



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)

Asset Management Company:
Nomura Real Estate Asset Management Co., Ltd.
Tatsuo Inoue, President and Chief Executive Officer
Inquiries: Masatomi Natsume, Director
Residential Management Division
TEL: +81-3-3365-7729

**Notice Concerning Approval of Listing on the
Real Estate Investment Trust Section of the Tokyo Stock Exchange**

Nomura Real Estate Residential Fund, Inc. (“Nomura Residential Fund” or the “Fund”) announced today that it has obtained the approval of the Tokyo Stock Exchange, Inc. (the “Tokyo Stock Exchange”) to list the Fund’s investment units on the Real Estate Investment Trust Section of the Tokyo Stock Exchange.

Nomura Residential Fund, with the primary purpose of investing in residential assets, is the second investment corporation (real estate investment trust) managed by Nomura Real Estate Asset Management Co., Ltd. (“NREAM”). (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 to obtain the necessary approval to manage multiple investment corporations and, on September of the same year, started managing the assets of Nomura Residential Fund.

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

Note: This document is a public announcement regarding the approval of listing on the Real Estate Investment Trust Section of the Tokyo Stock Exchange and has not been prepared as an inducement or invitation for investment. We caution readers to refer to the Fund’s Offering Circular for the Issue of New Investment Units and Secondary Offering and the Notices of Amendments thereto and to undertake investment decisions at their own examination and responsibility.

1. A Strategic Cooperation with Nomura Real Estate Group – “PROUD FLAT”
 - By cooperating strategically with Nomura Real Estate Group, the development and acquisition of “PROUD FLAT”, a rental apartment unit utilizing the know-how of “PROUD”, becomes the cornerstone of the Fund’s external growth.
2. Extensive Experience and Management Ability in Residential Properties
 - Nomura Real Estate Group has managed the 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 more than three years, will use the management know-how concerning the capital market, such as capital increase through public offering and financing, and the appropriately developed internal management system, etc. to a full extent.

In addition, the listing of investment units of the Fund is scheduled for February 14, 2007. After the listing, the acquisition of 32 residential properties is scheduled, and the total acquisition price of both the said 32 properties and the current 57 properties owned by the Fund is scheduled to be ¥69,581 million yen.

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