



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 Repayment of Debt Financing

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) announced today the repayment of loans, as mentioned below.

1. Reason for Repayment

The Fund has decided to use fund in hand to prepay a total of ¥800 million in loans, in order to carry out its conservative financial strategy.

2. Details of Repayment

- (a) Lenders : Resona Bank, Ltd.,
- (b) Amount : ¥800 million
- (c) Type of Loan : Term Loan (Note)
(6- month Floating Interest Rate, contracted on June 5, 2012)
- (d) Date of Repayment : October 29, 2012

(Note) The details of the loan are as follows. Also, the stated loan based on the term loan agreement was announced in the “Notice Concerning Debt Financing” released on June 5, 2012.

- (a) Amount : ¥800 million
- (b) Interest Rate : 0.38000% p.a.
(Applicable Interest Rate Term: September 28, 2012 to October 29, 2012)
- (c) Date of Loan : June 7, 2012
- (d) Terms of Repayment : Lump sum on the date of repayment.
- (e) Date of Repayment : December 3, 2012
- (f) Collateral : Unsecured, Unguaranteed

3. Status of Interest Bearing Debts after Prepayment

(Millions of Yen)

	Before today's Repayment of Debt Financing	After today's Repayment of Debt Financing	Increase/ Decrease
Short-term Loan	800	—	— 800
Long-term Loan Due Within One Year (Note)	7,190	7,190	—
Short-term Loan Total	7,990	7,190	— 800
Long-term Loan(Note)	65,902	65,902	—
Investment Corporation Bonds	10,000	10,000	—
Long-term Loan Total	75,902	75,902	—
Interest Bearing Debt Total	83,892	83,092	— 800

(Note) Based on the end of the 11th Fiscal Period (May 31, 2012).

4. Forecast

As the influence of the repayments on the status of management is minor, the forecast for the 12th fiscal period (June 1, 2012 to November 30, 2012) has not been changed.