



NOMURA
Residential Fund

For Translation Purposes Only

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For Immediate Release

Nomura Real Estate Residential Fund, Inc.
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(Securities Code: 3240)

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**Notice Concerning Revision of Distribution Forecasts for the
First Fiscal Period Ending May 31, 2007**

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) announced today the revision in forecasts of cash distribution per unit for the first fiscal period (August 3, 2006 to May 31, 2007), released on February 14, 2007. The revised forecasts are summarized as follows.

1. Reason for Revision

Due to the revealing of the Fund’s general financial results for the first fiscal period, the cash distribution forecast figures were reviewed, and as the cash distribution forecast is expected to have a variance of over 5% from the forecast released on February 14, 2007, the forecasts for the cash distribution per unit have been revised.

2. Revised Forecasts

	Cash Distributions per Unit (Excluding Distribution in Excess of Net Income)	Distribution in Excess of Net Income Per Unit
Previous Forecast (A) (February 14, 2007)	7,152 yen	—
Revised Forecast (B)	8,102 yen	—
Amount of Increase/Decrease (B)-(A)	950 yen	—
Ratio of Increase/Decrease	13.3 %	—
(Reference) Previous Fiscal Period’s Cash Distribution Per Unit	— yen	— yen

(Note 1) The forecasts presented in this document are calculated as of today and may vary. Also, the mentioned forecast does not ensure the cash distribution amount.

(Note 2) Amounts less than the stated units are rounded up.