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For Immediate Release

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Notice Concerning Debt Financing (Refinancing)

Star Asia Investment Corporation (“SAR”) announces today that it has decided to execute debt financings (the “Debt Financing” or “Refinancing”) as described below.

1. Details of the Debt Financing

Method of Borrowings: Borrowings under individual term loan agreements scheduled to be signed on February 27, 2024 with the lender described below.

Term (Note 1)	Lender	Borrowing amount	Interest Rates (Note 2) (Note 3)		Expected Date of Borrowings	Principal Repayment Date (Note 4)	Repayment Method (Note 5)	Security
Long-term borrowings	THE BANK OF FUKUOKA, LTD.	500 million yen	Floating	Base interest rate (JPY 3M TIBOR) +0.55 %	February 29, 2024	February 28, 2029	Lump sum repayment on principal repayment date	Unsecured and Unguaranteed

(Note 1) Borrowings with a repayment period of 1 year or less are classified as “short-term” and borrowings with repayment periods exceeding 1 year are classified as “long-term”. The same applies below.

(Note 2) The first interest payment date is March 29, 2024, and thereafter, interest payment dates are the last day of every 3-months and the principal repayment date. However, if such date is a non-business day, the interest payment date shall be the immediately following business day, or if such date falls in the next month, the interest payment date shall be the immediately preceding business day. For borrowings with floating interest rates, the base interest rate applicable to the calculation period for payment of interest on any given interest payment date is the Japanese Yen TIBOR for 3 months as announced by JBA TIBOR Administration at 11 a.m. (Tokyo time, the same applies hereinafter) or at the point of time after 11 a.m. and as close to 11 a.m. as possible, on the date which is two business days prior to the immediately preceding interest payment date (or two business days before the drawdown date for the first interest payment date). However, if no interest rates are found for the corresponding interest calculation period, the base interest rate for the relevant period shall be calculated based on the method set forth in the individual term loan agreement. For Japanese Yen TIBOR announced by the JBA TIBOR Administration which is used as the base interest rate, please check with the JBA TIBOR Administration website (<https://www.jbatibor.or.jp/english/rate/>) Concerning the Debt Financing, SAR may consider fixing the

interest payments by entering into interest rate swap agreements, etc.

(Note 3) Financing fees and other charges payable to the lenders are not included.

(Note 4) If a principal repayment date is not a business day, repayment shall be made on the next business day; however, if such date falls on the next month, repayment shall be made on the immediately preceding business day.

(Note 5) If certain conditions, such as advance notification in writing by SAR, are satisfied during the period between the date of execution of the Debt Financing and the principal repayment date, SAR may prepay the borrowed amounts either in whole or in part prior to maturity.

(Note 6) Certain financial covenants, such as stipulating that certain financial figures should be maintained based on assets and liabilities, are expected to be established for the Debt Financing.

2. Reason for the Debt Financing

The proceeds from the Debt Refinancing will be appropriated to the repayment of the 500 million yen long-term borrowing to mature on February 29, 2024. For details, please refer to the press release announced by SAR dated August 25, 2020 entitled “Notice Concerning Debt Financing (Refinancing)”.

3. Total amount of funds to be procured by the Debt Financing, use of funds and schedule of expenditures

I. Amount of funds to be procured

Total 500 million yen

II. Specific use of funds to be procured and schedule of expenditures

Specific use of funds	Amount	Scheduled date of Expenditure
To be allocated to repayment of the existing loans stated in Section 2 above.	500 million yen	February 29, 2024

4. Status of Borrowings etc. after the Refinancing

(Unit: million yen)

	Before the Refinancing (note)	After the Refinancing	Increase/Decrease
Short-term borrowings	1,300	1,300	—
Long-term borrowings	120,840	120,840	—
Total borrowings	122,140	122,140	—
Investment corporation bonds	1,000	1,000	—
Total of borrowings and investment corporation bonds	123,140	123,140	—

5. Future outlook

The impact of the Refinancing on SAR’s operating results is immaterial, and there are no changes to the forecasts of operating results for the fiscal period ending July 31, 2024 (February 1, 2024 to July 31, 2024) which were announced by SAR in the “Financial Report for Fiscal Period Ended July 31, 2023” on September 13, 2023. The brief report on closing of accounts for the fiscal year ended January 31, 2024 (August 1, 2023 to January 31, 2024) is expected to be announced on March 15, 2024.

6. Other matters required for investors to appropriately understand the relevant information and make decisions

Concerning the risks related to Refinancing, there are no changes to the contents described in “Part I: Fund Information / Section 1 - Status of the Fund / 3. Investment Risks” of the Securities Report submitted on October 30, 2023.

\* Star Asia Investment Corporation website address: <https://starasia-reit.com/en/>

*This is an English translation of the announcement in Japanese dated February 22, 2024.  
However, no assurance or warranties are given for the completeness or accuracy of this English translation.*