



November 13, 2013

For Immediate Release

Advance Residence Investment Corporation
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Notice Concerning Signing of Interest Rate Swap Agreements

Advance Residence Investment Corporation announced today its decision to enter into interest rate swap agreements as detailed below.

1. Reason for entering into the interest rate swap agreements

To hedge the risk of interest rate fluctuations of 6,150 million yen loan^(Note), to be made on November 15, 2013.

^(Note)Please refer to the "Notice Concerning Debt Financing and Repayment of Loan" dated November 8, 2013 for details.

2. Details of the interest rate swap agreement

Long-term loan (2,600 million yen, 10 year)

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| (1) Counterparty: | Sumitomo Mitsui Trust Bank, Limited |
| (2) Notional principal: | 2,600 million yen |
| (3) Interest rate: | Pay: Fixed rate interest 0.84400% |
| | Receive: Floating-rate interest 3 month yen TIBOR |
| (4) Contract period: | From November 15, 2013 to November 15, 2023 |
| (5) Interest payment dates: | Interest payment dates are last business day of January, April, July and October of every year during the contract period, starting January 2014 and ending on the contract period end of November 15, 2023. |

The interest rate for the loan above (principal amount of 2,600 million yen, 10 year) is to be basically fixed at 1.47400% by entering the interest rate swap agreement.

Long-term loan (3,550 million yen, 9 year)

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| (1) Counterparty: | Sumitomo Mitsui Trust Bank, Limited |
| (2) Notional principal: | 3,550 million yen |
| (3) Interest rate: | Pay: Fixed rate interest 0.74760% |
| | Receive: Floating-rate interest 3 month yen TIBOR |
| (4) Contract period: | From November 15, 2013 to November 15, 2022 |
| (5) Interest payment dates: | Interest payment dates are last business day of January, April, July and October of every year during the contract period, starting January 2014 and ending on the contract period end of November 15, 2022. |

The interest rate for the loan above (principal amount of 3,550 million yen, 9 year) is to be basically fixed at 1.36760 % by entering the interest rate swap agreement.

* URL: <http://www.adr-reit.com>

[Provisional Translation Only]

English translation of the original Japanese document is provided solely for information purposes.

Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.