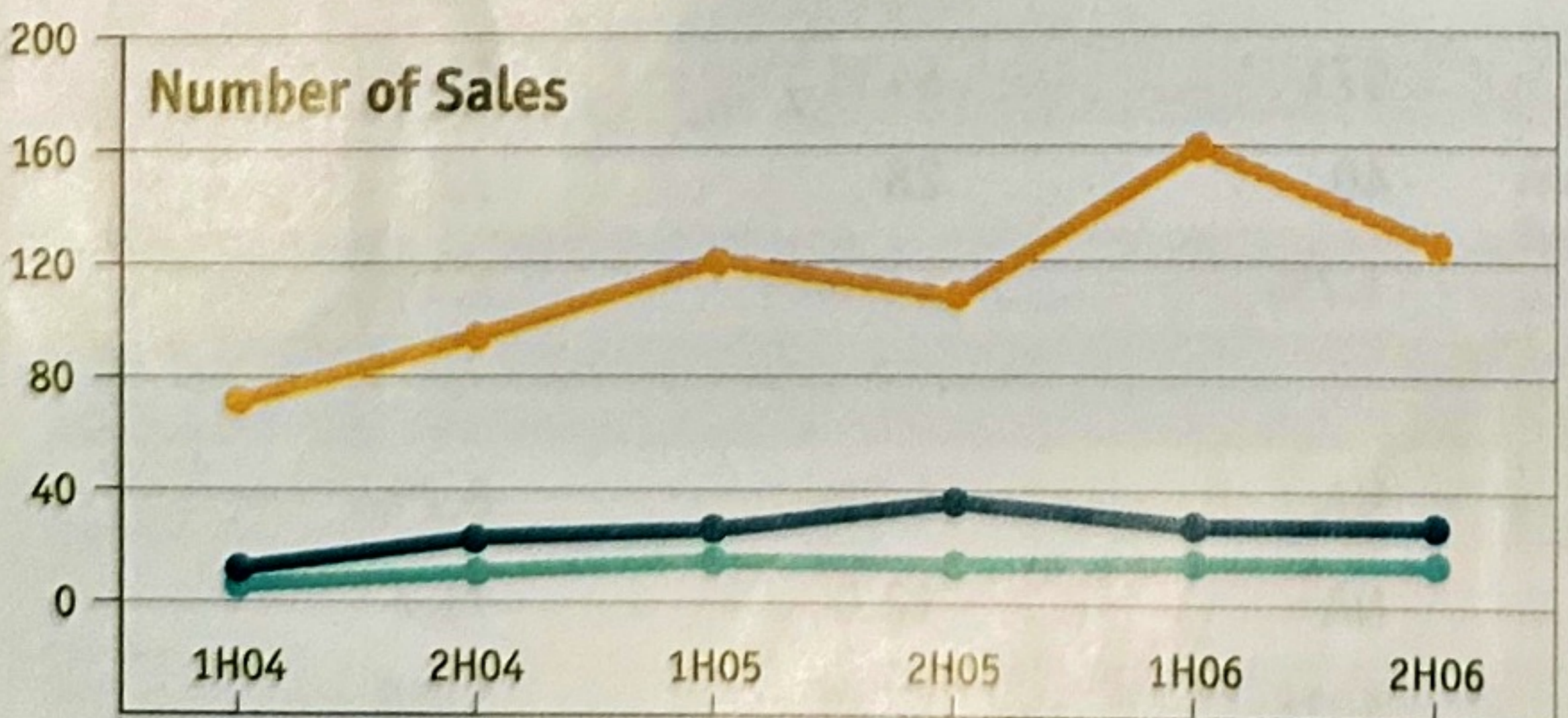
This area continues to attract investor interest as an alternative to the outer boroughs.



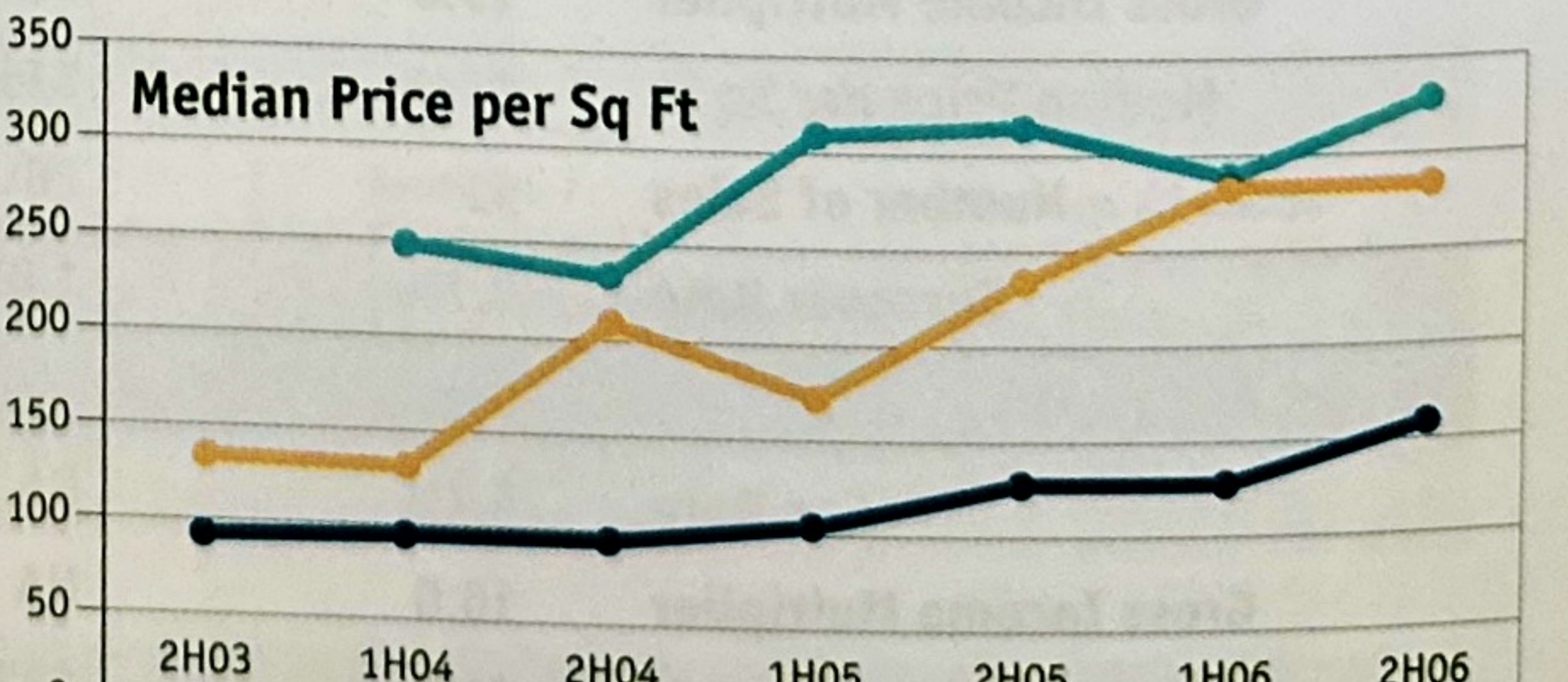
Walk-up	7.9	6.8	5.6	6.1	5.6	5.9	6.3
Elevator	6.7	7.5	5.8	4.4	4.6	3.8	5.8



Walk-up	9.2	9.3	11.0	10.4	11.4	11.7	10.0
Elevator	10.4	-	10.1	11.9	10.6	16.2	12.4



