

January 7, 2019

FOR IMMEDIATE RELEASE

Activia Properties Inc. 1-1 Minami-Aoyama 1-chome, Minato-ku, Tokyo Kazuyuki Murayama Executive Director (Code: 3279)

> Asset Management Company TLC REIT Management Inc. Hiroyuki Tohmata President & CEO

Inquiries Kazuyuki Murayama General Manager of Strategy Department Activia Management Division (Tel: +81-3-6804-5671)

Notice Concerning Borrowing of Fund (Determination of Interest Rate)

Activia Properties Inc. ("API") hereby announces that it decided the interest rate for the fixed rate borrowing as announced on December 25, 2018 in the "Notice Concerning Borrowings of Funds". Details are as follows:

<Long-term borrowing>

| Lender | Loan amount | Interest rate | Drawdown date (plan) | Due date | Borrowing and repayment methods, security, and guarantee |
|--|--------------------|---------------|-------------------------|---------------------|--|
| Sumitomo Mitsui Trust Bank, Limited Mizuho Bank, Ltd. MUFG Bank, Ltd. Sumitomo Mitsui Banking Corporation Development Bank of Japan Inc. | 2.5 billion yen | 0.38236% | January 9, 2019 | January 10, 2023 | Borrowing based on a borrowing agreement with the lenders shown at left as the creditor, lump- sum repayment, unsecured, and unguaranteed |

^{*}Website of API: https://www.activia-reit.co.jp/en/