



For Translation Purposes Only

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For Immediate Release

Nomura Real Estate Master Fund, Inc.
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(Securities Code: 3285)

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Notice Concerning Concluding Interest-Rate Swap Agreement

Nomura Real Estate Master Fund, Inc. (“Nomura Master Fund” or the “Fund”) announced today the signing of interest rate swap agreements regarding the 7 years and 11 months floating rate ¥2.1 billion term loan (the “7 years and 11 months Loan”), as mentioned below.

1. Purpose for Signing the Interest Rate Swap Agreement

With respect to the debt financing of the 7 years and 11 months Loan, the Fund intended to convert the interest rate for such debt financing from floating-rate to fixed-rate for the entire period until the repayment date, in order to hedge risks of interest rate fluctuations.

2. Summary of Interest-Rate Swap Agreement

Agreement for Interest on Debt Financing of the 7 years and 11 months Loan

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|------------------------------|--|
| 1. Counterparty | : Mizuho Bank, Ltd. |
| 2. Notional Principal Amount | : ¥2.1 billion |
| 3. Interest Rate | : Fixed Payment 0.40280% p.a.
Variable Receipt JBA 3 months JPY TIBOR |
| 4. Commencement Date | : December 19, 2014 (the same date of the Scheduled Drawdown Date of the 7 years and 11 months Loan financing as announced today) |
| 5. Termination Date | : November 26, 2022 (the same date of the Scheduled Repayment Date of the 7 years and 11 months Loan financing as announced today) |
| 6. Interest Payment Dates | : For both payment to and from the counterparty, February 26, 2015, the first interest payment date, and 26th of every February, May, August, and November thereafter until August 26, 2022, and the Termination Date. (or the following business day if such date is a non-business day, or the prior business day if the following business date is on the next month) |

* Due to the swap agreement, the interest rate will be fixed at 0.92280% until the repayment of the 7 years and 11 months Loan.

*Refer to JBA TIBOR Administration website regarding the JBA Japanese Yen TIBOR.
(<http://www.jbatibor.or.jp/english/rate/>)

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