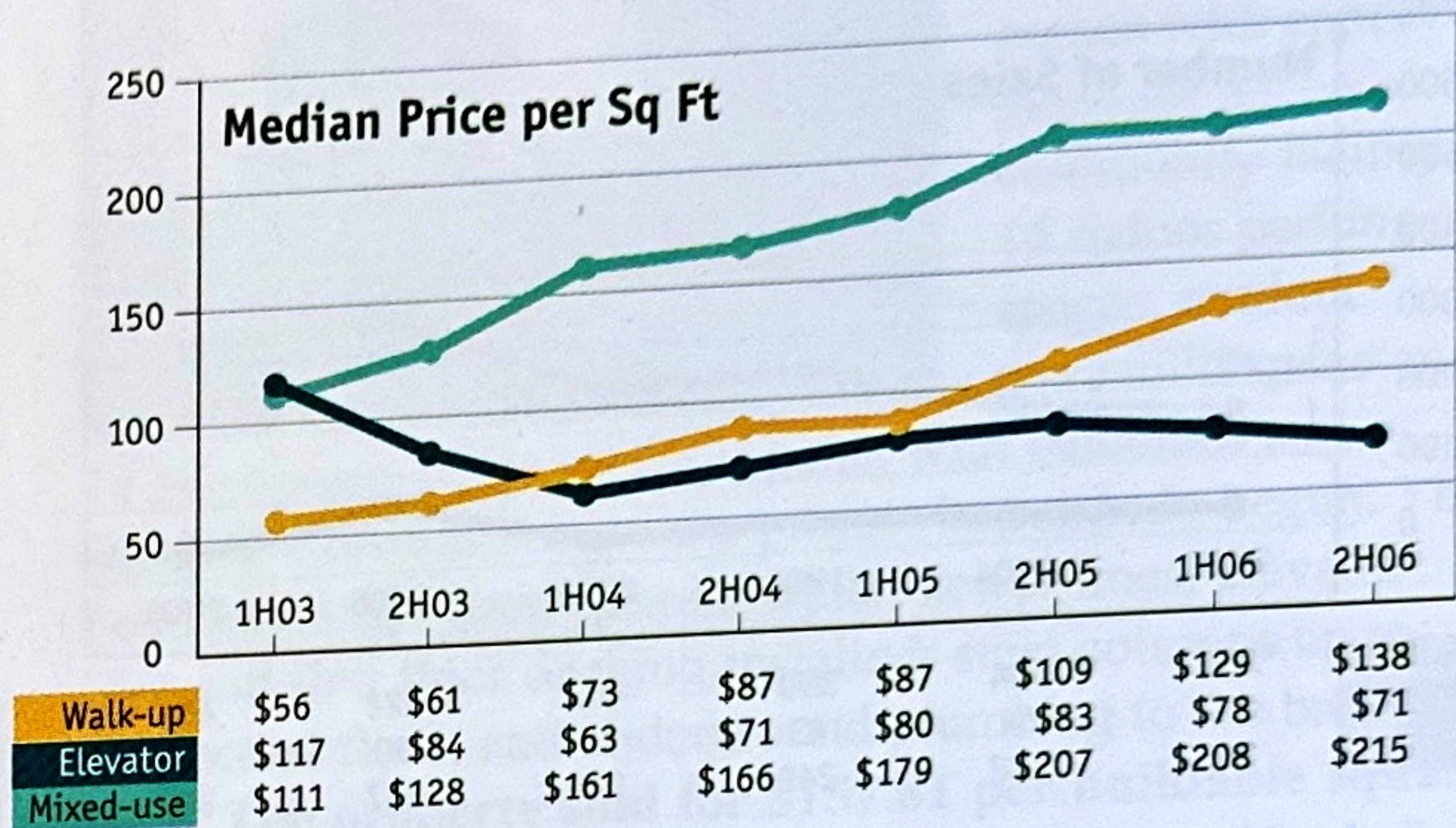
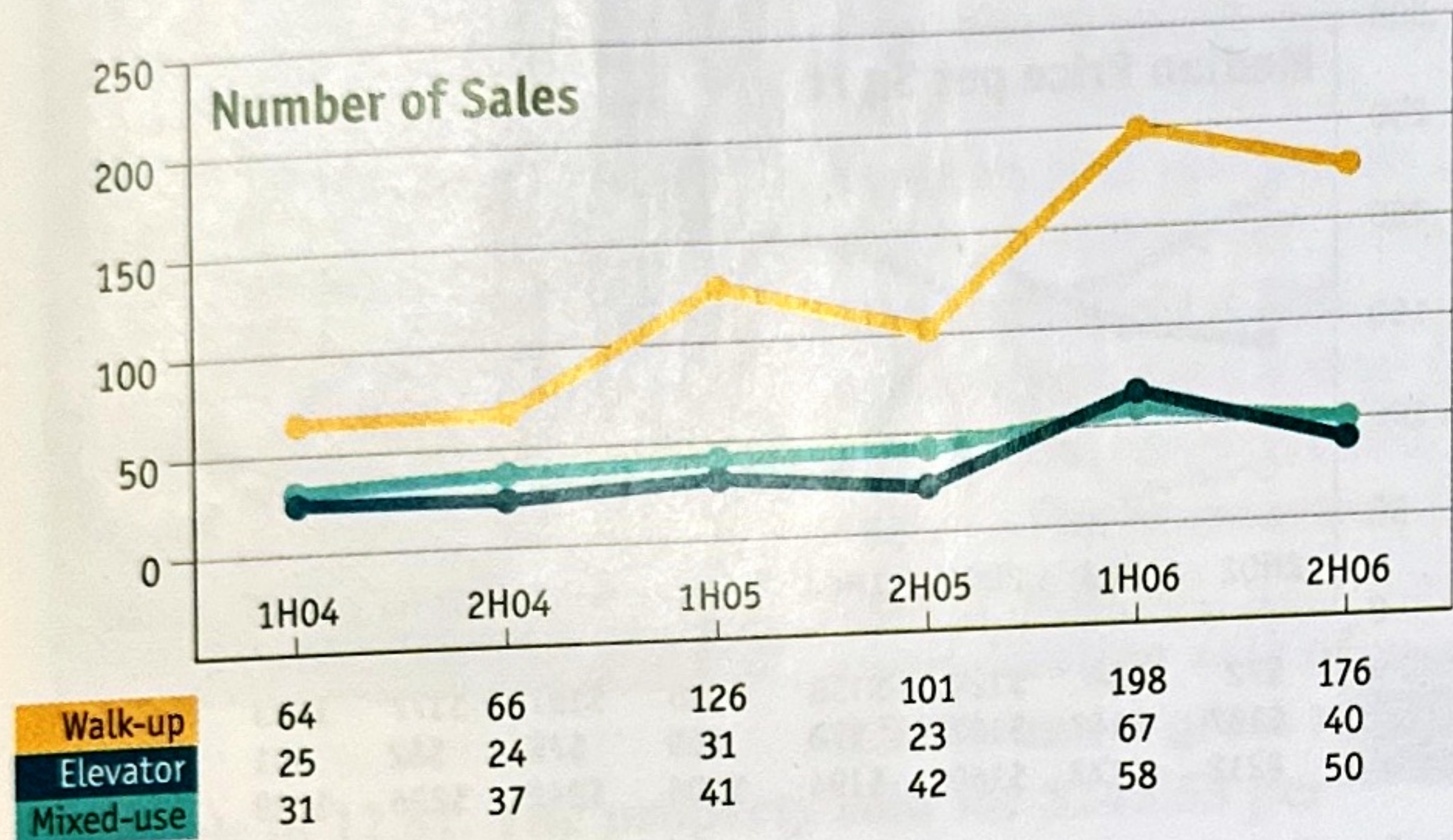
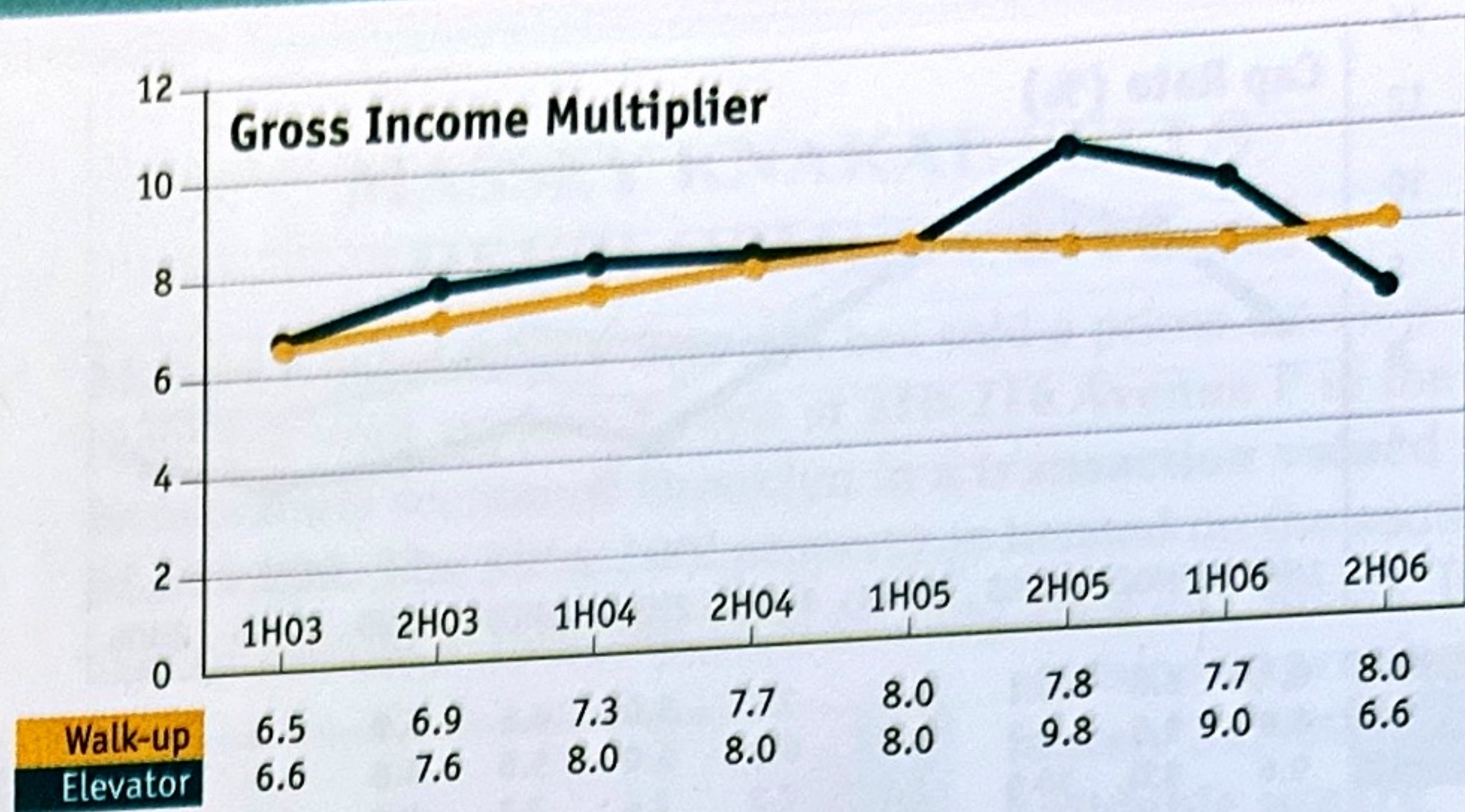
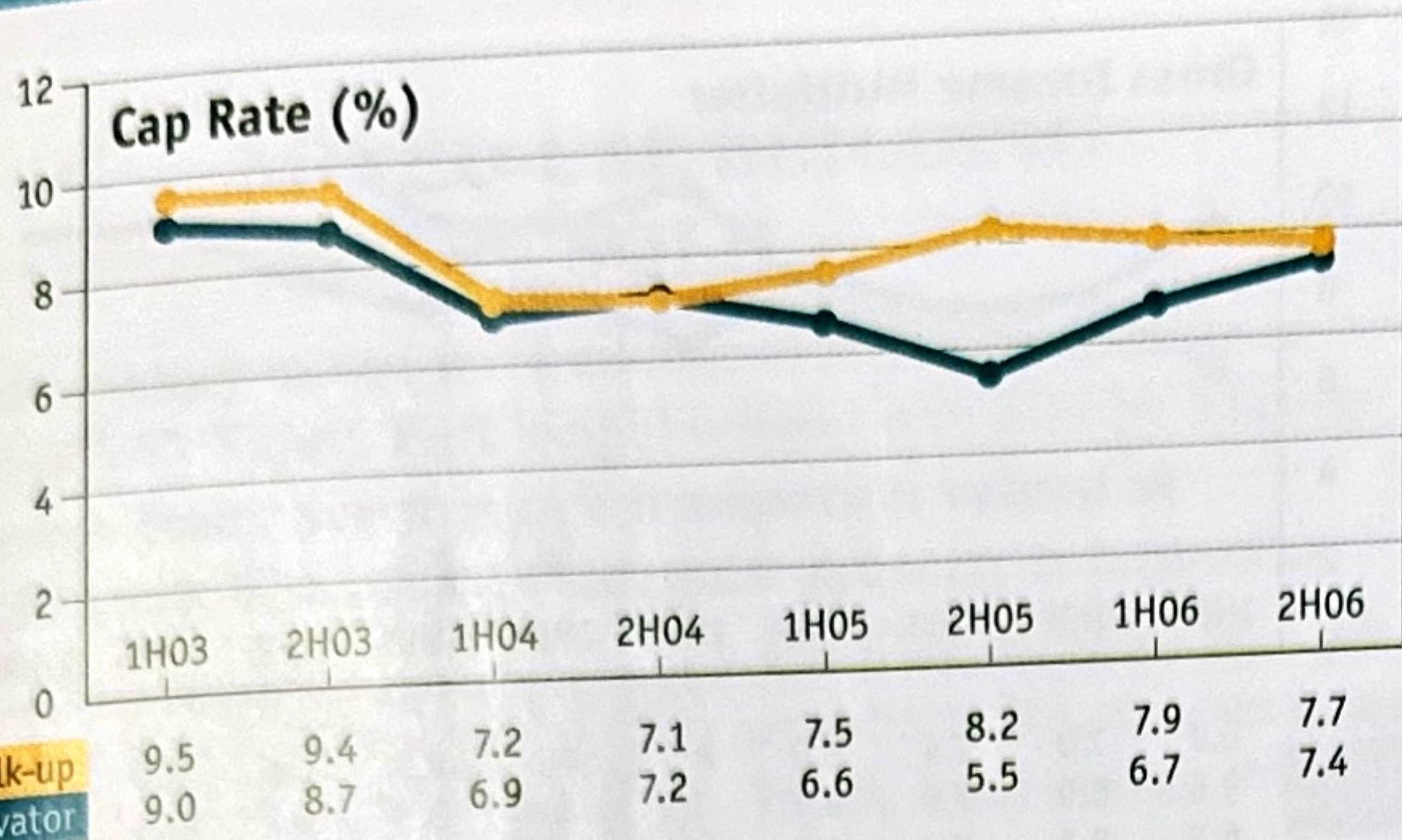
Walk-up	71	94	120	107	159	125
Elevator	12	23	26	36	28	28
Mixed-use	6	11	15	14	15	15



