



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 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.

1. Purpose

Nomura Master Fund has decided to repay the debt financing of ¥3.0 billion by the fund obtained from Nomura Master Fund First Series of Unsecured Investment Corporation Bonds (with pari passu clause among specified investment corporation bonds) (the “Bond”) (Note) issued today and the fund on hand, for the purpose to enhance financial strength through elongation of loan terms and diversification of funding abilities.

(Note) Please refer to “Notice Concerning Issuance of Investment Corporation Bonds” released on October 24, 2014 for the details of the Bond.

2. Details of Repayment

Following term loan will be repaid in advance to the maturity date. From this advanced repayment, break funding cost will occur, calculated by the actual days from the following date of Repayment Date to the following Interest Payment Date.

1. Lender : The Bank of Tokyo-Mitsubishi UFJ, Ltd., Sumitomo Mitsui Banking Corporation, Mizuho Bank, Ltd.
2. Amount : ¥3.0 billion
3. Loan Type : Borrowings based on the Commitment Line Agreement contracted on June 11, 2014 (Note)
4. Scheduled Repayment Date : November 14, 2014

(Note)

The detail of the borrowings based on the Commitment Line Agreement is as follows. Also, refer to the “Notice Concerning Debt Financing”, released on September 22, 2014.

- Amount: ¥3.0 billion
- Interest rate: Basic interest rate (JBA 1 month JPY TIBOR) +0.50%p.a.
- Drawdown Date: September 29, 2014
- Repayment Date: September 26, 2015 (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)
- Terms of Repayment: Lump-sum repayment on the Repayment Date

- Interest Payment Date October 26, 2014, the first interest payment date, and 26th of every month thereafter until August 26, 2015, and 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)
- Collateral: Unsecured, unguaranteed

3. Status of Interest-bearing Debts after the Issuance and Repayment

(¥ million)

	Before Issuance and Repayment	After Issuance and Repayment	Increase/Decrease
Short-term Loan	7,000	4,000	-3,000
Long-term Loan Due Within One Year (Note)	85	85	—
Short-term Interest Bearing Debt Total	7,085	4,085	-3,000
Long-term Loan (Note)	90,007	90,007	—
Investment Corporation Bonds	—	3,000	+3,000
Long-term Interest Bearing Debt Total	90,007	93,007	+3,000
Interest Bearing Debt Total	97,093	97,093	—

(Note) Nature of term is as of the end of the 3rd fiscal period (August 31, 2014).

4. Forecasts of Financial Results

As the impact of the repayment of the debt on Nomura Master Fund's forecasts of financial results for the fiscal period ending February 28, 2015 (September 1, 2014 to February 28, 2015) and the fiscal period ending August 31, 2015 (March 1, 2015 to August 31, 2015) will be minimal, there is no revision to the forecast of financial results.

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