

August 12, 2009

For Immediate Release

Advance Residence Investment Corporation
Securities Code : 8978
3-12 Kioicho, Chiyoda-ku, Tokyo
Kenji Kousaka, Executive Director

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Notice Concerning Acquisition of Shares

Advance Residence Investment Corporation (ADR) announced AD Investment Management Co., Ltd. (ADIM), the asset management company to which ADR entrusts the management of its assets, has, based on a resolution of ADIM's board of directors, signed into an agreement on August 12, 2009 on a share transfer with Odakyu Real Estate Co., Ltd. (hereafter, "Odakyu Real Estate") for the purpose of acquiring some of the shares of Pacific Residential Corporation (PRS) from Odakyu Real Estate (hereafter, the "Share Transfer Agreement").

1. Reason for Acquisition of Shares

As announced in the "Notice Concerning Signing of Letter of Intent for Merger of Asset Management Companies" dated August 6, 2009 and the "Notice Concerning Acquisition of Shares (Conversion into Subsidiary)" dated the same date, ADIM and PRS are scheduled to merge together in the form of an absorption-type merger with ADIM as the surviving company (hereafter, the "Merger of Asset Management Companies") and ADIM is scheduled to acquire PRS shares from Pacific Holdings, Inc. (PHI), which has received a district court order of commencement of corporate reorganization proceedings, prior to the Merger of Asset Management Companies. The Share Transfer Agreement is being signed into as part of such undertakings.

2. Profile of Pacific Residential Corporation

(1) Name	Pacific Residential Corporation
(2) Location	1-14-1 Kanda Jimbo-cho, Chiyoda-ku, Tokyo
(3) Title and Name of Representative	Takeshi Takano, President and Chairman of the Board
(4) Description of Business	<ul style="list-style-type: none"> i. Investment management business ii. Work on management of assets of investment corporations other than the preceding item iii. Entrustment with administration associated with operating investment corporations' organization and other general administration based on the Investment Trust and Investment Corporations Law iv. Certified real estate transaction business

	v. Real estate management vi. All work incidental or related to any preceding item									
(5) Paid-in Capital	320 million yen									
(6) Date Established	June 21, 2001									
(7) End of Fiscal Year	March									
(8) Number of Employees	34 employees									
(9) Total Number of Shares Issued and Outstanding	6,400 shares									
(10) Shareholders and their Shareholdings (number of shares held as a percentage of total number of shares issued and outstanding)	<table border="0"> <tr> <td>AD Investment Management Co., Ltd.*</td> <td>6,000 shares</td> <td>(93.8%)</td> </tr> <tr> <td>The Bank of Tokyo-Mitsubishi UFJ, Ltd.</td> <td>200 shares</td> <td>(3.1%)</td> </tr> <tr> <td>Odakyu Real Estate Co., Ltd.</td> <td>200 shares</td> <td>(3.1%)</td> </tr> </table>	AD Investment Management Co., Ltd.*	6,000 shares	(93.8%)	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	200 shares	(3.1%)	Odakyu Real Estate Co., Ltd.	200 shares	(3.1%)
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Odakyu Real Estate Co., Ltd.	200 shares	(3.1%)								

* Although ADIM and PHI have signed into an agreement on August 6, 2009 on a share transfer of PHI's stake in PRS (6,000 PRS shares of the total number of PRS shares issued and outstanding) as announced in the "Notice Concerning Acquisition of Shares (Conversion into Subsidiary)" dated August 6, 2009, acquisition of the PRS shares by ADIM is yet to be completed at this stage. The date on which ADIM is to acquire the PRS shares is scheduled for September 2009.

3. Profile of Counterparty to Acquisition of Shares

(1) Name	Odakyu Real Estate Co., Ltd.
(2) Location	1-47-1 Hatsudai, Shibuya-ku, Tokyo
(3) Title and Name of Representative	Takamasa Mase, President and Representative Director
(4) Date Established	December 16, 1964
(5) Description of Main Business	<ul style="list-style-type: none"> i. Land and building sales business ii. Land and building leasing business iii. Brokerage and mediation business iv. Incidental businesses
(6) Relationship with ADR	Not applicable

4. Number of Shares to be Acquired and Status of Shareholdings Before and After Acquisition

(1) Shareholdings Before Change	<table border="0"> <tr> <td>AD Investment Management Co., Ltd.*</td> <td>6,000 shares</td> <td>(93.8%)</td> </tr> <tr> <td>The Bank of Tokyo-Mitsubishi UFJ, Ltd.</td> <td>200 shares</td> <td>(3.1%)</td> </tr> <tr> <td>Odakyu Real Estate Co., Ltd.</td> <td>200 shares</td> <td>(3.1%)</td> </tr> </table>	AD Investment Management Co., Ltd.*	6,000 shares	(93.8%)	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	200 shares	(3.1%)	Odakyu Real Estate Co., Ltd.	200 shares	(3.1%)
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The Bank of Tokyo-Mitsubishi UFJ, Ltd.	200 shares	(3.1%)								
Odakyu Real Estate Co., Ltd.	200 shares	(3.1%)								
(2) Number of Shares to be Acquired	Odakyu Real Estate Co., Ltd. 200 shares									
(3) Shareholdings After Change	<table border="0"> <tr> <td>AD Investment Management Co., Ltd.</td> <td>6,200 shares</td> <td>(96.9%)</td> </tr> <tr> <td>The Bank of Tokyo-Mitsubishi UFJ, Ltd.</td> <td>200 shares</td> <td>(3.1%)</td> </tr> </table>	AD Investment Management Co., Ltd.	6,200 shares	(96.9%)	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	200 shares	(3.1%)			
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5. Schedule

Signing of share transfer agreement	August 12, 2009
Date of acquisition of shares	September 2009 (planned)

6. Other

Execution of the transfer of PRS shares pursuant to the Share Transfer Agreement is premised on PHI's stake in PRS (6,000 PRS shares of the total number of PRS shares issued and outstanding) being transferred in its entirety

to ADIM pursuant to the share transfer agreement signed into between ADIM and PHI on August 6, 2009 as mentioned in 4. above.

- * The original Japanese version of this material is released today to the Kabuto Club (the press club of the Tokyo Stock Exchange,) the ministry of Land, Infrastructure and Transport Press Club, and the Ministry of Land, Infrastructure and Transport Press Club for Construction Publications.
- * URL: <http://www.adr-reit.com>

[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.