Walk-up	\$133	\$130	\$208	\$171	\$233	\$282	\$283
Elevator	\$93	\$95	\$95	\$105	\$128	\$128	\$159
Mixed-use	-	\$248	\$234	\$310	\$315	\$289	\$329

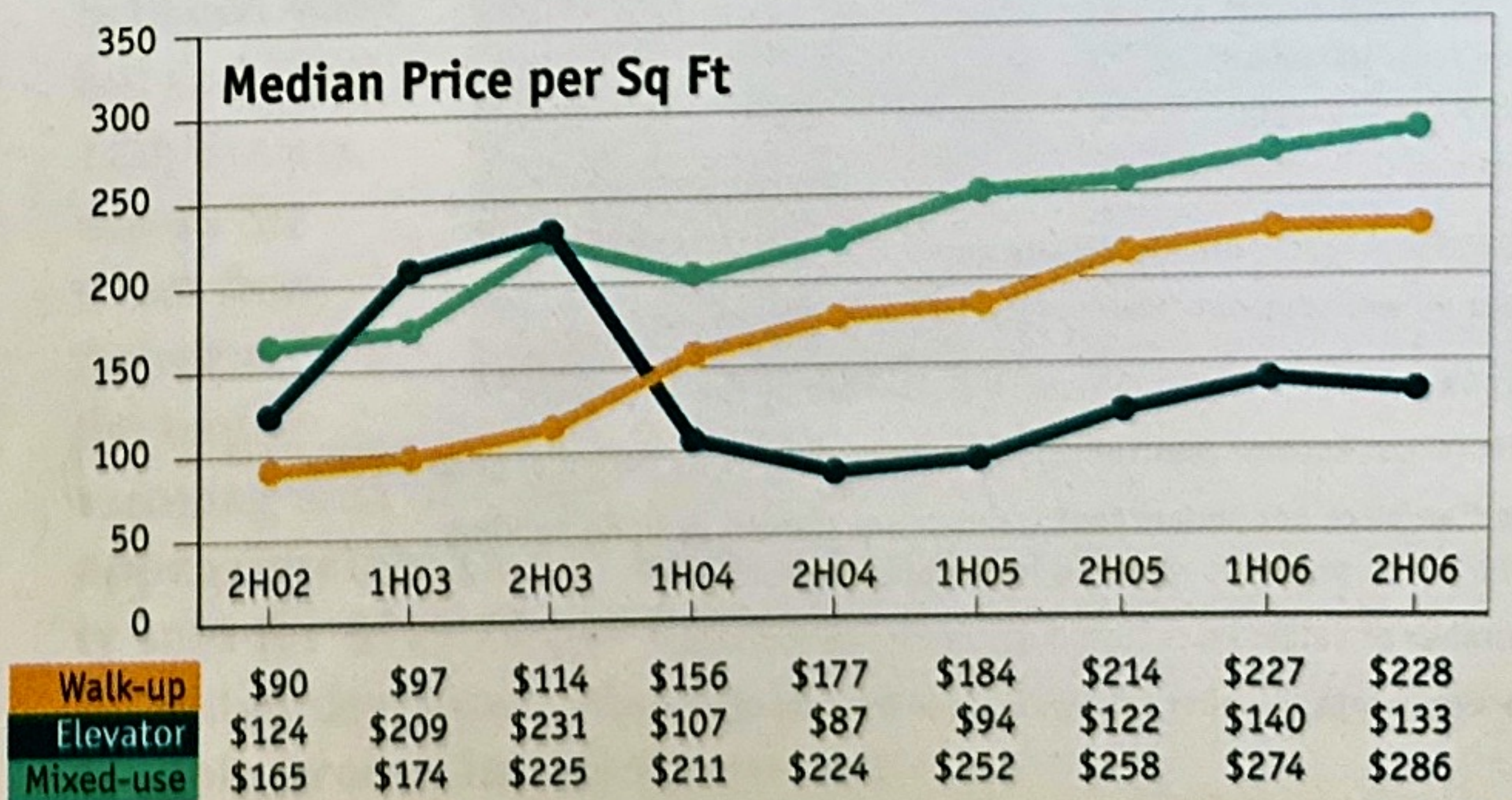
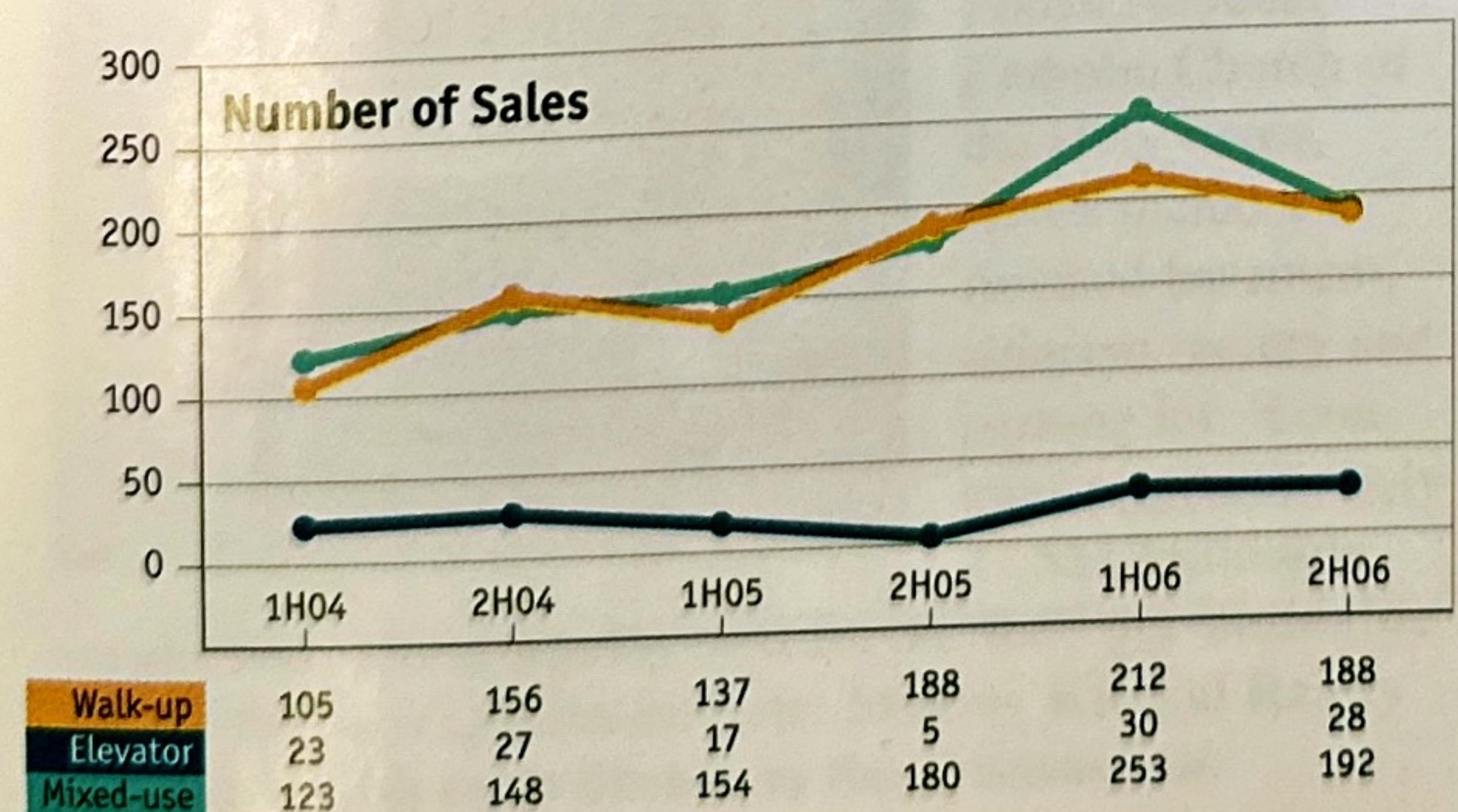
