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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 2,500 million yen floating rate loan ^(Note1) (hereafter; the LOAN) to be made on May 31, 2011.

(Note1)Please refer to the "Notice Concerning Debt Financing and Repayment of Loans" dated February 24, 2011, the "Notice Concerning Revision in Loan Agreement" dated March 25,2011, and the "Notice Concerning the Loan Drawdown Date" dated May 17,2011 for details on the LOAN.

2. Details of Interest Rate Swap Agreement

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|-----------------------------|---|
| (1) Counterparty: | Mitsubishi UFJ Trust and Banking Corporation |
| (2) Notional principal: | 2,500million yen |
| (3) Interest rate: | Pay: Fixed rate interest 0.52% |
| | Receive: Floating-rate interest 3 month yen JBA TIBOR |
| (4) Contract Period: | From May 31,2011 to February 29, 2016. |
| (5) Interest payment dates: | End date of the months of January, April, July and October of every year during the contract period, starting from July 29, 2011. |

The interest rate for the LOAN is to be basically fixed at 1.52000% by entering the interest rate swap agreement.



- * 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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