

July 24, 2018

Name of REIT Issuer:
 CRE Logistics REIT, Inc.
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 Tsuyoshi Ito, Executive Director
 (TSE Code: 3487)
 Asset Management Company
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Notice Concerning Borrowing of Funds (Refinancing)

CRE Logistics REIT, Inc. (hereinafter “CRE REIT”) announces its decision today to borrow funds (hereinafter “the Borrowings”). Details are as follows.

1. Details of the Borrowings

Category	Lender (Note 1)	Loan amount (million yen)	Interest rate	Drawdown date	Borrowing method	Repayment date	Repayment method	Notes
Long-term loans payable	Sumitomo Mitsui Banking Corporation	750	Base rate (Note 2) +0.40%	July 31, 2018	Borrowing based on individual loan agreement dated July 27, 2018, with the lenders	July 29, 2022	Lump-sum repayment at maturity	Unsecured/unguaranteed
	Mizuho Bank, Ltd.	600						
	Development Bank of Japan Inc.	450						
	Resona Bank, Limited.	400						
	The Nishi-Nippon City Bank, Ltd.	200						
	Sumitomo Mitsui Banking Corporation	100	Base rate (Note 2) +0.31%	July 31, 2018		July 31, 2020	Lump-sum repayment at maturity	Unsecured/unguaranteed
	MUFG Bank, Ltd.	400						
	Mizuho Bank, Ltd.	100						
	Total		3,000	—		—	—	—

(Note 1) The loan syndicate consists of the following lenders: Sumitomo Mitsui Banking Corporation, Mizuho Bank, Ltd., MUFG Bank, Ltd., Development Bank of Japan Inc., Resona Bank, Limited and The Nishi-Nippon City Bank, Ltd. The lead arranger is Sumitomo Mitsui Banking Corporation.

(Note 2) The actual borrowing rates on the loans will be fixed by entering into an interest rate swap agreement. Details of the interest rate swap agreements will be announced when they are concluded.

The base interest rate is the three-month Japanese yen TIBOR (quoted on a 365-day basis) published by the JBA TIBOR Administration at 11:00 am two business days prior to an immediately preceding interest payment date of each interest payment date (the first interest payment date is the drawdown date). However, when there is no interest rate corresponding to the period, the base interest rate will be calculated using the method stipulated in each loan agreement. Details on the JBA Japanese TIBOR can be checked via the administration’s website (<http://www.jbatibor.or.jp/english/>). Note that commissions and fees paid to the above lenders are not included.

2. Reason for the Borrowings

The Borrowings are to fund the repayment of 3,000 million yen loans that will become due on July 31, 2018.

Category	Lender (Note 1)	Loan amount (million yen)	Interest rate	Drawdown date	Borrowing method	Repayment date	Repayment method	Notes
Long-term loans payable	Sumitomo Mitsui Banking Corporation	900	0.347% (Note)	July 27, 2016	Borrowing based on individual loan agreement dated July 25, 2016, with the lenders	July 31, 2018	Lump-sum repayment at maturity	Unsecured/unguaranteed
	Mizuho Bank, Ltd.	750						
	MUFG Bank, Ltd.	750						
	Resona Bank, Limited.	400						
	The Nishi-Nippon City Bank, Ltd.	200						
Total		3,000	—	—	—	—	—	—

(Note) Interest rates under the loan agreements are floating rates but were fixed after the drawdown date as a result of entering into the interest rate swap agreement.

3. Amount, Use and Scheduled Disbursement Date of Funds

(1) Amount of funds to be procured

3,000 million yen

(2) Specific use of funds to be procured

Repayment of existing loans

(3) Scheduled disbursement date

July 31, 2018 (planned)

4. Status of Loans, etc. after the Borrowings

(Million yen)

	Before drawdown	After drawdown	Increase or decrease
Short-term loans payable	1,330	1,330	—
Long-term loans payable	24,020	24,020	—
Total loans	25,350	25,350	—
Investment corporation bonds	—	—	—
Total interest-bearing debt	25,350	25,350	—

(Note) Short-term loans payable are loans with a borrowing period of a year or less, and long-term loans payable are loans with a borrowing period of more than a year. Long-term loans payable include the current portion of loans payable.

5. Matters Necessary for the Appropriate Understanding and Judgment of Other Investors Concerning this Information

No changes have been made to the details of “investment risk” in the securities report for the 3rd fiscal period (ended December 31, 2017) submitted on March 29, 2018 pertaining to risks related to the Borrowings and the repayment discussed herein.

* CRE Logistic REIT, Inc. website: <https://cre-reit.co.jp/en/>