

August 27, 2015

For Immediate Release

Advance Residence Investment Corporation  
Securities Code : 3269  
1-105 Kanda-Jinbocho, Chiyoda-ku, Tokyo  
Kenji Kousaka, Executive Director

Asset Management Company:  
AD Investment Management Co., Ltd.  
Kenji Kousaka, President  
Inquiries:  
Tomoyuki Kimura, Director and General Manager  
Corporate Management Department  
TEL. +81-3-3518-0480

### Notice Concerning Signing of Interest Rate Swap Agreement

Advance Residence Investment Corporation announced today its decision to enter into interest rate swap agreement as detailed below.

#### 1. Purpose for entering into the interest rate swap agreement

To hedge the risk of interest rate fluctuations of 1,800 million yen loan out of the 3,000 million yen loan<sup>(Note1)</sup> to be made on August 31, 2015.

<sup>(Note1)</sup> Please refer to the “Notice Concerning Debt Financing and Repayment of Loan” dated August 25, 2015 for details.

#### 2. Details of the interest rate swap agreement

Part of Long-term loan (1,800 million yen, 8 year)

(JPY:million)

No.	Counterparty	Notional principal	Contract start date	Contract end date	Repayment period	Interest rate	
						Pay (Fixed rate)	Receive (Floating-rate)
1	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	1,800	August 31, 2015	August 31, 2023	8 year	0.43700% <sup>(Note2)</sup>	1 month yen TIBOR <sup>(Note2)</sup>

<sup>(Note2)</sup> Interest payment dates are last business day of every month during the contract period, starting September 2015 and ending on the contract period end of August 31, 2023.

The interest rate for the loan above (principal amount of 1,800 million yen, 8 year) is to be basically fixed at 0.72700% by entering the interest rate swap agreement.

#### 3. Contract date of the interest rate swap agreement

August 27, 2015

\* 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.