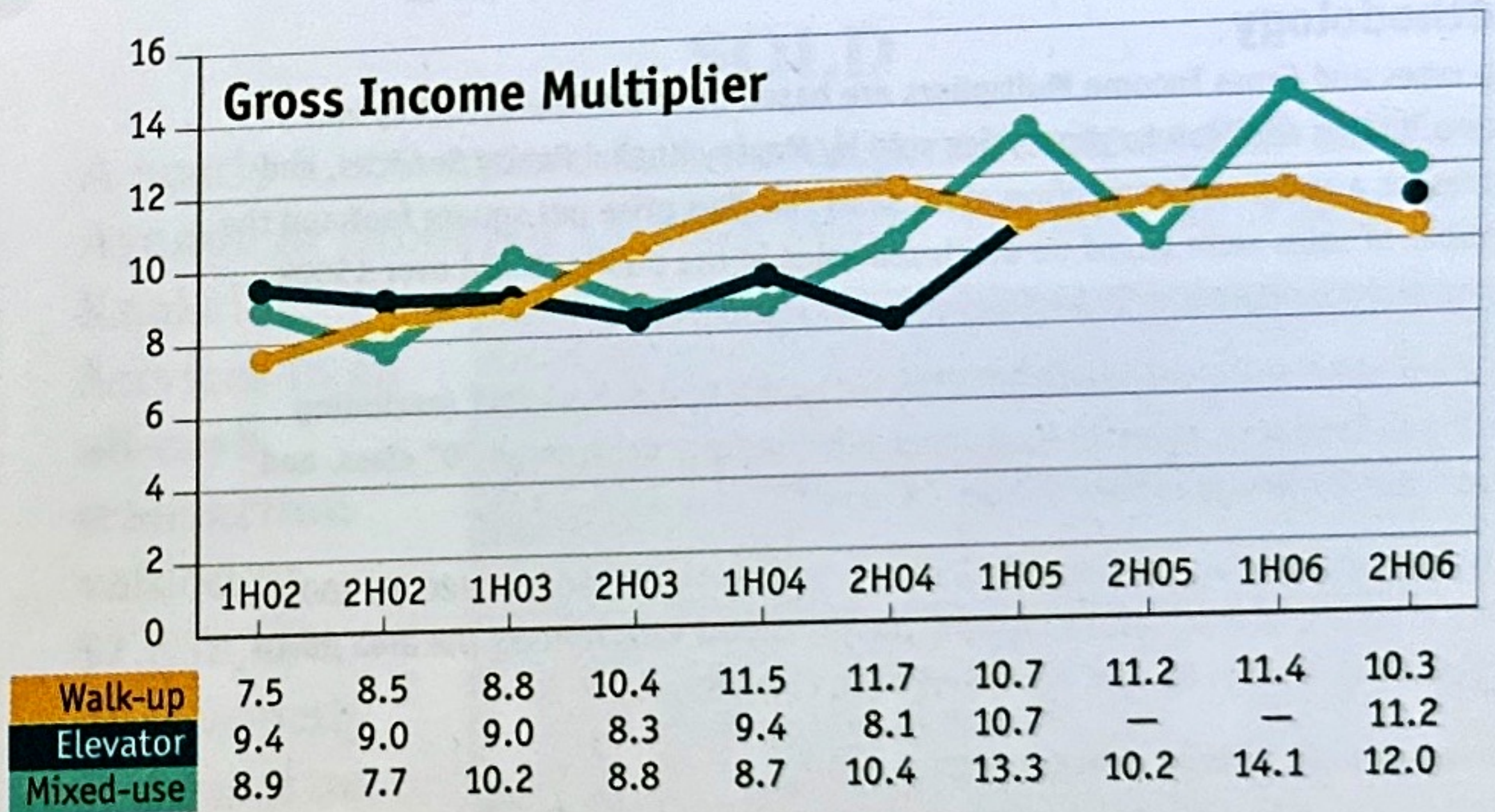
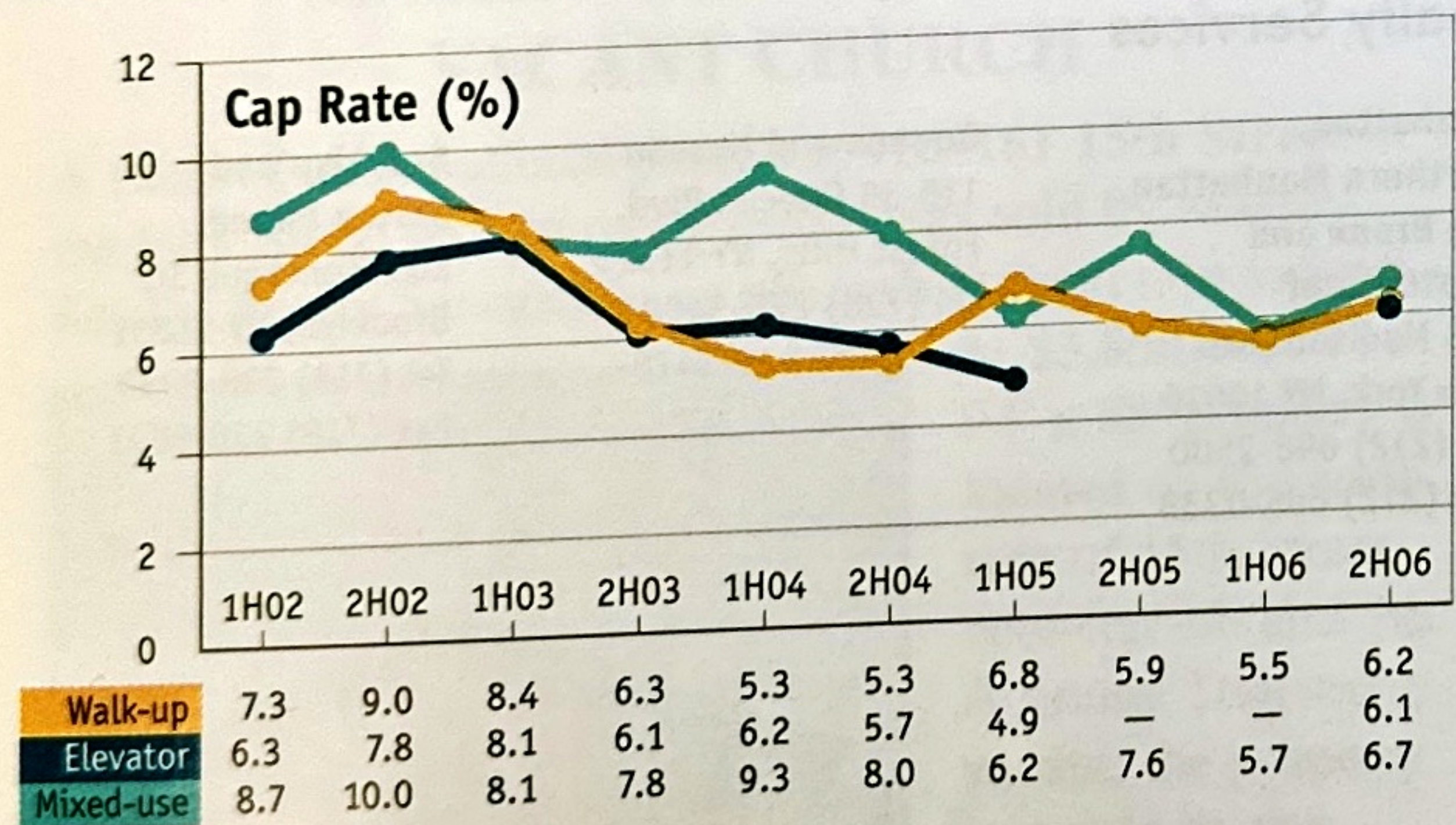
THE BRONX

A modest decline in the number of sales, and increase in prices indicates a market with growth potential.



