



NOMURA
Residential Fund

For Translation Purposes Only

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For Immediate Release

Nomura Real Estate Residential Fund, Inc.
Nobuyuki Hamada, Representative and Executive Director
(Securities Code: 3240)

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Notice Concerning the Listing of Nomura Real Estate Residential Fund, Inc.

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) was listed on the Real Estate Investment Trust Section of the Tokyo Stock Exchange as of today.

The Fund intends to secure stable mid-to-long term revenues, as well as steady portfolio growth, by investing in assets, which are primarily used as residences. Nomura Real Estate Asset Management Co., Ltd. (“NREAM”) provides asset management services to the Fund. It is the first case in the J-REIT market that an asset management company manages two investment corporations. (Note)

(Note) NREAM is the asset management company of Nomura Real Estate Office Fund, Inc., which listed on the Tokyo Stock Exchange on December 4, 2003. The said company, on February 7, 2006, was the first asset management company of an investment corporation, which obtained necessary approval to manage multiple investment corporations, and in September of the same year, started the asset management of Nomura Residential Fund.

The Fund has a basic policy to focus on “Investment Strategy”, “Property Acquisition”, “Asset Management”, “Financial Strategy” and “Legal Compliance”, all a matter of importance in fund management, and to be able to attain fund management of high quality as a result. In attaining the basic policy, the Fund recognizes the achievements and strengths of Nomura Real Estate Group below, as the foundation for effectiveness of the basic policy, and plans to utilize them to the full extent.

1. A Strategic Cooperation with Nomura Real Estate Group – “PROUD FLAT”
 - The development and acquisition of rental apartments “PROUD FLAT”, utilizing the know-how concerning “PROUD,” becomes the cornerstone of the Fund’s external growth through strategic cooperation with Nomura Real Estate Group.

2. Extensive Experience and Management Ability in Residential Properties
 - Nomura Real Estate Group has managed a private fund of rental housing for over five years.
 - The Fund will make use of the relegation of personnel who have extensive experience in rental housing investments and the competent portfolio management know-how of private funds, which have maintained a stable occupancy rate and level of rent.

3. Experience in Asset Management (Asset Management Company of a Listed J-REIT)
 - NREAM, already having the experience of being an asset management company of a listed J-REIT for over three years, will use the management know-how of the capital market, such as capital increase through public offering and financing, or the appropriately developed internal management system, etc. to the full extent.