Notice regarding Determination of Number of Units for Issuance of New units by Third-party Allocation

Announcement is hereby made that Japan Real Estate Investment Corporation (the “Company”) received a notification today from the allottee that it will subscribe for the whole of the units planned to be issued with respect to the issuance of new units by third party allocation in accordance with the resolution at the Board of Directors meetings held on March 27, 2014 and April 8, 2014 with respect to the issuance of new units by public offering and the secondary offering of units by over-allotment.

(1) Number of units to be newly issued : 5,750 units (number of units planned to be issued 5,750 units)
(2) Aggregate amount of issue price : ¥2,796,800,000 (¥486,400 per unit)
(3) Subscription period (subscription date) : May 13, 2014 (Tue)
(4) Payment date : May 14, 2014 (Wed)
(5) Allottee : SMBC Nikko Securities Inc.

<Reference>
1. The issuance of new units by third-party allocation was resolved with the issuance of new units by public offering and the secondary offering of units by over-allotment resolution at the Board of Directors meetings held on March 27, 2014 and April 8, 2014.
For the summary of the third-party allocation, etc., please refer to “Announcement of Issuance of New Units and Secondary Offering of Units” announced on March 27, 2014 and “Notice Regarding Determination of Offer Prices for Issuance of New units and Secondary Offering of Units” announced on April 8, 2014.
2. Change of number of units issued and outstanding upon the third-party allocation
   Number of units outstanding before third-party allocation  1,245,780 units
   Number of newly issued units by third-party allocation     5,750 units
   Number of units outstanding after third-party allocation  1,251,530 units

3. Use of the proceeds
   The net proceeds raised through this third-party allocation of new investment units (¥ 2,796,800,000) will be appropriated to cash reserves until May 2014 to make up for their decrease, as the part of the cash reserves were applied toward the repayment of short-term loans. (Note)

   (Note) Please refer to our News Release “Notice concerning Pre-payment of Loan” dated on April 30, 2014 for the details of the repayment of the loans.

This notice is the English translation of the announcement in Japanese dated May 9, 2014. However, no assurance or warranties are given for the completeness or accuracy of this English translation.