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For Immediate Release



Nippon Residential Investment Corporation
2-11-1 Nagata-cho, Chiyoda-ku, Tokyo
Masaru Nishimura
Chief Executive Officer
(Securities Code: 8962)

Investment Trust Management Company:
Pacific Investment Advisors Corporation
2-11-1 Nagata-cho, Chiyoda-ku, Tokyo
Akira Yamanouchi
President and Chairman of the Board

Inquiries:
Takeshi Takano
Director
Phone: +81-(0)3-5251-8528

Notification on Signing of Interest Rate Swap Agreements

Nippon Residential Investment Corporation (NRIC) announces the decision made today to enter into interest rate swap agreements as follows.

1. Reason for Entering into Interest Rate Swap Agreements

To hedge the risk of interest rate fluctuations of the Nippon Residential Investment Corporation Eighth Unsecured Corporate Bonds (ranking pari passu with designated corporate bonds) (total amount: 6 billion yen) and Nippon Residential Investment Corporation Ninth Unsecured Corporate Bonds (ranking pari passu with designated corporate bonds) (total amount: 10 billion yen) that had been issued under variable interest rate terms.

2. Details of Interest Rate Swap Agreements

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|-------------------------|---|
| (1) Counterparty: | The Sumitomo Trust & Banking Co., Ltd. |
| (2) Notional principal: | 5,000 million yen |
| (3) Interest rate: | Fixed interest payable: 1.408% |
| | Variable interest receivable: 6-month Euroyen LIBOR |

(4) Start date: March 13, 2008
(5) End date: September 13, 2011
(6) Interest payment dates: For both the fixed interest payable and variable interest receivable, the first payment shall be made on September 12, 2008, the ensuing payments on the 13th day of every March and September thereafter, and the final payment on the agreement end date

(1) Counterparty: Mitsubishi UFJ Trust and Banking Corporation
(2) Notional principal: 5,000 million yen
(3) Interest rate: Fixed interest payable: 1.410%
Variable interest receivable: 6-month Euroyen LIBOR
(4) Start date: March 13, 2008
(5) End date: September 13, 2011
(6) Interest payment dates: For both the fixed interest payable and variable interest receivable, the first payment shall be made on September 12, 2008, the ensuing payments on the 13th day of every March and September thereafter, and the final payment on the agreement end date

(1) Counterparty: The Chuo Mitsui Trust and Banking Co., Ltd.
(2) Notional principal: 6,000 million yen
(3) Interest rate: Fixed interest payable: 1.275%
Variable interest receivable: 6-month Euroyen LIBOR
(4) Start date: March 13, 2008
(5) End date: September 11, 2009
(6) Interest payment dates: For both the fixed interest payable and variable interest receivable, the first payment shall be made on September 12, 2008, the ensuing payments on the 13th day of every March and September thereafter, and the final payment on the agreement end date

- 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>

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