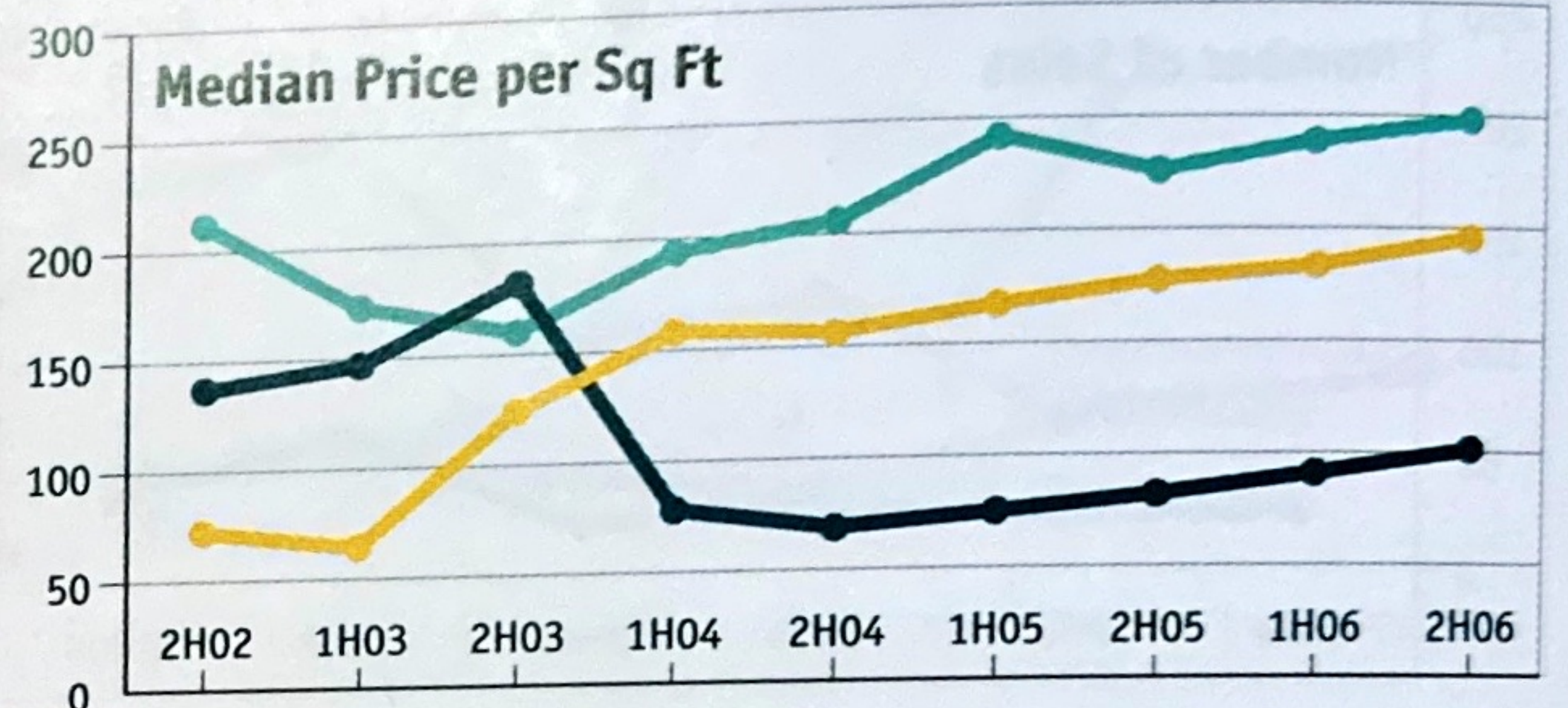
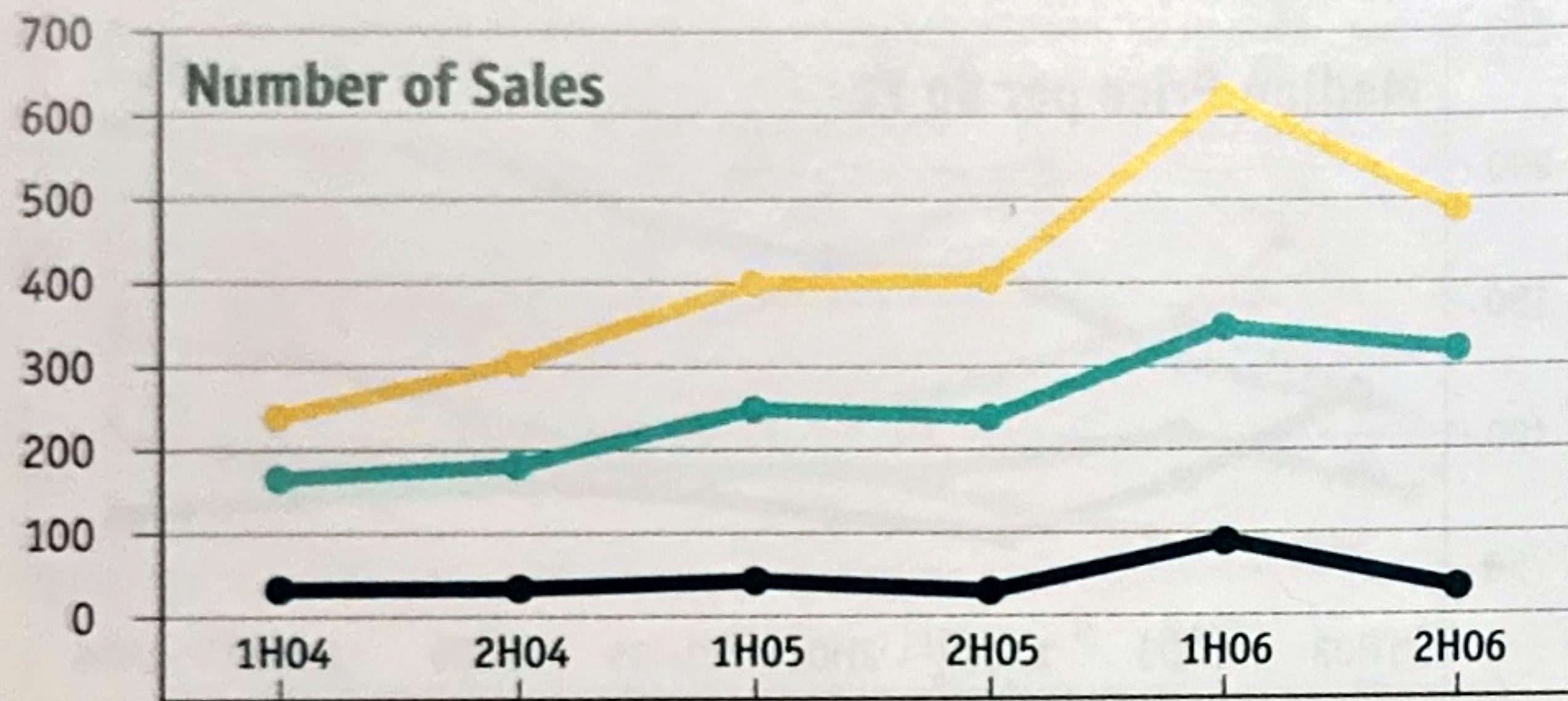
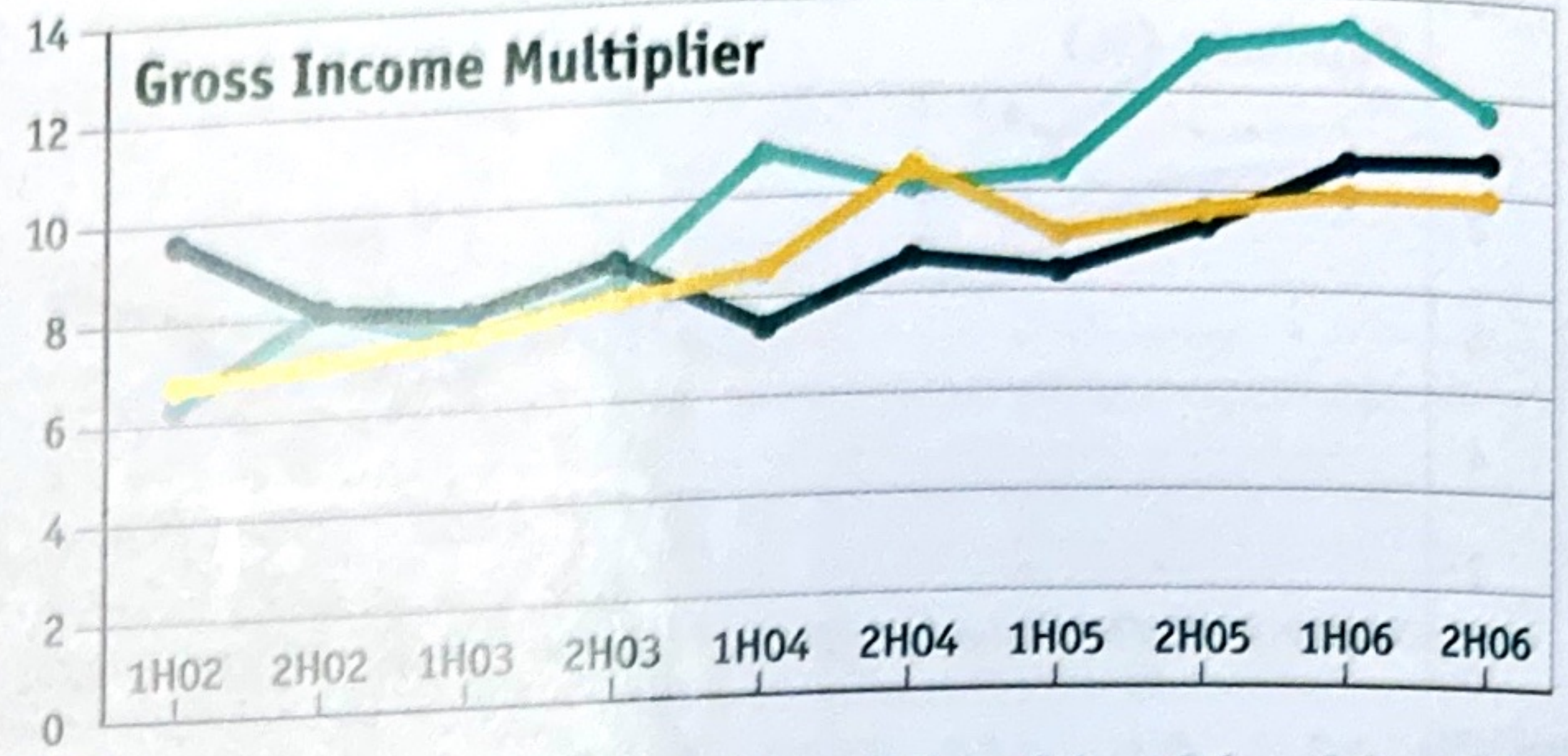
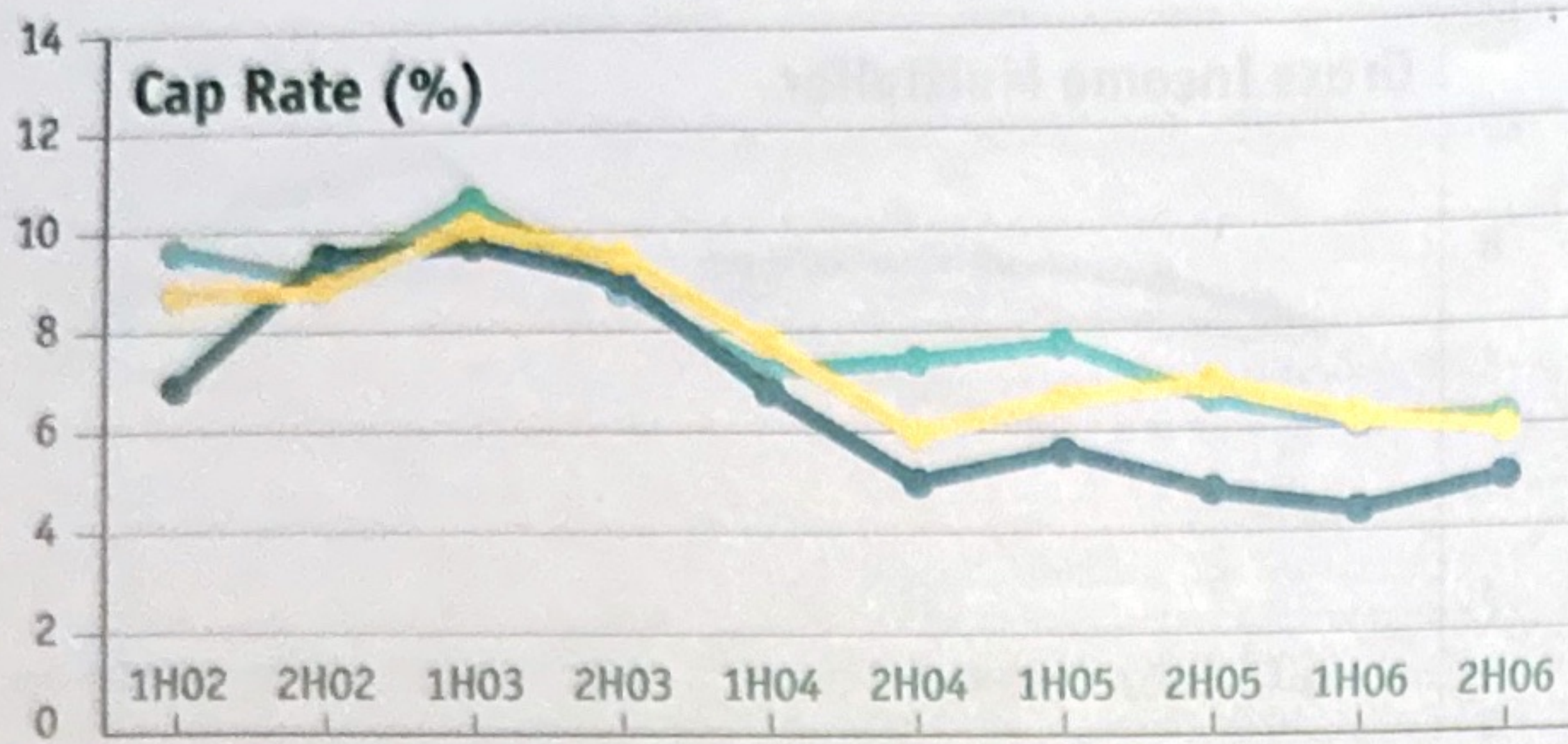
QUEENS

