



For Translation Purposes Only

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For Immediate Release

Nomura Real Estate Office Fund, Inc.
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(Securities Code: 8959)

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Notice Concerning Repayment of Debt Financing

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

1. Purpose

Nomura Office Fund has decided to repay the debt financing of ¥1,300 million by the fund raised by the issue of new investment units through public offering and secondary offering (Note), for the purpose to secure debt funding capacity.

(Note)

For the detail of the public offering and secondary offering, refer: to the “Notice Concerning the Issue of New Investment Units and the Secondary Offering”, released on June 14, 2013 and “Notice Concerning Pricing for the Issue of New Investment Units and the Secondary Offering”, released on June 25, 2013.

2. Details of Repayment

A part of the following term loan has been repaid in advance to the maturity date. No penalty is required by this advanced repayment.

(1) Long-Term Borrowing (Term for 3 years)

- | | |
|-------------------|--|
| 1. Lender | : Mitsubishi UFJ Trust and Banking Corporation, The Nomura Trust and Banking Co., Ltd., The Mizuho Bank (Note 1), Ltd., Shinkin Central Bank |
| 2. Amount | : ¥1,000 million |
| 3. Loan Type | : Term Loan (3 years with floating-rate, contracted on February 24, 2011) (Note 2) |
| 4. Repayment Date | : August 26, 2013 |

(Note 1)

The Mizuho Bank, Ltd. and The Mizuho Corporate Bank, Ltd. merged and began operating as the Mizuho Bank on July 1, 2013.

(Note 2)

The detail of the term loan is as follows. Also, refer: to the “Notice Concerning Debt Financing”, released on February 24, 2011. And refer to the “Notice Concerning Determination of Interest Rate”, released on May 24, 2011 for the changes in the display format of interest rates, etc., of existing borrowings with floating-rates;

- Amount: ¥ 5,500 million
(Amount after Repayment: ¥ 4,500 million)
- Interest rate: Basic interest rate (JBA 6 months JPY TIBOR) +0.55% p.a.
- Drawdown Date: February 28, 2011
- Maturity Date: February 26, 2014 (or the following business day if the date is a non-business day, or the prior business day if the date is in the next month)
- Terms of Repayment: Lump-sum repayment on the repayment date
- Collateral: Unsecured, unguaranteed

(2) Long-Term Borrowing (Term for 2 years and 11 months)

1. Lender : The Hyakujushi Bank, Ltd., The 77 Bank, Ltd.
2. Amount : ¥300 million
3. Loan Type : Term Loan (2 years and 11 months with floating-rate, contracted on September 21, 2011) (Note)
4. Repayment Date : August 26, 2013

(Note)

The detail of the term loan is as follows. Also, refer: to the “Notice Concerning Debt Financing”, released on September 21, 2011;

- Amount: ¥ 2,000 million
(Amount after Repayment: ¥ 1,700 million)
- Interest rate: Basic interest rate (JBA 3 months JPY TIBOR) +0.50% p.a.
- Drawdown Date: September 26, 2011
- Maturity Date: August 26, 2014 (or the following business day if the date is a non-business day, or the prior business day if the date is in the next month)
- Terms of Repayment: Lump-sum repayment on the repayment date
- Collateral: Unsecured, unguaranteed

3. Status of Interest-bearing Debts after Drawdown

| | | (¥mln) | | |
|-------|--|----------------------|---------------------|----------------------------|
| | | Before the Repayment | After the Repayment | Increased/Decreased Amount |
| | Short-term Borrowings | — | — | — |
| | Long-term Borrowings to be repaid within a year (Note) | 20,750 | 19,750 | ▲ 1,000 |
| | Investment Corporation Bonds to be repaid within a year (Note) | — | — | — |
| | Sub Total | 20,750 | 19,750 | ▲ 1,000 |
| | Long-term Borrowings | 105,900 | 105,600 | ▲ 300 |
| | Investment Corporation Bonds | 39,500 | 39,500 | — |
| | Sub Total | 145,900 | 145,100 | ▲ 300 |
| Total | | 166,650 | 164,850 | ▲ 1,300 |

(Note) Nature of term is as of the end of the 19th fiscal period (April 30, 2013).

4. Forecasts of Financial Results

Forecasts of the financial results for the fiscal period ending October 31, 2013 (from May 1, 2013 to October 31, 2013) and the fiscal period ending April 30, 2014 (from November 1, 2013 to April 30, 2014) stated at “Notice Concerning Revision of Forecasts of Financial Results for the Fiscal Period Ending October 31, 2013 and Forecasts of Financial Results for the Fiscal Period Ending April 30, 2014” released on June 14, 2013 have not been changed due to the slight effect by the Repayment.

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