



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 Debt Financing

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

1. Purpose

Nomura Master Fund has decided to procure the debt financing in order to pay for the acquisition of an asset.

2. Details of Debt Financing

Long-Term Borrowing (Term for 7 years and 11 months)

1. Lenders : Mitsubishi UFJ Trust and Banking Corporation, Sumitomo Mitsui Trust Bank, Ltd., Mizuho Trust & Banking Co., Ltd., The Norinchukin Bank,
2. Amount : ¥2.1 billion
3. Interest Rate : Basic Interest Rate (JBA 3 month JPY TIBOR) +0.52% p.a. *
4. Drawdown Date : December 19, 2014
5. Loan Type : Term Loan
(7 years and 11 months with floating-rate, contracted on December 17, 2014)
6. Repayment Date : November 26, 2022 (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)
7. Terms of Repayment : Lump-sum repayment on the repayment date
8. Interest Payment Date : February 26, 2015, the first interest payment date, and 26th of every February, May, August, and November thereafter until August 26, 2022, 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)
9. Collateral : Unsecured, unguaranteed

* 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, as stated in “Notice Concerning Concluding Interest-Rate Swap Agreement” announced today.

Basic Interest Rate, which applies to the calculation period of the interest rate to be paid on the Interest Payment Date, will be determined two business days before the previous Interest payment Date (the first interest rate calculation period being the Date of Loan). Refer to JBA TIBOR Administration website regarding the JBA Japanese Yen TIBOR. (<http://www.jbatibor.or.jp/english/rate/>)

3. Use of Funds

(1) Specifics : Loan proceeds will be used in order to pay for a part of the acquisition of an asset and the related expenses.

(Note) For a profile of the property, refer to the “Notice Concerning Property Acquisition (Kawasaki More’s: Additional Acquisition of Compartmentalized Ownership)”, released on December 16, 2014.

(2) Scheduled Date of Use : December 2014

4. Status of Interest-bearing Debts after Drawdown

(¥mln)

	Before the drawdown	After the drawdown	Increased/Decreased Amount
Short-term Borrowings	4,000	4,000	—
Long-term Borrowings due within one year (Note)	64	64	—
Sub Total	4,064	4,064	—
Long-term Borrowings (Note)	90,007	92,107	+ 2,100
Investment Corporation Bond	3,000	3,000	—
Sub Total	93,007	95,107	+ 2,100
Total	97,071	99,171	+ 2,100

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

5. Other Matters Required for Investors to Accurately Understand and Evaluate the Information

No changes have been made to the content of “Investment Risks” of the Securities Report (in Japanese) filed on November 28, 2014, regarding the risks involved in the repayment of the borrowings, etc.

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