

September 10, 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 400 million yen loan^(Note1) to be made on September 14, 2015.

^(Note1) 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

Long-term loan (400 million yen, 10 year)

(JPY:million)

No.	Counterparty	Notional principal	Contract start date	Contract end date	Repayment period	Interest rate	
						Pay (Fixed rate)	Receive (Floating-rate)
1	Sumitomo Mitsui Trust Bank, Limited	400	September 14, 2015	August 29, 2025	10 year	0.45900% ^(Note2)	ICE Benchmark Administration (IBA) 3 month Euro yen LIBOR ^(Note2)

^(Note2) Interest payment dates are last business day of every January, April, July and October during the contract period, starting October 2015 and ending on the contract period end of August 29, 2025.

The interest rate for the loan above (principal amount of 400 million yen, 10 year, floating rate) is to be basically fixed at 0.84900% by entering the interest rate swap agreement.

3. Contract date of the interest rate swap agreement

September 10, 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.