

TRANSLATION

February 26, 2018

Real Estate Investment Trust Securities Issuer
 Sekisui House Residential Investment Corporation
 3-1-31 Minami-Aoyama, Minato-ku, Tokyo
 Representative: Osamu Minami, Executive Director
 (Securities Code: 8973)

Asset Management Company
 Sekisui House Asset Management, Ltd.
 3-1-31 Minami-Aoyama, Minato-ku, Tokyo
 Representative: Osamu Minami,
 President & Representative Director
 Yoshiya Sasaki, General Manager
 IR & Financial Affairs Department
 TEL: +81-3-5770-8973 (main)

Notice Concerning Borrowing of Funds (Determination of Interest Rates)

Concerning borrowing of funds (Tranche B and Tranche C) announced on February 21, 2018, Sekisui House Residential Investment Corporation (the “Investment Corporation”) hereby announces that applicable interest rates have been determined as described below.

New contract portion (dated February 21, 2018) (Note)

Contract		Lenders	Drawdown date	Loan amount	Repayment date	Interest rate (applicable period)
Individual loan contract dated Feb. 21, 2018 (Feb. 2018 / 1 year and 8 years)	Tranche B	Mizuho Bank, Ltd. The 77 Bank, Ltd. The Hiroshima Bank, Ltd. Mitsubishi UFJ Trust and Banking Corporation	Feb. 28, 2018 (Scheduled)	1.6 billion yen	Feb. 27, 2026	Fixed rate 0.63500% (from Feb. 28, 2018 to Feb. 27, 2026)
	Tranche C	The Bank of Tokyo-Mitsubishi UFJ, Ltd.		0.5 billion yen		Fixed rate 0.56500% (from Feb. 28, 2018 to Feb. 27, 2026)

(Note) For details on the concerned borrowing of funds, please refer to the press release titled “Notice Concerning Borrowing of Funds” dated February 21, 2018 issued by the Investment Corporation.

*Sekisui House Residential Investment Corporation website: <http://www.shi-reit.co.jp/eng/>

This translation is for informational purpose only. If there is any discrepancy between the Japanese version and the English translation, the Japanese version shall prevail.