

October 21, 2013

**For Immediate Release**

Investment Corporation:  
Daiwa House Residential Investment Corporation  
7th Floor, Nissei Nagatacho Building  
2-4-8 Nagatacho, Chiyoda-ku, Tokyo  
Michio Taki, Executive Director  
(Code Number: 8984)

Asset Manager:  
Daiwa House Asset Management Co., Ltd.  
Yuji Yamada, CEO & President  
Inquiries:  
Hirotaka Uruma, CFO & Director  
Finance & Corporate Planning Department  
TEL: +81-3-3595-1265

**Notice Concerning Decision on Price, etc. for**  
**Issuance of New Investment Units and Secondary Offering of Investment Units**

Daiwa House Residential Investment Corporation (“DHI”) announces that, at a meeting of the board of directors of DHI held today, DHI decided on matters, including the issue price and selling price, as follows concerning issuance of new investment units and secondary offering of investment units for which resolution was passed at a meeting of the board of directors of DHI held on October 10, 2013.

1. Issuance of New Investment Units through Public Offering (Primary Offering)

(1) Issue price (Offer price):	404,137 yen per unit
(2) Total issue price (offer price):	8,082,740,000 yen
(3) Paid-in amount (Issue value):	390,873 yen per unit
(4) Total paid-in amount (issue value):	7,817,460,000 yen
(5) Subscription period:	From October 22, 2013 (Tuesday) to October 23, 2013 (Wednesday)
(6) Payment date:	October 28, 2013 (Monday)
(7) Transfer date:	October 29, 2013 (Tuesday)

(Note) The Underwriters shall purchase and underwrite at the paid-in amount (issue value) and conduct an offering at the issue price (offer price).

2. Secondary Offering (Secondary Offering through Over-Allotment)

<Disclaimer> This document is a press release to make a public announcement of the issuance of new investment units and secondary offering of investment units of Daiwa House Residential Investment Corporation, and has not been prepared as a solicitation for investment. DHI cautions investors to ensure that they refer to the prospectus for notification of the issuance of new investment units and secondary offering of investment units as well as amendments thereto prepared by DHI (if such have been prepared) before undertaking investments and investments be made at their own discretion and responsibility.

*This English language notice is a translation of the Japanese language notice issued on the same day and was prepared solely for the convenience of, and reference by, overseas investors. DHI makes no warranties as to its accuracy or completeness.*

(1) Number of investment units to be sold:	2,000 units
(2) Selling price:	404,137 yen per unit
(3) Total selling price:	808,274,000 yen
(4) Subscription period:	From October 22, 2013 (Tuesday) to October 23, 2013 (Wednesday)
(5) Transfer date:	October 29, 2013 (Tuesday)

### 3. Issuance of New Investment Units by Way of Third-Party Allotment

(1) Paid-in amount (Issue value):	390,873 yen per unit
(2) Total paid-in amount (issue value) (maximum):	781,746,000 yen
(3) Subscription period (Subscription date):	November 18, 2013 (Monday)
(4) Payment date:	November 19, 2013 (Tuesday)

#### <Reference>

##### 1. Calculation of Issue Price and Selling Price

(1) Calculation record date and price:	October 21, 2013 (Monday)	414,500 yen
(2) Discount rate:	2.50%	

##### 2. Syndicate Covering Transaction Period

From October 24, 2013 (Thursday) to November 14, 2013 (Thursday)

##### 3. Use of Funds Procured This Time

The proceeds from this primary offering and third-party allotment (8,599,206,000 yen at maximum), will be used to fund the repayment of a short-term loan accompanying the acquisition of specified assets announced in the “Notice Concerning the Proposed Acquisition of Trust Beneficiary Rights in Real Estate” dated September 20, 2013 and “(Correction) Notice Concerning the Proposed Acquisition of Trust Beneficiary Rights in Real Estate dated September 20, 2013” dated October 10, 2013 (7.0 billion yen). Please note that, if there are any funds remaining, the funds will be used as cash reserves to fund part of future acquisition of specified assets or fund part of other repayment of loans.

\* This press release (original Japanese version) is to be distributed to the Kabuto Club (the press club of the Tokyo Stock Exchange); the Ministry of Land, Infrastructure, Transport and Tourism Press Club; and the Ministry of Land, Infrastructure, Transport and Tourism Press Club for Construction Publications.

\* URL of the DHI's website: <http://daiwahouse-resi-reit.co.jp/eng/>

<Disclaimer> This document is a press release to make a public announcement of the issuance of new investment units and secondary offering of investment units of Daiwa House Residential Investment Corporation, and has not been prepared as a solicitation for investment. DHI cautions investors to ensure that they refer to the prospectus for notification of the issuance of new investment units and secondary offering of investment units as well as amendments thereto prepared by DHI (if such have been prepared) before undertaking investments and investments be made at their own discretion and responsibility.

*This English language notice is a translation of the Japanese language notice issued on the same day and was prepared solely for the convenience of, and reference by, overseas investors. DHI makes no warranties as to its accuracy or completeness.*