



For Translation Purposes Only

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For Immediate Release

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**Notice Concerning Revised Forecasts of Financial Results
for the Fiscal Period Ending October 31, 2011**

Nomura Real Estate Office Fund, Inc. (“Nomura Office Fund” or the “Fund”) announced today that it revised forecasts of financial results for the sixteenth fiscal period (May 1, 2011 to October 31, 2011), which were previously announced on May 2, 2011 in “Notice Concerning Forecasts of Financial Results for the Fiscal Period Ending October 31, 2011.”

1. Revised Forecasts of Financial Results for the Fiscal Period Ending October 31, 2011

	Operating Revenues	Operating Profits	Current Profits	Net Income	Cash Distributions per Unit	Distributions in Excess of Net Income per Unit
Previous Forecasts (A)	¥13,781 mln	¥6,239 mln	¥4,547 mln	¥4,546 mln	¥14,900	—
Revised Forecasts (B)	¥13,699 mln	¥6,157 mln	¥4,465 mln	¥4,464 mln	¥14,630	—
Amount of Increase/Decrease (B-A)	-¥82 mln	-¥82 mln	-¥82 mln	-¥82 mln	-¥270	—
Ratio of Increase/Decrease	-0.6%	-1.3%	-1.8%	-1.8%	-1.8%	—

[Related Information]

Expected number of investment units outstanding: 305,123 units (No change from the number in the previous notice)

[Notes]

1. The revised forecasts presented in this document are calculated as of today based on the assumptions as set forth in the Exhibit. The actual operating revenues, operating profits, current profits, net income and cash distribution per unit may vary due to the acquisition and sale of properties, if any, changes in the real estate market and other factors affecting the Fund. Nomura Office Fund does not guarantee the cash distribution amount identified above.
2. Nomura Office Fund may revise the forecasts if the Fund expects a large variance from the above forecasts.
3. Amounts less than units are rounded off.
4. Percentages have been rounded to the nearest first decimal place.

2. Reason for Announcement

The revision in forecasts of the financial results for the fiscal period ending October 31, 2011 was made as a change in gain on sale of NOF Toyo-cho Building, which was transferred on May 10, 2011, is expected due to the variation of its book value.

The Fund announces the revision as the change was ascertained before the announcement of Brief Report on Closing of Accounting Report for the Period ended April 30, 2011 (November 1, 2010 to April 30, 2011) (*Kessan Tansin*) which is scheduled to be released on June 15, 2011.

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

[Exhibit]

**Assumptions for Forecasts of Financial Results
for the Fiscal Period Ending October 31, 2011**

Item	Assumptions
Period	<ul style="list-style-type: none"> • Sixteenth fiscal period: May 1, 2011 through October 31, 2011
Investment Portfolio	<ul style="list-style-type: none"> • The Fund assumes that the investment portfolio consisting of 51 properties owned by the Fund as of the end of the fifteenth fiscal period will remain unchanged up to the end of the sixteenth fiscal period (October 31, 2011) excluding transfer of the quasi-co-ownership interest in each of two real estate trust beneficial interests for NOF Toyo-cho Building which has completed on May 10, 2011 (the “property transferred in the sixteenth fiscal period,” hereinafter). • In practice, the investment portfolio is subject to potential change.
Operating Revenues	<ul style="list-style-type: none"> • The forecast of operating revenues for the sixteenth fiscal period is based upon the operating revenues from 51 properties owned by the Fund as of the end of the fifteenth fiscal period excluding the property transferred in the sixteenth fiscal period. • The forecast of the level of the rent and vacancy rates are based on the trend of tenants, competing buildings in the neighborhood, and the recent real estate market trend, etc. • Assumed that there is no rent in arrears and nonpayment of the rent. • Booked ¥1,006 million of gains from the transfer of NOF Toyo-cho building (the miscellaneous expenses for the transfer are included).
Operating Expenses	<ul style="list-style-type: none"> • In general, the fixed asset taxes and urban planning taxes imposed on the properties in the tax year including the date of transaction are distributed to the seller and the purchaser on a daily pro-rata basis and settled at the time of acquisition, and such taxes are deemed as the acquisition costs but not included in the expenses. • Taxes, relating to the 51 properties owned by the Fund as of the end of the

	<p>fifteenth fiscal period, are calculated as rental expenses, estimated amount of ¥1,205 million.</p> <ul style="list-style-type: none"> • Outsourcing expenses are estimated at ¥1,449 million. • As for the repair and maintenance, the Asset Management Company (Nomura Real Estate Asset Management Co., Ltd.) estimates the required amounts for the respective properties for each of the fiscal periods based on the medium- and long-term repair plans. However, it is possible that the actual repair expenses for the fiscal periods may differ significantly from the estimates since (i) an unforeseeable event might cause serious damage to a building requiring emergent repair expenditure, (ii) amounts might vary year by year, and (iii) certain types of repair expenses are not required every year. • Rental revenues after deducting the rental expenses (including depreciation costs) is estimated at ¥6,357 million (excluding profits on sale of real estate, etc.). Depreciation costs are estimated at ¥1,765 million. • The operating expenses other than the rental expenses (including asset custody fees and general administration fees) are estimated at ¥1,206 million.
Non-Operating Expenses	<ul style="list-style-type: none"> • Interest payable is estimated at ¥1,553 million. • Loan-related expense is estimated at ¥123 million.
Interest-Bearing Debts	<ul style="list-style-type: none"> • The amount of the Fund's interest-bearing debts outstanding as of today is ¥143,400 million of loan and ¥44,500 million of investment corporation bonds. • Concerning the borrowings of ¥24,050 million, which will mature by the last business day of the sixteenth fiscal period (October 31, 2011), the Fund assumes that the entire amount will be refinanced excluding the scheduled repayment of ¥250 million. • The Fund assumes that there will be no changes in debt amounts other than the above.
Investment Units	<ul style="list-style-type: none"> • The Fund assumes that the number of investment units is 305,123 units outstanding as of today.
Cash Distribution per Unit	<ul style="list-style-type: none"> • Cash distribution per unit is calculated according to the Fund's distribution policy outlined in its Articles of Incorporation. • Cash distribution per unit may vary due to various factors, including changes in the investment portfolio, changes in rent income caused by the tenant replacements, and unforeseen repairs.
Distribution in Excess of Net Income per Unit	<ul style="list-style-type: none"> • The Fund does not currently plan any distribution in excess of net income per unit.
Others	<ul style="list-style-type: none"> • The Fund assumes that there will be no amendments in legislation, taxation, Japanese GAAP, listing requirements and Investment Trusts Association regulations, which affect the above forecasts. • The Fund assumes that there will be no material changes in general economic conditions and real estate markets.