

For Immediate Release

To Whom It May Concern

Nomura Real Estate Master Fund, Inc.

Securities Code: 3462

Shuhei Yoshida, Executive Director

Asset Management Company:

Nomura Real Estate Asset Management Co., Ltd.

Norio Ambe, President & Chief Executive Officer

Inquiries:

Ken Okada

Director and Managing Executive Officer

TEL. +81-3-3365-8767 nmf3462@nomura-re.co.jp

Notice Concerning Repayment of Debt Financing

Nomura Real Estate Master Fund, Inc. (“Nomura Master Fund” or the “Fund”) announced that the Fund will make repay debt financing as stated below.

I . Details of Repayment of Debt Financing

1. Purpose

The Fund will repay existing borrowings early using cash on hand generated from the sale of assets and other funds in order to increase asset management efficiency and reduce interest expenses.

2. Details of Repayment

An early repayment of the following term loan^(Note 1), based on the Commitment Line Agreement, contracted on June 8, 2016. ^(Note 2)

Lenders	Borrowing Amount before the repayment (millions of yen)	repayment Amount (millions of yen)	Borrowing Amount after the repayment (millions of yen)	Interest Rate	Drawdown Date	Term	Repayment Date	Scheduled Repayment Date	Collateral
The Bank of Tokyo-Mitsubishi UFJ, Ltd. Sumitomo Mitsui Banking Corporation Mizuho Bank, Ltd. Mitsubishi UFJ Trust and Banking Corporation Sumitomo Mitsui Trust Bank, Limited	16,200	16,200	-	Basic Interest rate +0.45% (Note3) (Note4) (Note5)	March 30, 2017	1 year	March 30, 2018	July 19, 2017	Unsecured, unguaranteed

(Note 1) From this early repayment, break funding cost will occur, calculated by the actual days from the following date of Repayment Date to the following Interest Payment Date.

(Note 2) On March 30, 2017, the Fund procured 18,000 million in borrowings based on the Commitment Line Agreement. Ahead of schedule, the Fund repaid ¥1,800 million of this amount on June 20, 2017. The borrowings shown in the table represent the remaining balance of said borrowings. For details, please refer to the March 21, 2017 press release “Notice Concerning Debt Financing” and the June 6, 2017 press release “Notice Concerning Debt Financing and Repayment of Debt Financing”

(Note 3) Basic Interest Rate, which applies to the calculation period of the interest rate to be paid on the Interest Payment Date, will be JBA 1 month JPY TIBOR as of two business days before the previous Interest Payment Date of the respective interest payment dates (however, the Drawdown Date for the first interest rate calculation period) announced by the JBA TIBOR Administration.

- (Note 4) Basic Interest Rate indicated in (Note 3) will be reviewed on each Interest Payment Date. However, in the case the rate that applies to the calculation period of the interest rate does not exist, what is calculated based on the method stated in the contract will be the Basic Interest Rate that applies to the concerned period. Refer to the JBA TIBOR Administration website regarding the changes in the respective JBA Japanese Yen TIBOR, the base interest rate.
- (Note 5) April 26, 2017, the first interest payment date, and 26th of every month thereafter until the Repayment Date. (or the following business day if the date is a non-business day, or the prior business day if the following business date is in the next month)

II. Status of Interest-bearing Debts after the Repayment

		(millions of yen)		
		Before the Repayment	After the Repayment	Increased/Decreased Amount
	Short-term Borrowings	16,200	0	▲16,200
	Current portion of Long-term borrowings (Note 1)	43,554	43,554	—
	Long-term borrowings (Note 2)	422,708	422,708	—
	Total Borrowings	482,462	466,262	▲16,200
	Current portion of Investment Corporation Bonds (Note 1)	4,000	4,000	—
	Investment Corporation Bonds (Note 3)	18,500	18,500	—
	Total Investment Corporation Bonds	22,500	22,500	—
	Total Interest-Bearing Debts	504,962	488,762	▲16,200

(Note 1) Nature of term is as of the end of the 3rd fiscal period (February 28, 2017).

(Note 2) Excludes Long-term Borrowings due within one year.

(Note 3) Excludes Investment Corporation Bond due within one year.

III. Forecasts of Financial Results

There is only small impact to Nomura Master Fund's forecasts of financial results for the fiscal period ending August 31, 2017 (March 1, 2017 to August 31, 2017), there is no revision to the forecast of financial results.

*<Nomura Real Estate Master Fund, Inc> URL: <http://www.nre-mf.co.jp/en/>