

August 25, 2015

For Immediate Release

Advance Residence Investment Corporation
Securities Code : 3269
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Notice Concerning Changes in the Company Bylaw (Fund Management Guidelines)

AD Investment Management Co., Ltd., the asset management company to which Advance Residence Investment Corporation (ADR) entrusts the management of its assets announced that it resolved at the meeting of its board of directors held today, to partly change *the Portfolio Guideline* stipulated in *the Fund Management Guidelines* which are part of the company bylaw, as detailed below.

1. Overview of the Change

ADR will simplify the Investment Regions defined in *the Portfolio Guideline* and allocate a guideline investment ratio to each of the simplified Investment Region.

Specifically, "Tokyo Central 7 Wards" (the Minato, Chiyoda, Shibuya, Shinjuku, Meguro, Setagaya and Shinagawa wards of Tokyo) and "Central Tokyo (Tokyo 23 wards excluding the Tokyo Central 7 Wards)" will be combined as one investment region named "Tokyo 23 Wards". Also combining investment regions of "Tokyo Metropolitan Area" (which includes Tokyo Metropolis (excl. Tokyo 23 Wards), the prefectures of Kanagawa, Saitama and Chiba) and "Major Regional Cities" and naming the combination "Other Regions."

Furthermore, a guideline investment ratio of 70% to 100% will be allocated to "Tokyo 23 Wards" and 0% to 30% will be allocated to "Other Regions."

The former four region categories, "Tokyo Central 7 Wards", "Central Tokyo", "Tokyo Metropolitan Area" and "Major Regional Cities" will continue to be used in disclosure materials.

Please refer to the attachment "Comparison Table of Prior and Amended Fund Management Guidelines".

2. Effective Date

September 1, 2015

3. Other

Required filings and other procedures will be performed in relation to this matter in compliance with the Financial Instruments and Exchange Law on September 1, 2015.

- * The original Japanese version of this material is released today 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: <http://www.adr-reit.com/en/>

[Provisional Translation Only]

English translation of the original Japanese document is provided solely for information purposes.

Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.

<Attachment>

Comparison Table of Prior and Amended Fund Management Guidelines*

* The table consist of the excerpts of the revised section. Unchanged sections are omitted. Underlines indicate the amended parts.

Prior	Amended																				
<p>1st Investment Policy 2. Portfolio Policy (2) Investment Regions</p> <p>Although ADR invests in properties located mainly in the <u>central Tokyo region</u>, it will also invest in assets located in Tokyo Metropolitan Area and Major Regional Cities to diversify investments according to the ratio indicated below.</p> <table border="0"> <thead> <tr> <th>Investment Regions</th> <th>Investment Ratio ^{Note 3}</th> </tr> </thead> <tbody> <tr> <td><u>Tokyo Central 7 Wards</u> ^{Note1}</td> <td><u>40~60%</u></td> </tr> <tr> <td><u>Central Tokyo (ex 7 wards)</u></td> <td><u>20~40%</u></td> </tr> <tr> <td><u>Tokyo Metropolitan Area</u> ^{Note2}</td> <td><u>5~20%</u></td> </tr> <tr> <td><u>Regional Cities</u></td> <td><u>5~20%</u></td> </tr> </tbody> </table> <p>Note 1 <u>Tokyo Central 7 Wards are Minato, Chiyoda, Shibuya, Shinjuku, Meguro, Setagaya and Shinagawa wards.</u></p> <p>Note 2 <u>Tokyo Metropolitan Area are Tokyo Metropolis and prefectures of Kanagawa, Saitama and Chiba.</u></p> <p>Note 3 Ratios are calculated based on acquisition prices.</p>	Investment Regions	Investment Ratio ^{Note 3}	<u>Tokyo Central 7 Wards</u> ^{Note1}	<u>40~60%</u>	<u>Central Tokyo (ex 7 wards)</u>	<u>20~40%</u>	<u>Tokyo Metropolitan Area</u> ^{Note2}	<u>5~20%</u>	<u>Regional Cities</u>	<u>5~20%</u>	<p>1st Investment Policy 2. Portfolio Policy (2) Investment Regions</p> <p>Although ADR invests in properties located mainly in the <u>Tokyo 23 Wards</u>, it will also invest in assets located in Tokyo Metropolitan Area and Major Regional Cities to diversify investments according to the ratio indicated below.</p> <table border="0"> <thead> <tr> <th>Investment Regions</th> <th>Investment Ratio ^{Note 3}</th> </tr> </thead> <tbody> <tr> <td><u>Tokyo 23 Wards</u> ^{Note1}</td> <td><u>70~100%</u></td> </tr> <tr> <td><u>Other Regions</u> ^{Note2}</td> <td><u>0~30%</u></td> </tr> <tr> <td>(Deleted)</td> <td></td> </tr> <tr> <td>(Deleted)</td> <td></td> </tr> </tbody> </table> <p>Note 1 <u>Of the Tokyo 23 Wards, Chiyoda, Shibuya, Shinjuku, Meguro, Setagaya and Shinagawa wards are classified as Tokyo Central 7 Wards and the remaining wards are classified as Central Tokyo.</u></p> <p>Note 2 <u>Other Regions are Tokyo Metropolitan Area (Tokyo Metropolis excluding the Tokyo 23 Wards and prefectures of Kanagawa, Saitama and Chiba) and Major Regional Cities.</u></p> <p>Note 3 Ratios are calculated based on acquisition prices.</p>	Investment Regions	Investment Ratio ^{Note 3}	<u>Tokyo 23 Wards</u> ^{Note1}	<u>70~100%</u>	<u>Other Regions</u> ^{Note2}	<u>0~30%</u>	(Deleted)		(Deleted)	
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