FORM 4

U.S. SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

[X] Check this box if no longer Subject to Section 16.

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(f) of the Investment Company Act 1940

1.Name and Address of Reporting Person*	2.Issuer Name and Ticker or Trading Symbol	6.Relationship of Reporting Person to Issuer (Check all Applicable)
Margiotta Charles (Last) (First) (MI)	Rayonier	--- Director (give title below) --- 10% Owner (Specify below)
1177 Summer Street (Street)	3.IRS or Soc. Sec. No. of Reporting Person (Voluntary)	X Officer (give title below) --- Other (Specify below)
Stamford CT 06905-5529 (City) (State) (Zip)	4.Statement for Month/Year: January 1999	Vice President
	5.If Amendment, Date of Original (Month/Year): 03/04/1999	7. Individual or Joint/Group Filing (Check Applicable Line)
		X Form filed by One Reporting Person
		--- Form filed by More than One Reporting Person

TABLE I - Non-Derivative Securities Acquired, Disposed of or Beneficially Owned

1.Title of Security (Instr. 3)	2.Transaction Date (Mon/Day/Yr)	3.Trans. Code (Instr.8) Code	V	4.Security Acquired (A) or Disposed of (D) (Instr. 3, 4 & 5) Amount	(A) (D)	Price	5.Amount of Securities Beneficially Owned at End of Month (Instr. 3 & 4)	6. Own. Form (D) or (I)	7.Nature of Indirect Beneficial Ownership (Instr. 4)
Common Shares						$.0000	3428	I (01)	In Trust

Reminder: Report on a separate line for each class securities owned directly or indirectly.

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*If the form is filed by more than one reporting person, see Instruction 4(b)(v).

FORM 4 (continued)

TABLE II - Derivative Securities Acquired, Disposed of, Beneficially Owned
(e.g., puts, calls, warrants, options, convertible security)

1.Title of Derivative Security (Instr. 3)	2.Conversion or Exercise Price of Derivative Security	3. Transaction Date (Mon/Day/Year)	4.Transaction Code (Instr.8) Code	V	5.Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 & 5) (A)	(D)	6.Date Exercisable and Expiration Date (Month/Day/Year) Date Exbl.	Exp. Date	7.Title and Amount of Underlying Securities (Instr. 3 & 4) Title	Amount or Number of Shares	8.Price of Derivative Security (Instr. 5)	9.Number of Derivative Securities Beneficially Owned at End of Month (Instr. 4)	10. Form of Deri Sec. (D) or Ind. (I)	11.Nature of Indirect Beneficial Ownership (Instr. 4)
EMPLOYEE S	$45.5600	01/02	A	V	7500		01/03	01/04	Common Sha	7500		7500	D	

TOCK OPTIO N		1999					2000 (02)	2009	res					
Performanc e Share	(03)	01/02 1999	A	V	2000				Common Sha res	2000	(03)	2000	D	

Explanation of Responses:

(01) Shares held in trust are held in the Rayonier Investment & Savings Plan for this person's account.

(02) Vests in one-third installments annually commencing January 3, 2000.

(03) Performance Shares are paid in Rayonier Inc. Common Shares in an amount ranging from 0 to 150% of the Performance Shares awarded based upon Rayonier Inc.'s total shareholder return performance during the period from January 2, 1999 to December 31, 2001.

**Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

/s/John B. Canning, Attorney-in-Fact 03/04/1999

**Signature of Reporting Person Date

Note: File three copies of this form, one of which must be manually signed.
If space provided is insufficient, see Instruction 6 for procedure.

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Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMD Number