

July 27, 2018

For Immediate Release

Advance Residence Investment Corporation
Securities Code : 3269
1-105 Kanda-Jinbocho, Chiyoda-ku, Tokyo
Kenji Kousaka, Executive Director

Asset Management Company:
AD Investment Management Co., Ltd.
Kenji Kousaka, President

Inquiries:
Tomoyuki Kimura, Director and Dupty CFO
Corporate Management Department
TEL. +81-3-3518-0480

Notice Concerning Signing of Interest Rate Swap Agreements

Advance Residence Investment Corporation (ADR) announced that interest rate swap agreements have been entered to hedge against the risk of interest rate fluctuation for the 2,000 million yen floating rate tranche of the total 6,550 million yen^(Note1) long-term loan as detailed below.

^(Note1) Please refer to the “Notice Concerning Debt Financing and Repayment of Loans” dated July 26, 2018 for details.

1. Details of interest rate swap agreements

- Contract date of interest rate swap agreements: July 27, 2018
- Loan to be hedged: Long-term loans (2,000 million yen)

No.	Counterparty	Notional principal (mm yen)	Contract start date	Contract end date	Repayment period	Interest rate	
						Pay (Fixed rate)	Receive (Floating-rate)
1	Mizuho Bank, Ltd.	1,000	July 31, 2018	July 31, 2026	8.0 year	0.2815 % ^(Note2)	1 month yen TIBOR ^(Note2)
2	Mizuho Bank, Ltd.	1,000	July 31, 2018	January 31, 2025	6.5 year	0.2115 % ^(Note2)	1 month yen TIBOR ^(Note2)
	Total or Weighted Average	2,000			7.3 year	0.2465 % ^(Note2)	1 month yen TIBOR ^(Note2)

^(Note2) Interest payment dates are, starting from August 2018 and for the rest of the term, the last business day of every month and the principal repayment date.

The interest rate for the loan above No.1 is to be basically fixed at 0.4715 % and No.2 is to be basically fixed at 0.3640 % by entering the interest rate swap agreements.

* URL: <http://www.adr-reit.com/en/>

[Provisional Translation Only]

English translation of the original Japanese document is provided solely for information purposes.

Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.