

July 5, 2019

Real Estate Investment Trust Securities Issuer

Sekisui House Reit, Inc.

Representative: Junichi Inoue, Executive Director
(Securities Code: 3309)

Asset Management Company

Sekisui House Asset Management, Ltd.

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Notice Concerning Determination of Number of New Investment Units to be Issued
by Way of Third-Party Allotment

Sekisui House Reit, Inc. ("SHR") announces that it received the following notice of subscription from the allottee for all of the number of new investment units to be issued by way of third-party allotment (the "third-party allotment"), for which resolution was passed at the same time as resolution for the issuance of new investment units through public offering and secondary offering of investment units (secondary offering via over-allotment) at the meetings of the board of directors of SHR held on May 23, 2019 and June 3, 2019.

Details

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| (1) | Number of new investment units to be issued: | 25,075 units |
| | (Number of investment units planned to be issued: | 25,075 units) |
| (2) | Amount to be paid in (issue amount): | 74,103 yen per unit |
| (3) | Total amount to be paid in (total issue amount): | 1,858,132,725 yen |
| (4) | Subscription period (subscription date): | July 8, 2019 (Monday) |
| (5) | Payment date: | July 9, 2019 (Tuesday) |
| (6) | Allottee: | The domestic lead underwriter |

Disclaimer: This translation is for informational purposes only. If there is any discrepancy between the Japanese version and the English translation, the Japanese version shall prevail. This document is an English translation of a press release for public announcement concerning issuance of new investment units by way of third-party allotment and has not been prepared for the purpose of solicitation for investment.

In addition, this press release does not constitute an offer of securities in the United States of America. The securities referred to above have not been, and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act"). The securities may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The securities referred to above will not be publicly offered or sold in the United States.

<Reference>

1. The third-party allotment was resolved at the same time as the issuance of new investment units through public offering and secondary offering of investment units (secondary offering via over-allotment) was resolved at the meetings of the board of directors of SHR held on May 23, 2019 and June 3, 2019.

Please refer to “Notice Concerning Issuance of New Investment Units and Secondary Offering of Investment Units” announced on May 23, 2019 and “Notice Concerning Determination on Issue Price and Other Items with Respect to Issuance of New Investment Units and Secondary Offering of Investment Units” announced on June 3, 2019 for the details of the third-party allotment and other details.

2. Changes in number of investment units issued and outstanding due to the third-party allotment

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| (1) Total number of investment units issued and outstanding at present: | 4,263,591 units |
| (2) Increase in number of investment units due to the third-party allotment: | 25,075 units |
| (3) Total number of investment units issued and outstanding after the third-party allotment: | 4,288,666 units |

3. Use of funds to be procured from the third-party allotment

The net proceeds from the third-party allotment (1,858,132,725 yen) are scheduled to be used for partial repayment of short-term borrowings entered into in connection with the acquisition of the specified assets (as defined in Paragraph 1 of Article 2 of the Act on Investment Trusts and Investment Corporations) acquired by SHR as described in “Notice Concerning Acquisition of Trust Beneficiary Interest in Domestic Real Estate and Leases (Akasaka Garden City and Six Other Properties (Two of Which Are Additional Acquisitions))” announced on May 23, 2019.

*Sekisui House Reit, Inc. website: <http://sekisuihouse-reit.co.jp/en/>

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