



**NOMURA**  
Residential Fund

For Translation Purposes Only

July 8, 2014

**For Immediate Release**

Nomura Real Estate Residential Fund, Inc.  
Masatomi Natsume, Executive Director  
(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 that the Fund will make repay debt financing as stated below.

1. Reason for Repayment

The Fund has decided to use fund in hand to prepay a total of ¥1,840 million in loans, in order to carry out its conservative financial strategy.

2. Details of Repayment

Following term loan will be repaid in advance to the maturity date. From this advanced repayment, break funding cost will occur, calculated by the actual days from the following date of Repayment Date to the following Interest Payment Date.

Long-term (2-years) Loan

- |                       |  |
|-----------------------|--|
| (1) Lenders           | : The Bank of Tokyo-Mitsubishi UFJ, Ltd., Sumitomo Mitsui Banking Corporation, Mizuho Bank, Ltd., Mitsubishi UFJ Trust and Banking Corporation, Sumitomo Mitsui Trust Bank, Ltd., The Chiba Bank, Ltd. |
| (2) Amount            | : ¥1,840 million   |
| (3) Type of Loan      | : Term Loan(2 years with floating-rate, contracted on August 23, 2012)   |
| (4) Date of Repayment | : July 14, 2014  |

(Note)

The detail of the term loan is as follows. Also, refer to the “Notice Concerning Debt Financing”, released on August 23, 2012.

- (a) Amount : ¥3,170 million
- (b) Interest Rate : 0.71000% p.a.  
(Applicable Interest Rate Term: May 28, 2014 to August 27, 2014)
- (c) Date of Loan : August 27, 2012
- (d) Terms of Repayment : Lump sum on the date of repayment.
- (e) Date of Repayment : August 27, 2014
- (f) Collateral : Unsecured, Unguaranteed

### 3. Status of Interest Bearing Debts after Repayment

(Millions of Yen)

	Before	After	Increase/Decrease
Short-term Loan	—	—	—
Long-term Loan Due Within One Year (Note)	6,600	4,820	-1,840
Short-term Loan Total	6,600	4,820	-1,840
Long-term Loan (Note)	73,090	73,090	—
Investment Corporation Bonds	10,000	10,000	—
Long-term Loan Total	83,090	83,090	—
Interest Bearing Debt Total	89,750	87,910	-1,840

(Note) Based on the end of the 14th Fiscal Period (ended November 30, 2013).

### 4. Forecast

As the influence of the repayments on the status of management is minor, the forecast for the sixteenth fiscal period (June 1, 2014 to November 30, 2014) has not been changed.