

April 8, 2014

To whom it may concern:

<Investment Corporation>

Japan Real Estate Investment Corporation

Noritada Terasawa, Executive Director

(TSE code: 8952)

<Asset Management Company>

Japan Real Estate Asset Management Co., Ltd.

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Notice Regarding Determination of Offer Prices for Issuance of New units and Secondary Offering of Units

Announcement is hereby made that Japan Real Estate Investment Corporation determined the offer prices and other conditions as given below at the Board of Directors meeting held on April 8, 2014, regarding the issuance of new units and the secondary offering of units resolved by the Board of Directors meeting held on March 27, 2014:

1. Public offering of new units

- | | |
|--|---|
| (1) Offer price (subscription price) | ¥501,760 per unit |
| (2) Aggregate amount of offer price (subscription price) | ¥28,851,200,000 |
| (3) Issue price | ¥486,400 per unit |
| (4) Aggregate amount of issue price | ¥27,968,000,000 |
| (5) Subscription period | April 9, 2014 (Wed)
through April 10, 2014 (Thu) |
| (6) Payment date | April 15, 2014 (Tue) |
| (7) Delivery date | April 16, 2014 (Wed) |

(Note) Underwriters (SMBC Nikko Securities Inc. [lead manager and sole book runner]; Mizuho Securities Co., Ltd.; Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.; Nomura Securities Co., Ltd. and Daiwa Securities Co. Ltd.) shall buy and underwrite the aggregate amount of issue price and offer and place such amount to investors at the offer price (subscription price).

Disclaimer: This press release is not an offer to sell or a solicitation of any offer to buy the securities of Japan Real Estate Investment Corporation (the "Company") in the United States or elsewhere. Investment units may not be offered or sold in the United States without registration or an exemption from registration under the United States Securities Act of 1933 (the "Securities Act"). Any public offering of investment units to be made in the United States will be made by means of an English language prospectus prepared in accordance with the Securities Act that may be obtained from the Company and that will contain detailed information about the Company and its management, as well as the Company's financial statements. However, the Company will not undertake a public offering and sale of investment units in the United States, and the investment units have not been and will not be registered under the Securities Act.

2. Secondary Offering (Over-allotment)

- | | |
|-----------------------------------|---|
| (1) Number of units to be offered | 5,750 units |
| (2) Offer price | ¥501,760 per unit |
| (3) Gross Proceeds | ¥2,885,120,000 |
| (4) Subscription period | April 9, 2014 (Wed)
through April 10, 2014 (Thu) |
| (5) Delivery date | April 16, 2014 (Wed) |

3. Issuance of new units by third-party allocation

- | | |
|--|--------------------|
| (1) Issue price | ¥486,400 per unit |
| (2) Aggregate amount
of issue price | ¥2,796,800,000 |
| (3) Subscription period
(subscription date) | May 13, 2014 (Tue) |
| (4) Payment date | May 14, 2014 (Wed) |

[Reference]

1. Computation of offer prices

- | | |
|---|---------------------|
| (1) Price determination date | April 8, 2014 (Tue) |
| (2) Closing price of unit as of price
determination date | ¥512,000 per unit |
| (3) Discount rate | 2.00% |

2. Syndicate cover transaction period

April 11, 2014 (Fri) through May 9, 2014 (Fri)

3. Use of the proceeds

The net proceeds (¥27,968,000,000) raised through the public offering will be applied toward the repayment of short-term loans until April 2014. The remaining proceeds will be used as cash reserves toward the acquisition of new specified assets or the repayment of loans. Also, the maximum net proceeds (¥ 2,796,800,000) raised through the issuance of new units by third-party allocation on the same day of the resolution of the public offering will be applied to cash reserves until May 2014 to make up for their decrease, as the part of the cash reserves will be applied toward the repayment of short-term loans.

This notice is the English translation of the announcement in Japanese dated April 8, 2014.

However, no assurance or warranties are given for the completeness or accuracy of this English translation.

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