



July 26, 2017

**For Immediate Release**

Advance Residence Investment Corporation  
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**Notice Concerning Debt Financing and Redemption of Bond**

Advance Residence Investment Corporation (ADR) announced today its decisions regarding debt financing and redemption of bond as detailed below.

1. Debt Financing

(1) Details of the Debt Financing

(JPY:million)

No.	Lender	Planned Drawdown Date	Scheduled Amount	Interest Rate <sup>(Note1)</sup> (fixed rate)	Principal Repayment date	Repayment Period	Principal Repayment	Collateral/ Guarantee
1	The Nishi-Nippon City Bank,Ltd. The Bank of Fukuoka,Ltd. The Iyo Bank,Ltd. The Bank of Kyoto,Ltd. Shinkin Central Bank	September 11, 2017	2,500	Unfixed <sup>(Note2)</sup>	August 31, 2027	10.0 year	Pay in full on the maturity date	Unsecured Non-guaranteed
2	The Nishi-Nippon City Bank,Ltd. The Bank of Fukuoka,Ltd. The Iyo Bank,Ltd. The Chugoku Bank,Ltd. Shinkin Central Bank	September 11, 2017	2,500	Unfixed <sup>(Note2)</sup>	February 27, 2026	8.5 year	Pay in full on the maturity date	Unsecured Non-guaranteed
	Total or Weighted Average		5,000			9.2 year		

(Note1) Interest payment dates are, starting from October 2017, last business day of every January, April, July, October and the principal repayment date.

(Note2) The interest rates for the loan will be announced separately.

(2) Purpose of the Debt Financing

The fund procured from the debt financing will be used to redeem the existing bond due on September 12, 2017 .

(3) Scheduled Contract Date of Debt Financing

July 31, 2017

## 2. Details of the Existing Bond to be Redeemed

(JPY:million)

No.	Lender	Drawdown Date	Scheduled Amount	Interest Rate (fixed rate)	Principal Repayment Date	Repayment Period	Principal Repayment	Collateral/ Guarantee
1	ADR Unsecured Bond #17 (with <i>Pari Passu</i> clause among specified investment corporation bonds)	September 12, 2012	8,000	0.87%	September 12, 2017	5.0year	Pay in full on the maturity date	Unsecured Non-guaranteed

### Reference Material: Debt Financing Balance (As of September 12, 2017) (Note3)

(JPY:thousand)

	Before Refinancing (Note4)	After Refinancing	Increase (Decrease)
Short-term Loans (Note5)	0	0	-
Long-term Loans (Note5)	192,074,329	193,874,329	1,800,000
Total Loans	192,074,329	193,874,329	1,800,000
Corporate Investment Bonds	34,500,000	29,500,000	▲5,000,000
Total interest-bearing debt	226,574,329	223,374,329	▲3,200,000

(Note3) The balance assumes on September 12, 2017 that the following actions until September 12, 2017.

- \* Early repayment of the existing loan on July 31, 2017, which was announced in the press release titled “*Notice Concerning Early Repayment of Loans*” on July 4, 2017.
- \* Refinancing of the existing loans maturing August 31, 2017.
- \* Issuance bond (3,000,000 thousand yen) to redeem the existing bond (8,000,000 thousand yen) excepted above financing amount (5,000,000 thousand yen) on September 12, 2017.

(Note4) As of July 26, 2017.

(Note5) Short-term loans are loans with repayment dates within one year from drawdown date and long-term loans are loans with repayment dates that are more than one year away.

\* URL: <http://www.adr-reit.com/en/>

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