Mixed-use building remain the most active, while very few elevator buildings trade.



BROOKLYN

Drop-off in number of sales and increase in prices suggest lack of inventory rather than demand.



MASSEY KNAKAL

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Methodology

Cap rates and Gross Income Multipliers are based on sales researched by Miller Cicero, LLC in addition to properties sold by Massey Knakal Realty Services, and represent a reasonable sampling of all sales. Median price per square foot and the number of sales were based on all closed sales in the public record over \$500k, as reported by Property Shark (www.propertyshark.com).

Walk-up buildings are designated "C" class by the City of New York (excluding CO, three-families), elevator apartment buildings are designated "D" class, and mixed-use buildings consist of both "K" and "S" classes.

Northern Manhattan consists of zip codes: 10026, 10027, 10029, 10030, 10031, 10032, 10033, 10034, 10035, 10037, 10039, 10040. This reflects the area north of East 96th Street, Central Park, and West 114th Street.

For additional information contact:

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 Miller Cicero, LLC
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 New York, NY 10018
 Tel (212) 642-4300
jcicero@millercicero.com

Additional methodology details at:

www.millercicero.com/mkreports/methodology

Cap rate: net operating income (NOI) divided by the sales price

GIM (Gross Income Multiplier): sales price divided by potential gross income

Median price per square foot: sales prices divided by gross building area above grade, as reported in the public record

Number of sales: sales closed during the period

Turnover rate: number of sales divided by total inventory

MASSEY KNAKAL NEWS - BROOKLYN

MIXED-USE BUILDING SOLD

A three-story mixed-use building at **5711 4th Avenue** in Brooklyn's Sunset Park neighborhood was sold by Massey Knakal Realty Services in a **transaction valued at \$1,180,000**. The 26' x 64' irregular property is located on



4th Avenue between 57th and 58th Streets, one block from Sunset Park's premiere commercial corridor and two blocks from the N and R subway trains at 59th Street. It contains four apartments and two stores over **approximately 4,806 square feet**. Of the two stores, one was delivered vacant. **The transaction occurred at a capitalization rate of 5.91% and a gross rent**

multiple of 12.81. The property sold for \$245.53 per square foot to a Brooklyn investor. Massey Knakal Realty Services was the sole broker in this transaction.

MASSEY KNAKAL SELLS VACANT CHURCH

A vacant Polish national church at **155-161 15th Street** in the Park Slope section of Brooklyn was sold by Massey Knakal Realty Services in an **all-cash transaction valued**



at \$3,850,000. The 94' x 88' property is located on the north side of 15th Street between 4th and 5th Avenues. Delivered vacant, the property was sold by the Polish National Catholic Church of the Holy Cross, which included a finished basement, adjacent rectory and parking lot. It contains **approximately 22,532 buildable**

square feet. The property sold for \$170.87 per buildable square foot to a Queens investor. Massey Knakal Realty Services was the sole broker in this transaction.

MASSEY KNAKAL SELLS DEVELOPMENT SITE

Massey Knakal Realty Services has sold a prime development site with approved plans at **210-216 Avenue P** in the Bensonhurst section of Brooklyn in a **transaction valued at \$5,050,000**. The 80' x 100' property is located on the south side of Avenue P between West 6th and West 7th Streets. It



contains **approximately 32,000 buildable square feet**. The property comes with approved plans for a community facility, 14 indoor parking spaces, outdoor recreation space and

14 large three-bedroom apartments with balconies and terraces. Construction on the project has already begun. The Foundation has been poured; water, sewer lines, elevator core and first floor decking installed; steel columns up to the second floor; and underground plumbing to the basement. **The property sold for \$157.81 per buildable square foot to a Manhattan development group. Massey Knakal Realty Services was the sole broker in this transaction.**

DEVELOPMENT SITE SOLD

A nearly 8,000 square foot development site at **805 Surf Avenue** in Brooklyn's Coney Island was sold by Massey

Knakal Realty Services in an **all-cash transaction valued at \$1,850,000**.

The property is located on Surf Avenue between West 8th and West 12th Streets, across the street from Astroland – the target



rezoning area of Coney Island. Its C7 zoning allows for **approximately 15,517 buildable square feet. The property sold for \$119.22 per buildable square foot to a Brooklyn developer. Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - BROOKLYN

FORMER HOSPITAL SOLD

Massey Knakal Realty Services sold the former **Saint Mary's Hospital** in Brooklyn's Crown Heights neighborhood in a **transaction valued at \$22,000,000**. The



270,000 square foot, two-building complex is situated on a four acre site - one entire city block in an R6 zone. **Consisting of a 220,000-square-foot, seven-story main building**

and a 50,000-square-foot five-story annex, the Saint Mary's Hospital Complex was previously owned by the Saint Vincent's Medical Center. The property consists of **approximately 394,000 buildable square feet of residential space**. The transaction occurred at a **capitalization rate of 10.44%** and a **gross rent multiple of 7.85**. The property sold for **\$53.84 per buildable square foot**. Massey Knakal Realty Services represented the seller in this transaction.

MASSEY KNAKAL SELLS APARTMENT BUILDING

A 16-unit apartment building at **1614 East 12th Street** on the border of Brooklyn's Homecrest/Midwood sections was



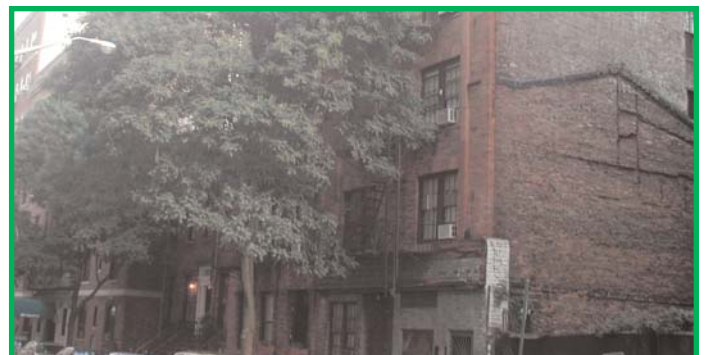
sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$1,575,000**. The 40' x 88' property is a four-story walk-up building with 12 one-bedroom and four two-bedroom apartments, some

recently renovated. It contains **approximately 14,080 square feet**. The property is close to subway and bus lines. **The transaction occurred at a capitalization rate of 5.52%** and a **gross rent multiple of 10.56**. The property sold for **\$112.50 per square foot** to a Brooklyn investor. Massey Knakal Realty Services was the sole broker in this transaction.

MASSEY KNAKAL SELLS MULTIPLE PROPERTIES IN BROOKLYN HEIGHTS



A mixed-use building, vacant lot and multifamily building at **71, 73 and 75 Pineapple Street** in the landmark district of Brooklyn Heights were sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$7,400,000**. Combined, the properties offer almost 80 feet of frontage on Pineapple Street. **71 and 75 Pineapple Street** currently have 23 vacant apartments, one vacant retail space and 13 occupied rent stabilized apartments. **In total, the two existing buildings contain approximately 17,800 square feet**. **All three properties contain approximately 24,415 buildable square feet**. The site is near the subway and blocks from the entrance to the pedestrian path on the Brooklyn Bridge. **The properties sold for \$303.09 per buildable square foot**. All were purchased by a New Jersey developer. Massey Knakal Realty Services was the sole broker in this transaction.



