



NOMURA
Residential Fund

For Translation Purposes Only

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For Immediate Release

Nomura Real Estate Residential Fund, Inc.
Nobuyuki Hamada, Representative and Executive Director
(Securities Code: 3240)

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Notice Concerning a Small Scale Fire at Owned Property

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) announced that there was a small scale fire, as the tenant forget to turn off the gas stove, at approximately 3:10 AM on September 1, 2007 in the kitchen of one of the units of URBAN STAGE Komageome, a property owned by the Fund.

As of now, the property’s status of damages from this fire is minor, with partial burning of the said unit (walls near the kitchen, a part of the ceiling, etc.), and there are no casualties or damages to other units and/or common areas. Also, the said damages are expected to be covered by both the tenant and the Fund’s damage insurance.

The Fund will release additional notices if any new damages, etc., that have an effect on the operating results become known.