



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 Interest Rate of Debt Financing
and the Line of Credit Loan Agreement**

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) announced today the determination of the interest rate concerning the debt financing closed on December 26, 2008, as mentioned below.

The Fund also announced today the execution of the Line of Credit Loan Agreement, as mentioned below.

I. Details of Debt Financing (Determination of interest rate)

1. Long-term Loan Due Within One Year (1-year 6-months)

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|-----------------------|---|
| (1) Lenders | : The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation |
| (2) Amount | : ¥9,096 million |
| (3) Date of Loan | : December 26, 2008 |
| (4) Date of Repayment | : June 26, 2010 (or the following business day if the said date is a non-business day, or the prior business day if the following business day is in the next month). |
| (5) Interest Rate | : 1.04136% p.a. (February 27, 2010 – June 28, 2010) |

II. Line of Credit Loan Agreement (Uncommitted)

The Fund has executed the Line of Credit Loan Agreement with The Bank of Tokyo-Mitsubishi UFJ, Ltd., Sumitomo Mitsui Banking Corporation, and Mitsubishi UFJ Trust and Banking Corporation, which will be applied to future payment for acquisition of assets and other related expenses deemed reasonably necessary.