



**NOMURA**  
Residential Fund

For Translation Purposes Only

August 25, 2015

**For Immediate Release**

Nomura Real Estate Residential Fund, Inc.  
Shozo Matsumura, Executive Director  
(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 the loan in order to repay current outstanding loans.

2. Details of Debt Financing

Long-term (6-years) Loan

- |                           |   |
|---------------------------|---|
| (1) Lenders               | : Mitsubishi UFJ Trust and Banking Corporation, Sumitomo Mitsui Trust Bank, Ltd.  |
| (2) Amount                | : ¥3,600 million  |
| (3) Interest Rate         | : Basic Interest Rate (JBA 3-month Japanese Yen TIBOR) +0.50% p.a.  |
| (4) Date of Loan          | : August 27, 2015   |
| (5) Type of Loan          | : Term Loan<br>(6-years floating interest rate, contracted on August 25, 2015)  |
| (6) Date of Repayment     | : August 26, 2021 (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)  |
| (7) Interest Payment Date | : November 26, 2015 for the first payment, every 26th day of February, May, August and November thereafter until May 2021, and the date of repayment (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) |
| (8) Terms of Repayment    | : Lump sum on the date of repayment   |
| (9) Collateral            | : Unsecured, Unguaranteed   |

### Long-term (8-years) Loan

- (1) Lenders : The Bank of Tokyo-Mitsubishi UFJ, Ltd., Sumitomo Mitsui Banking Corporation, Mizuho Bank, Ltd
- (2) Amount : ¥6,100 million
- (3) Interest Rate : Basic Interest Rate (JBA 3-month Japanese Yen TIBOR) +0.63% p.a.
- (4) Date of Loan : August 27, 2015
- (5) Type of Loan : Term Loan  
(8-years floating interest rate, contracted on August 25, 2015)
- (6) Date of Repayment : August 26, 2023 (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)
- (7) Interest Payment Date : November 26, 2015 for the first payment, every 26th day of February, May, August and November thereafter until May 2023, and the date of repayment (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)
- (8) Terms of Repayment : Lump sum on the date of repayment
- (9) Collateral : Unsecured, Unguaranteed

Basic Interest Rate, which applies to the calculation period of the interest rate to be paid on the Interest Payment Date, will be determined two business days before the previous Interest payment Date (the first interest rate calculation period being the Date of Loan). Refer to Japanese Bankers Association website regarding the JBA Japanese Yen TIBOR. (<http://www.zenginkyo.or.jp/en/tibor/>)

### 3. Use of Funds

- Specifics : Loan proceeds will be used in order to repay current outstanding loans of ¥9,700 million, scheduled on August 27, 2015, according to the term loan agreement.

### 4. Status of Interest Bearing Debts after Debt Financing and Repayment

(Millions of Yen)

	Before (Note 1)	After (Note 1)	Increase/Decrease
Short-term Loan	—	—	—
Long-term Loan Due Within One Year (Note 2)	14,490	4,790	▲9,700
Current portion of investment corporation bonds (Note 2)	5,000	5,000	—
Short-term Loan Total	19,490	9,790	▲9,700
Long-term Loan (Note2)	63,250	72,950	+9,700
Investment Corporation Bonds	5,000	5,000	—
Long-term Loan Total	68,250	77,950	+9,700
Interest Bearing Debt Total	87,740	87,740	—

(Note1) Both columns indicate figures assuming that agreed repayments (¥90 million in total) scheduled for August 26, 2015 and August 27, 2015 of the existing loans other than the existing loans stated in the above 3. (¥9,700 million in total) were conducted.

(Note2) Based on the end of the 17th Fiscal Period (ended May 31, 2015).

### 5. Other

There are no significant changes in the “Investment Risks” stated in the Securities Report, filed on February 26, 2015, regarding the risks of the said loan repayment.