



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 Debt Financing

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

1. Reason for Debt Financing

The Fund has decided to procure a loan for the payment for the acquisition of PRIME URBAN Senszoku (Note).

(Note) For further details of the acquisition of PRIME URBAN Senszoku, refer to “Notice Concerning Property Acquisition” released on March 29, 2007.

2. Details of Debt Financing

Short-term Loan (6 months)

- (1) Lenders : The Bank of Tokyo-Mitsubishi UFJ, Ltd.,
Sumitomo Mitsui Banking Corporation
- (2) Amount : ¥440 million
- (3) Interest Rate : 0.90727% p.a.
(Applicable Interest Rate Term: March 29, 2007 to September 28, 2007)
- (4) Date of Loan : March 29, 2007
- (5) Type of Loan : Loan based on the uncommitted line of credit loan agreement,
contracted on February 23, 2007.
- (6) Interest Payment Date : Same as the date of repayment.
- (7) Terms of Repayment : Lump sum on the date of repayment.
- (8) Date of Repayment : September 28, 2007 (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).
- (9) Collateral : Unsecured, Unguaranteed

3. Use of Funds

Loan proceeds will be used for the payment for the acquisition of PRIME URBAN Senzoku and a part of the related expenses.

Attachments:

Reference Material “Status of Interest Bearing Debts after Debt Financing”

[Reference Material]

Status of Interest Bearing Debts after Debt Financing

(Millions of Yen)

	Before today's Debt Financing	After today's Debt Financing	Increase/Decrease
Short-term Loan	—	440	+440
Long-term Loan	20,000	20,000	—
Loan Total	20,000	20,440	+440
Investment Corporation Bonds	—	—	—
Interest Bearing Debt Total	20,000	20,440	+440