



NOMURA
Residential Fund

For Translation Purposes Only

May 24, 2011

For Immediate Release

Nomura Real Estate Residential Fund, Inc.
Yoshinori Hirohata, Executive Director
(Securities Code: 3240)

Asset Management Company:
Nomura Real Estate Asset Management Co., Ltd.
Atsushi Ogata, President and Chief Executive Officer
Inquiries: Masatomi Natsume, Director
Residential Management Division
TEL: +81-3-3365-7729
EMAIL: nrf3240@nomura-re.co.jp

Notice Concerning Change of Asset Management Company's Parent Company

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) has announced a change in the parent company of Nomura Real Estate Asset Management Co., Ltd. (“NREAM”), the licensed investment trust management company retained by the Fund to provide asset management services.

1. Reasons for Change

Nomura Holdings, Inc. (“Nomura Holdings”) acquired additional stock of Nomura Land and Building Co., Ltd. (“NLB”) from JAFCO Co., Ltd., Asahi Fire & Marine Insurance Co., Ltd., and Obayashi Corporation on May 24, 2011 and now holds the majority of NLB’s voting rights. As a result, Nomura Holdings is the parent company of NLB.

NLB is the parent company of Nomura Real Estate Holdings, Inc. (“NREH”), and as NREH is the parent company of NREAM, Nomura Holdings will also fall under the category of parent company of NREAM.

2. Overview of Nomura Holdings

(1) Name	Nomura Holdings, Inc.
(2) Address	1-9-1 Nihonbashi, Chuo-ku, Tokyo
(3) Representative	Kenichi Watanabe, President & CEO
(4) Business	Holding Company
(5) Capital	¥594,493 million
(6) Established	December 25, 1925
(7) Consolidated Net Assets	¥2,091,636 million (as of March 31, 2011)
(8) Consolidated Gross Assets	¥36,692,990 million (as of March 31, 2011)

3. Voting Rights and Percentage Held by Nomura Holdings

	Status	Number of Voting Rights (Percentage of Voting Rights Ownership)		
		Direct Ownership	Indirect Ownership	Total
Before	-	0 (0.0%)	0 (0.0%)	0 (0.0%)
After	Parent Company	0 (0.0%)	6,000 (100.0%)	6,000 (100.0%)

Nomura Holdings and NLB have concluded the stock for stock exchange agreement on May 13, 2011, which stipulates that Nomura Holdings will become the full parent company and NLB the fully consolidated subsidiary on July 1, 2011.

Also, in accordance to the change in parent company, Nomura Holdings and its subsidiaries will be considered a Related Party to the Fund's asset management company under the Law Concerning Investment Trust and Investment Corporation.

4. Forecasts

As there are no changes in the operating status, forecasts of financial results for the ninth fiscal period (December 1, 2010 to May 31, 2011) have not been changed.

Also, the changes mentioned above will be reported accordingly, pursuant to the Financial Instruments and Exchange Law and other related laws and regulations.