APARTMENT BUILDING SOLD

A 20-unit apartment building at **55 May Street** in the New Rochelle section of Westchester County, N.Y. was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$1,980,000**. The four-story property is located at the northwest corner of May Street and Sickles Place. It



contains **approximately 13,976 square feet** including two two-bedroom apartments and 18 one-bedroom apartments. The whole property has been recently renovated including new windows, electrical, plumbing, heating and painting. **The transaction occurred at a capitalization rate of 6.73% and a gross rent multiple of 8.81. The property sold for \$141.67 per square foot to a Westchester investor. Massey Knakal Realty Services was the sole broker in this transaction.**

OFFICE BUILDING SOLD

A two-story commercial building at **404 North Terrace Avenue** in Mount Vernon, Westchester County, N.Y. was sold by Massey Knakal Realty Services in an **all-cash transaction valued at \$518,000**. The property is located on the south side of North Terrace Avenue on a 50' x 100' lot. The entire building consists of **approximately 3,120 square feet** and was fully occupied by an electronics store.



It was delivered vacant on the first floor upon sale, and the seller will continue to occupy the second floor for \$1,200 per month for a period of two years. **The transaction occurred at a capitalization rate of 9.03%. The property sold for \$166.03 per square foot to a Westchester user. Massey Knakal Realty Services represented the seller in this transaction.**

MASSEY KNAKAL SELLS MIXED-USE BUILDING

A two-story, mixed-use building at **100 Lincoln Boulevard** in the Hempstead section of Long Island was sold by



Massey Knakal Realty Services in an **all-cash transaction valued at \$400,000**. The vacant property is located on a major thoroughfare, east of Clinton Street. The first level of the building is a set-up for retail use, while the

upstairs has one- and two-bedroom apartments. The first level can also be split into two smaller stores. The building can possibly be used as storage or offices as per Business B zoning allowances. **The property contains approximately 3,660 square feet and sold for \$109.29 per square foot to a Queens investor. Massey Knakal Realty Services is the sole broker in this transaction.**

MIXED-USE PROPERTY SOLD

Massey Knakal Realty Services has sold a two-story, mixed-use property at **1188 Broadway** in the Hewlett section of



Nassau County, Long Island, in an **all-cash transaction valued at \$915,000**. The 40' x 103' property is located on Broadway near Franklin Avenue, walking distance to the Long Island Railroad Hewlett station. The building contains two stores on the ground floor

(one vacant) and six two-bedroom apartments over **approximately 5,884 square feet. The transaction occurred at a capitalization rate of 6.78% and a gross rent multiple of 8.62. The property sold for \$155.51 per square foot to a Queens investor. Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - STATEN ISLAND

MASSEY KNAKAL SELLS MULTIFAMILY BUILDING

A pre-war multifamily building at **131 Silver Lake Road** on Staten Island was sold by Massey Knakal Realty Services in a **transaction valued at \$2,300,000**. The 60' x 90' building is located one block from Silver Lake Park, which boasts a golf course, twin reservoirs and 209 acres. The building is a four-story, 25-unit property comprised of 18 one-bedrooms, six two-bedrooms and one three-bedroom with a below market average rent of \$820 per month. It contains **approximately 20,000 square feet**. The transaction occurred at a **capitalization rate of 7.15%** and a **gross rent multiple of 8.38**. The property sold for **\$115 per square foot** to a Brooklyn investor. **Massey Knakal Realty Services was the sole broker in this transaction.**



DEVELOPMENT SITE SOLD

A sprawling development site at **2000 Richmond Terrace** in the Richmond Terrace section of Staten Island was sold by Massey Knakal Realty Services in a **transaction valued at \$940,000**. The vacant lot is located on the corner of Richmond Terrace and Park Avenue in an M3-1 zone. It contains **approximately 46,779 square feet**. The lot is the former Port Richmond location of the Sedutto Ice Cream Factory, which shut down 10 years ago. **The property sold for \$20.09 per square foot** to a Staten Island investor. **Massey Knakal Realty Services was the sole broker in this transaction.**



MASSEY KNAKAL NEWS - PARTNERS HONORED



Massey Knakal **Founding Partners Paul Massey and Robert Knakal** were recognized as **honorees** at the **2007 Brooklyn Philharmonic Spring Gala** at 6 p.m. May 8 at the Brooklyn Museum, 200 Eastern Parkway. **The elegant Spring Gala is the largest fundraising event held by the Brooklyn Philharmonic each year.** The black tie event included cocktails and a silent auction, followed by a musical performance, the awards ceremony and dinner. **Both Mr. Massey and Mr. Knakal are heavily involved in philanthropic work, which is why they were honored. This is the first time in their 19-year history as business partners that they were honored as individuals by the same organization.** Other honorees included David Arena, President of Grubb &



Ellis of New York and Richard A. Kessler, Chief Operating Officer of Benenson Capital Partners, LLC. **“We were extremely honored to be recognized by the Brooklyn Philharmonic,” Mr. Massey said. “Its commitment to artistic excellence, coupled with its significant presence throughout the borough of Brooklyn as witnessed through its award winning educational and community programs, perfectly mirrors the spirit of Massey Knakal.”** The Brooklyn Philharmonic was founded in 1954 by conductor Siegfried Landau. Now in its 53rd season, it is one of the nation’s groundbreaking music ensembles. The group continues to celebrate its vital presence in the cultural life of the New York metropolitan area, and is devoted to serving Brooklyn’s cultural and educational communities. It presents more than 400 events a year for over 50,000 people annually. **“We were thrilled to participate in the signature event,” said Massey Knakal Senior Partner Timothy King, who is also a board member with the Brooklyn Philharmonic. “The illustrious company of our fellow honorees, combined with this cause to which we are deeply committed, made May 8th a very special occasion for Massey Knakal.”**

MASSEY KNAKAL NEWS - NEW YORK CITY

BLOCK-THRU BUILDING SOLD

A five-story block-thru building at **25 Park Place** in the TriBeCa section of Manhattan was sold by Massey Knakal Realty Services in an **all-cash transaction valued at**



\$10,000,000. The 38-foot-wide property is located on the north side of Park Place between Broadway and Church Streets, north of the World Trade Center site. Containing **approximately 26,705 square feet**, it is on the landmark's calendar to be designated a historic site. The second through fourth floors are vacant residential spaces and

the basement, ground and fifth floors are commercial spaces. **The transaction occurred at a capitalization rate of 5.09%. The property sold for \$374.46 per square foot. Massey Knakal Realty Services represented the seller in this transaction.**

MASSEY KNAKAL SELLS DEVELOPMENT SITE

A development site at **698 Tenth Avenue** in Manhattan's Hell's Kitchen was sold by Massey Knakal Realty Services



in a **transaction valued at \$2,950,000.** The 26.9' x 72' property is located on the east side of Tenth Avenue between 48th and 49th Streets. There is presently a one-story vacant commercial building on the property with **approximately 1,890 square feet.** Zoned R-8 with a C1-5 overlay, the lot contains **9,265 buildable square feet**

of development rights, as of right. The property sold for \$318.40 per buildable square foot to a Manhattan developer. Massey Knakal Realty Services was the sole broker in this transaction.

MASSEY KNAKAL SELLS APARTMENT BUILDINGS



Massey Knakal Realty Services has sold two five-story walk-up apartment buildings at **147 Avenue A** in Manhattan's East Village/Alphabet City area in a **transaction valued at \$3,400,000.** The 26.33' x 51' property is located on the west side of Avenue A between East 9th and 10th Streets. The front and rear building total **approximate-**

ly 10,507 square feet. The buildings are comprised of 13 residential units (eight one-bedrooms in the front building, five two-bedrooms in the rear) and two retail stores (both in front). Of the apartments, 10 are rent stabilized, two are rent controlled and one is free market and vacant. One store lease expires in 2008, the other in 2010. **The transaction occurred at a capitalization rate of 3.91% and a gross rent multiple of 15.75. The property sold for \$323.59 per square foot to a Manhattan investor. Massey Knakal Realty Services was the sole broker in this transaction.**

ELEVATORED APARTMENT BUILDING SOLD

Massey Knakal Realty Services has sold a six-story, elevated apartment building at **4401 7th Avenue** in Brooklyn's Sunset Park neighborhood in a **transaction valued at \$6,080,000.** The 120' x 84' property is located across the street from

Sunset Park between 7th Avenue and 44th Street. It contains 12 two-bedroom units, 40 one-bedroom units and two studios over **approximately 54,770 square feet.** Half the



units have been renovated. **The transaction occurred at a capitalization rate of 4.29% and a gross rent multiple of 11.42. The property sold for \$111.01 per square foot to a Manhattan real estate firm. Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL NEWS - NEW YORK CITY

CHURCH SOLD

A church with offices, meeting rooms, an auditorium and three vacant above floors at **171-173 MacDougal Street** in Manhattan Greenwich Village was sold by Massey Knakal Realty Services in an **all-cash transaction valued at**



\$5,200,000. The 50'10' x 105' building is located on the west side of MacDougal Street between West 8th Street and Waverly Place, in close proximity to Washington Square Park.

