



NOMURA  
Residential Fund

For Translation Purposes Only

September 1, 2011

## For Immediate Release

Nomura Real Estate Residential Fund, Inc.  
Yoshinori Hirohata, 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

- (1) Lenders : The Sumitomo Trust and Banking Co., Ltd., Mizuho Corporate Bank, Ltd., Mitsui Sumitomo Insurance Company, Ltd.
- (2) Amount : ¥3,400 million
- (3) Interest Rate : Basic Interest Rate (JBA 3-month Japanese Yen TIBOR\*) +0.59% p.a.
- (4) Date of Loan : September 5, 2011
- (5) Type of Loan : Term Loan  
(3-year Floating Interest Rate, contracted on September 1, 2011)
- (6) Interest Payment Date : November 27, 2011 for the first payment, every 27th of February, May, August, and November thereafter until May 27, 2014, 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).
- (7) Terms of Repayment : Lump sum on the date of repayment.
- (8) Date of Repayment : September 5, 2014 (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

\*Refer to Japanese Bankers Association website (<http://www.zenginkyo.or.jp/en/tibor/>) regarding the JBA Japanese Yen TIBOR.

### 3. Use of Funds

Specifics : Loan proceeds will be used in order to repay current outstanding loans of ¥3,400 million, scheduled on September 5, 2011, according to the term loan agreement.

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

(Millions of Yen)

	Before today's Debt Financing and Repayment	After today's Debt Financing and Repayment	Increase/ Decrease
Short-term Loan	—	—	—
Long-term Loan Due Within One Year	32,134	28,734	-3,400
Long-term Loan	37,082	40,482	+3,400
Loan Total	69,216	69,216	—
Investment Corporation Bonds	5,000	5,000	—
Interest Bearing Debt Total	74,216	74,216	—

(Note) Based on the end of the 9th Fiscal Period (ended May 31, 2011).

### 5. Other

There are no significant changes in the “Investment Risks” stated in the Securities Report, filed on August 24, 2011, regarding the risks of the said loan repayment.