

May 2, 2018

For Immediate Release

<Investment Corporation>

Japan Real Estate Investment Corporation

Hiroshi Nakajima, Executive Director

(TSE code: 8952)

<Asset Management Company>

Japan Real Estate Asset Management Co., Ltd.

Naoki Umeda, President & CEO

Contact: Ryuta Yoshida

Director, Senior Executive Officer &

General Manager, Planning Department

Phone: +81-3-3211-7951

**Announcement of Determination of Number of Units for
Issuance of New Investment Units by Third-party Allocation**

Announcement is hereby made that Japan Real Estate Investment Corporation (“JRE”) 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 investment units by third party allocation in accordance with the resolution at the Board of Directors’ meetings held on March 28, 2018 and April 9, 2018 with respect to the issuance of new investment units by public offering and the secondary offering of units.

- (1) Number of units to be newly issued : 6,900 units (number of units planned to be issued 6,900 units)
- (2) Total Amount to be paid in (issue value) : ¥3,565,920,000 (¥516,800 per unit)
- (3) Subscription period (subscription date) : Tuesday, May 8, 2018
- (4) Payment date : Wednesday, May 9, 2018
- (5) Allottee : SMBC Nikko Securities Inc.

<Reference>

1. The issuance of new investment units by third-party allocation was resolved with the issuance of new investment units by public offering and the secondary offering by over-allotment at the Board of Directors’ meetings held on March 28, 2018 and April 9, 2018.

For the summary of the third-party allocation, etc., please refer to the release, “Announcement of Issuance of New Investment Units and Secondary Offering of Investment Units” issued on March 28, 2018 and “Announcement of the Pricing for the Issuance of New Investment Units and Secondary Offering of Investment Units” issued on April 9, 2018.

2. Change of number of investment units issued and outstanding upon the third-party allocation

Number of investment units outstanding before third-party allocation	1,378,310 units
Number of newly issued investment units by third-party allocation	6,900 units
Number of investment units outstanding after third-party allocation	1,385,210 units

3. Use of the proceeds

The net proceeds raised through this third-party allocation of new investment units (¥3,565,920,000) will be applied toward the repayment of a part of the short-term loans. Any remaining proceeds will be used as cash reserves for the acquisition of specified assets or the repayment of loans.

The details for the repayment of short-term loans will be informed as soon as it is decided.

This is the English translation of the announcement in Japanese dated May 2, 2018.

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