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For Immediate Release

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Notice Concerning on Signing of Interest Rate Swap Agreement

Advance Residence Investment Corporation (ADR) today announced its decision to enter into interest rate swap agreement as detailed below.

1. Reason for entering into the Interest Rate Swap Agreement

To hedge the risk of interest rate fluctuations of 1.8 billion yen floating rate loan (hereafter; the LOAN) made on September 22, 2010.

2. Details of Interest Rate Swap Agreement

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|-----------------------------|---|
| (1) Counterparty: | Mizuho Corporate Bank |
| (2) Notional principal: | 1,800million yen |
| (3) Interest rate: | Pay: Fixed rate interest 0.396% |
| | Receive: Floating-rate interest 3 month yen TIBOR |
| (4) Contract Period: | From October 29, 2010 to September 24, 2013 |
| (5) Interest payment dates: | End date of the months of January, April, July and October of every year during the contract period, starting from end of January 2011. |

The interest rate for the LOAN is to be basically fixed at 1.496% by entering the interest rate swap agreement.

(Note) Please refer to the "Notice Concerning Debt Financing" dated September 7, 2010 for details, etc. on the LOAN.

- * 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]

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