

Pricing Supplement No. 1 dated January 27, 1999  
 (To Prospectus dated August 18, 1998 and  
 Prospectus Supplement dated November 16, 1998)

Rule 424 (b) (2)  
 File No. 333-52857  
 33-52855  
 Cusip # 75507QAL6

Rayonier Inc.

Medium-Term Notes (Fixed Rate) Payable May 15 and November 15

Due Nine Months or More from Date of Issue

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 Principal Amount: \$50,000,000                      Trade Date: January 27, 1999  
 Issue Price: 100                                      Original Issue Date: February 1, 1999  
 Interest Rate: 6.15%                              Agent's Commission: 0.50%  
 Maturity Date: February 2, 2004                      Net Proceeds to Issuer: \$49,750,000  
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Redemption:  The Notes cannot be redeemed prior to maturity

The Notes may be redeemed prior to maturity

Initial Redemption Date:

Initial Redemption Price:

Annual Redemption Price Reduction:

Repayment:

The Notes cannot be repaid prior to maturity

The Notes can be repaid prior to maturity at the option of  
 the holder

Repayment Price:

Repayment Date:

Original Issue Discount Note:                       Yes                       No

Total Amount of OID:

Original Yield to Maturity:

Initial Accrual Period OID:

Form:                       Book Entry Depository: DTC                       Certificated

Selling Agent:

Credit Suisse First Boston (\$ 15,000,000)

Morgan Stanley & Co. (\$ 30,000,000)

Chase Securities (\$ 5,000,000)

Other Provisions: