



NOMURA
Residential Fund

For Translation Purposes Only

July 7, 2008

For Immediate Release

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

Asset Management Company:
Nomura Real Estate Asset Management Co., Ltd.
Tatsuo Inoue, President and Chief Executive Officer
Inquiries: Masatomi Natsume, Director
Residential Management Division
TEL: +81-3-3365-7729

**Notice Concerning Revision of Distribution Forecasts for the
Third Fiscal Period Ending May 31, 2008**

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 third fiscal period (December 1, 2007 to May 31, 2008), released on January 21, 2008. The revised forecasts are summarized as follows.

1. Reason for Revision

Due to the revealing of the Fund’s general financial results for the third 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 January 21, 2008, 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)	11,043 yen	—
Revised Forecast (B)	12,127 yen	—
Amount of Increase/Decrease (B)-(A)	1,084 yen	—
Ratio of Increase/Decrease	9.8 %	—
(Reference) Previous Fiscal Period’s Cash Distribution Per Unit	14,005 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.