



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 Debt Financing

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

1. Purpose

Nomura Office Fund has decided to procure the debt financing to repay the existing borrowing.

2. Details of Debt Financing

Long-Term Borrowing(Term for 4 years and 6 months)

- | | | |
|--------------------------|---|--|
| 1. Lenders | : | The Chiba Bank, Ltd., THE NISHI-NIPPON CITY BANK, LTD. |
| 2. Amount | : | ¥2.5 billion |
| 3. Interest Rate | : | Basic interest rate (JBA 3 months JPY TIBOR*) +0.42% |
| 4. Drawdown Date | : | August 27, 2015 |
| 5. Loan Type | : | Term Loan
(4 years and 6 months with floating-rate, contracted on August 25, 2015) |
| 6. Repayment Date | : | February 26, 2020 (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 | : | November 26, 2015, the first interest payment date, and 26th of every February, May, August, and November thereafter until November 26, 2019, 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 |

*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

Loan proceeds will be used in order to repay current outstanding loans of ¥2.5 billion which scheduled on August 27, 2015 according to the loan agreement.

4. Status of Interest-bearing Debts after Drawdown and Repayment of the Existing Borrowing

(¥mln)

	Before the drawdown and the repayment (Note 1)	After the drawdown and the repayment	Increased/Decreased Amount
Short-term Borrowings	—	—	—
Long-term Borrowings due within one year (Note)	8,750	6,250	▲2,500
Investment Corporation Bonds due within one year (Note)	10,000	10,000	—
Sub Total	18,750	16,250	▲2,500
Long-term Borrowings	153,450	155,950	+2,500
Investment Corporation Bonds	24,500	24,500	—
Sub Total	177,950	180,450	+2,500
Total	196,700	196,700	—

(Note 1) “Before the drawdown and the repayment” refers to the numbers after both the debt repayments and financing mentioned in the “Notice Concerning Debt Financing” dated August 24, 2015 have been completed.

(Note 2) Nature of term is as of the end of the 23rd fiscal period (April 30, 2015).

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 July 29, 2015, regarding the risks involved in the repayment of the borrowings, etc.

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