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For Immediate Release



**NIPPON
RESIDENTIAL
INVESTMENT
CORPORATION**

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Notification on Change to Articles of Incorporation

Nippon Residential Investment Corporation (NRI) held a board of directors' meeting today and resolved the following agenda shall be taken up at the fourth general meeting of unitholders of NRI that is scheduled for August 2006. Further, the following change to the Articles of Incorporation shall take effect with approval and passage by this general meeting of unitholders.

1. Content of Change

Present Articles of Incorporation	Articles of Incorporation After Change
Article 36 (Standards for Compensation Amount and Compensation Payment of Accounting Auditor) The amount of compensation of the accounting auditor shall be determined at the board of directors' meeting and have a ceiling of 15 million yen per fiscal period.	Article 36 (Standards for Compensation Amount and Compensation Payment of Accounting Auditor) The amount of compensation of the accounting auditor shall be determined at the board of directors' meeting and have a ceiling of 15 million yen per fiscal period. <u>Payment of this amount shall be made between two months prior to the settlement date and three months after the settlement date.</u>

2. Reasons for Change

NRI previously changed Article 36 (Standards for Compensation Amount and Compensation Payment of Accounting Auditor) of the Articles of Incorporation to the content indicated in the above “1. Content of Change – Present Articles of Incorporation” on August 31, 2004 at the general meeting of unitholders. However, this change resulted in an entry about the timing for the payment of compensation to the accounting auditor, which is an Articles of Incorporation entry regulated in Article 103(4) of the Enforcement Rules for the Law Concerning Investment Trusts and Investment Corporations based on Article 67-7 of said Law, to be lacking. NRI recognized this fact in October 2005 and had examined how to rectify the situation. NRI’s board of directors decided that it would submit a proposal for changing the Articles of Incorporation in a manner in which the content satisfies the requirements of Article 103(4) of the Enforcement Rules to the general meeting of unitholders of NRI scheduled for August 2006.

Furthermore, there were no changes in the practical affairs concerning the payment period for compensation of the accounting auditor within NRI prior to or after the change to Article 36 of the Articles of Incorporation that occurred at the general meeting of unitholders on August 31, 2004.

3. Impact on Performance

The change to the Articles of Incorporation indicated in 1. above shall have absolutely no impact on the performance of NRI.

- 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>