

September 27, 2006

For Immediate Release



**NIPPON
RESIDENTIAL
INVESTMENT
CORPORATION**

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Notification of Loan

Nippon Residential Investment Corporation (NRIC) announces the borrowing of funds as detailed below.

1. Purpose of Loan

The funds will be allocated to the purchase of specified assets and payment of the associated costs.

2. Details of Loan

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|-----------------------------|---|
| (1) Lender: | Mizuho Corporate Bank, Ltd. |
| (2) Loan amount: | 1,700 million yen |
| (3) Interest rate: | TBD |
| (4) Drawdown date: | September 29, 2006 |
| (5) Loan method: | NRIC concluded a loan agreement on September 27, 2006 with the lender described in (1) above. |
| (6) Interest payment dates: | Payments shall be made on the last day of November 2006, on the last day of February 2007, on the last day of May 2007, on the last day of August 2007, and on the principal repayment date (the banking day immediately preceding the concerned date when the concerned date is not a banking day) |

- (7) Principal repayment date: September 29, 2007 (the banking day immediately preceding the concerned date when the concerned date is not a banking day)
- (8) Principal repayment method: Lump-sum repayment on the principal repayment date described in (7) above. However, early repayment is accepted.
- (9) Collateral: Unsecured and non-guaranteed

Furthermore, the interest rate shall be announced at a later date, as soon as it is finalized.

- This document was distributed to the press clubs within the Tokyo Stock Exchange, Ministry of Land, Infrastructure and Transport and construction trade newspaper of the Ministry of Land, Infrastructure and Transport.
- Nippon Residential Investment Corporation's website is <http://www.nric.co.jp>

[Reference]

Interest-Bearing Debt of NRIC After Drawdown of Loan

	Before Drawdown	After Drawdown	Increase (Decrease)
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(Unit: million yen)

Short-term loans	14,750	16,450	1,700
Long-term loans	33,300	33,300	—
Investment corporation bonds	45,000	45,000	—
Total interest-bearing debt	93,050	94,750	1,700

(Unit: %)

Interest-bearing debt ratio	46.8	47.3	0.5
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Note 1) Interest-bearing debt ratio = Total interest-bearing debt ÷ (Total interest-bearing debt + unitholders' capital) × 100%

The interest-bearing debt ratio is rounded to one decimal place.

Note 2) Short-term loans are loans where the period from the borrowing date until the repayment date (loan period) is one year or less. Long-term loans are loans with loan periods that exceed one year.

Note 3) Calculations use 105,593 million yen for unitholders' capital, which is the unitholders' capital as of September 27, 2006.

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