Originally converted from a manufacturing building and then renovated in the 1960s to accommodate use for the Tenth Church of Christ Scientist, the property contains **approximately**

24,688 square feet plus basement. The church uses the basement through third floors. The fourth floor houses mechanicals, and the fifth and sixth floors are vacant. **The building sold for \$210.63 per square foot to a Manhattan developer** with plans to convert the above vacant floors to residential condominiums. **Massey Knakal Realty Services was the sole broker in this transaction.**

MASSEY KNAKAL SELLS APARTMENT BUILDINGS

Massey Knakal Realty Services has sold two five-story apartment buildings at **410-412 West 22nd Street** in



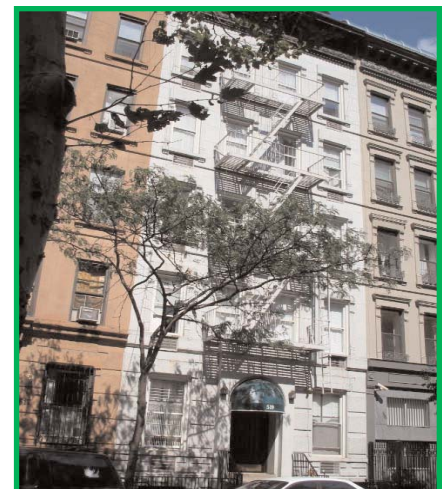
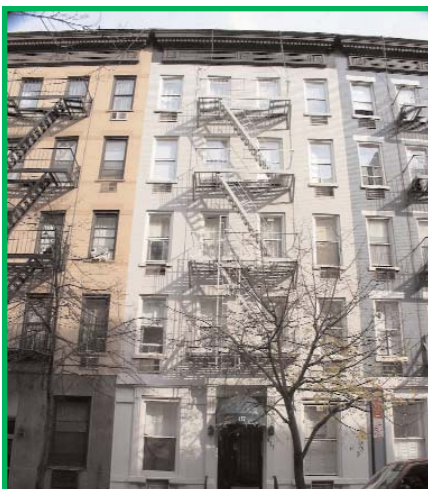
Manhattan's Chelsea neighborhood in an **all-cash transaction valued at \$4,000,000.**

The 27'8' x 48' properties are located on the south side of West 22nd Street between Ninth and Tenth Avenues. They contain a total of 18 units and **approximately 6,860 square feet.** Eight of the units are rent stabilized and 10 are free market. This property was sold as part of an eight-building portfolio

two years ago by Massey Knakal, and was recently resold with another building from the original portfolio at 442 West 22nd Street. **The transaction occurred at a capitalization rate of 6.48% and a gross rent multiple of 10.93.** The property sold for **\$583.09 per square foot** to an investor from Brooklyn. **Massey Knakal Realty Services was the sole broker in this transaction.**

CO-OP SPONSOR SHARES SOLD ON MANHATTAN'S UPPER EAST SIDE

The sponsor shares of three co-op buildings at **417, 419 and 519 East 87th Street** on Manhattan's Upper East Side were sold by Massey Knakal Realty Services in a **transaction valued at \$8,500,000.** The 25-foot-wide properties are located on East 87th Street between First and York Avenues and York and East End Avenues. Each are five-story walk-up buildings with 20 units. The sponsor shares account for 48 of the total 60 units. They are comprised of 42 free market units, three rent stabilized units and three rent controlled units. **Combined, the properties total approximately 25,540 square feet.** **The transaction occurred at a capitalization rate of 4.77% and a gross rent multiple of 11.46.** The shares sold for **\$332.81 per square foot** to a Manhattan investor. **Massey Knakal Realty Services was the sole broker in this transaction.**



Massey Knakal Charitable Foundation Launches Winter Drive



To kickoff the start of 2007, the **Massey Knakal Charitable Foundation** launched a **Winter Drive** that members titled, “**Out With the Old, In With the New.**” The intention was not to have Massey Knakal employees spend money but rather, provide an outlet to donate any old/used/unworn/unwanted clothing, accessories and/or appliances. **The company’s collaborative efforts benefited the Goodwill Industries of Greater New York, Inc.** The Foundation reached out to the organization’s Queens location as a conduit for Massey Knakal to make a difference in the local community and improve additional lives across the New York border. In addition to helping those in need, the organization runs a Job Placement Program. **So the Foundation was also able to collect suits, slacks, blazers, sweaters, man-tailored shirts, work bags - everything a new professional would need.** Not only did the donations provide much needed essentials, but they also created the potential to assist in granting someone a job, undoubtedly something that will change their lives forever. **Once again, the Massey Knakal family was floored by the amount of time, energy and effort Massey Knakal employees put forth to ensure they contributed to this drive. The Winter Drive, like all those before, was a monumental success. Company-wide, more than 26 filled-to-the-brim boxes of all different sizes and 36 overflowing bags were collected.** The generosity of the Massey Knakal employees impacted newborns, children, teens, men, and women – everyone was included! **Like every other drive, Massey Knakal is thrilled to have everyone’s support. We are grateful to have so many participants in each of our offices who pull together and exhibit such great motivation in making a difference.**



Massey Knakal employees show off the boxes and boxes of clothing donated to the Goodwill Industries of Greater New York, Inc. Company-wide, the Foundation gathered more than 26 boxes and 36 bags of clothing and other items.



MKCF Appoints New President, Members



The Massey Knakal Charitable Foundation was pleased to announce that **Jonathan Hageman**, lead assistant to Chairman and Founding Partner Robert Knakal, was named **President of the Massey Knakal Charitable Foundation**. He replaced outgoing President Peter Schubert, who stepped down to take a position as Trustee on the

board of the Brooklyn Children's Museum. Mr. Hageman began his career at Massey Knakal in the fall of 2002 as an **Administrative Office Manager**, assisting the vice president and Chief Executive Officer with day-to-day operations. He was promoted a year later to **Senior Associate**, and now works side-by-side with Mr. Knakal as **head member of his team**. Mr. Hageman joined the seven-member Charitable Foundation board last year and **served as its secretary until taking over the presidency**. The announcement was made formally at Massey Knakal's Awards Ceremony in January. **"It has been a great privilege to be a part of the initial board over the past two years. I am truly honored to be named President," Mr. Hageman said. "Peter did an incredible job as he was largely responsible for our initial vision and our accomplishments thus far. I am looking forward to continuing in his footsteps and expanding upon the Foundation's success."** Originally from Buffalo, N.Y., Mr. Hageman graduated from the University at Albany with a Bachelor's degree in Business Administration. Congratulations also to new board members **Annie Herrick, Manager, Organizational Effectiveness, and Ofer Cohen, Director of Sales in Brooklyn**. Ms. Herrick, a Wake Forest University graduate with a Bachelor's degree in Political Science, is the new **Secretary**, filling the spot Mr. Hageman vacated. Mr. Cohen, a State University of New York Empire State College graduate with a Bachelor's degree in Business, Management and Economics, has replaced outgoing Foundation member Tori Roberson as **Grants Manager**. We wish all three success in their new roles alongside **Treasurer Michael Wlody, Vice President Gia LaMarca, Public Relations Manager Christoffer Brodhead and Vice President of Volunteer Drives Robert Shapiro**.



Foundation Awards Grant To Non-Profit Organization

The Massey Knakal Charitable Foundation recently awarded grants to the following non-profit organizations:

Thorpe Family Residence, Inc.

The grant awarded will help support a social worker position at the Thorpe Family Residence, Inc., which has provided shelter and services to homeless families in the Bronx. This organization provides housing to mothers and their children as well as an array of support services to assist the mothers in securing employment and housing and handling the stress of parenting and running a home. Its clients are homeless families who need long-term support to stabilize themselves after the traumas of incarceration, mental illness, substance abuse, domestic abuse or a combination of these factors.

Massey Knakal Employees Donate Earnings

Last year, the Massey Knakal Charitable Foundation launched its first company fundraiser, the **"1% Club,"** asking all company employees to **contribute 1% of their gross earnings for the year**. Now an annual event, the Foundation kicked off its **1% Club campaign for 2007** and surpassed their goal, **achieving 50 members for 2007**. **"The Foundation truly appreciates everyone taking the time to consider the donation this year and we sincerely thank the 2007 members for their support,"** said new **Foundation President Jonathan Hageman**. **"As always, we look forward to directing the funds to worthy charitable organizations in accordance with our mission, and will continue to keep you aware of our efforts."** Since its inception, the Foundation has been able to **directly fund support for more than 70 different charitable causes in the New York metropolitan region**.

The Massey Knakal Charitable Foundation is dedicated to the support of local educational, family and other community-oriented charitable causes primarily within New York City and the Tri-State area. In addition to providing these charities with direct grants, the Foundation will organize volunteer efforts to benefit them with its time and energy. If you would like to make a tax-deductible donation to the Foundation, or if you represent a charity whose objectives fit with the Foundation's stated mission, please contact Jonathan Hageman, President of the Foundation, at 212.696.2500, x7773.

MASSEY KNAKAL PORTFOLIO SALES

THE UNIONPORT BRONX PORTFOLIO SOLD BY MASSEY KNAKAL

Massey Knakal Realty Services has sold four multifamily buildings in the Allentown section of the Bronx in an **all-cash transaction valued at \$23,750,000**. The **Unionport Bronx Portfolio** consists of **1944 Unionport Road, 1954 Unionport Road, 1980 Unionport Road and 733 Arnow Avenue**. The first three are contiguous, six-story apartment buildings that overlook Bronx Park. The Arnow Avenue property is a five-story walk-up apartment building just north of the others, four blocks east of Bronx Park. The properties house a total of 332 residential apartments plus three super's units, two commercial units and one cellular phone antennae. Of the apartments, 98% are rent stabilized and 2% are rent controlled. Ten are currently vacant. **Combined, the properties consist of 256,000 square feet. The transaction occurred at a capitalization rate of 6.09% and a gross rent multiple of 8.15. The property sold for \$92.77 per square foot to a Brooklyn investor. Massey Knakal Realty Services was the sole broker in this transaction.**



MASSEY KNAKAL SELLS WEST 115TH STREET PORTFOLIO IN CENTRAL HARLEM



Massey Knakal Realty Services has sold seven non-contiguous walk-up buildings in the Central Harlem area in an **all-cash transaction valued at \$8,500,000**. The **West 115th Street Portfolio** properties are located on the north side of West 115th Street between Adam Clayton Powell and Frederick Douglass Blvds.. They include: **213, 221, 229, 233, 241, 243 and 283 West 115th Street**. The

properties span **approximately 70,174 square feet** and are comprised of 71 residential units and two commercial units. **The transaction occurred at a capitalization rate of 4.72% and a gross rent multiple of 12.42. The property sold for**



\$121.13 per square foot. Massey Knakal Realty Services represented the seller in this transaction.



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