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FOR IMMEDIATE RELEASE

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Notice Concerning the Cancellation of Borrowing

Activia Properties Inc. (hereinafter referred to as the “Investment Corporation”) announces that it decided to cancel to borrow the short-term borrowing as announced on December 9, 2013 in the “Notice Concerning Borrowing of Funds”.

1. Reason for the cancellation of borrowing

The Investment Corporation decided to acquire the real estate trust beneficiary interests to 2 properties (Gotanda Front and Shinagawa Place) with cash on hand instead of the borrowing.

2. Future outlook

The forecast management performance announced on November 22, 2013 in the “Notice of Revision to Forecast Management Performance for the Period Ending May 31, 2014 and Notice of Forecast Management Performance for the Period Ending November 30, 2014” has not changed.

<Reference>

Details of the short-term borrowing

Financial institution	Total amount to be borrowed	Interest rate	Drawdown date (plan)	Due date	Borrowing and repayment methods, security, and guarantee
Sumitomo Mitsui Trust Bank, Limited	0-2,100 million yen	0.15% + Base rate (Note)	January 10, 2014	April 10, 2014	Borrowing based on a loan agreement with the lender shown at left as the creditor, lump-sum repayment, unsecured, and unguaranteed

(Note) The first interest payment will be made on the last day of January 2014 and the last day of each month thereafter, as well as on the due date of the principal (if this day is a non-business day, the following business day. If such day comes in the following month, the immediately preceding business day). The base rate used for the calculation period for interest to be paid on interest payment dates is the 1-month Japanese Yen TIBOR of the Japanese Bankers Association, two business days before the interest payment date immediately preceding each interest payment date. The base rate corresponding to the first interest calculation period is based on the drawdown date. However, if the calculation period is less than one month, the base rate will be the one corresponding to the period that will be calculated based on a method provided for in the agreement.

*Distribution of this material: This material is distributed to the Kabuto Club; the press club for the Ministry of Land, Infrastructure, Transport, and Tourism; and the press club for construction trade newspapers at the Ministry of Land, Infrastructure, Transport, and Tourism.

*Website of the Investment Corporation: <http://www.activia-reit.co.jp/english>