

January 24, 2019

Real Estate Investment Trust Unit Issuer:  
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(Securities Code: 8957)

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## **Notice Concerning Debt Financing and Repayment**

TOKYU REIT, Inc. (“TOKYU REIT”) today announced its decision to undertake debt financing and repayment. Brief details are as follows.

### **1. Debt Financing**

#### **(1) Rationale**

TOKYU REIT will undertake debt financing for procurement of funds to repay long-term debt maturing on January 28, 2019. In an effort to ensure stability in connection with the procurement of funds, TOKYU REIT has adopted strategies to convert its debt financing to long-term fixed interest rate borrowings and to diversify repayment dates.

#### **(2) Details of Debt Financing**

Classification	Long-Term Debt
Lender	The Norinchukin Bank
Debt Financing Amount	¥3,000 million
Interest Rate	0.60380% (Fixed interest rate)
Repayment Method	Lump-sum repayment on maturity
Drawdown Date	January 28, 2019
Maturity Date	January 28, 2027
Period	8 years
Collateral	Unsecured, unguaranteed

**2. Repayment of Debt**

Debt borrowed on January 27, 2014

Classification	Long-Term Debt
Lender	The Norinchukin Bank
Debt Financing Amount	¥3,000 million
Interest Rate	0.85% (Fixed interest rate)
Repayment Method	Lump-sum repayment on maturity
Drawdown Date	January 27, 2014
Repayment Date	January 28, 2019
Maturity Date	January 28, 2019
Repayment Source	Debt finance mentioned above 1. Debt Financing
Period	5 years
Collateral	Unsecured, unguaranteed

**3. Total Debt After Additional Debt Financing and Repayment**

	Debt Balance Prior to Additional Debt Financing and Repayment (¥ millions)	Debt Balance after Additional Debt Financing and Repayment (¥ millions)	Change (¥ millions)
Short-Term Debt Financing	0	0	0
Long-Term Debt Financing	84,000	84,000	0
Total Debt Financing	84,000	84,000	0
Investment Corporation Bonds	9,500	9,500	0
Interest-Bearing Debt	93,500	93,500	0

**4. Others**

Regarding the loan repayment risk, there is no change to the “Investment risks” of the latest securities report submitted on October 26, 2018.

[Reference]

## **Timely Disclosure Relating to the Aforementioned Debt Financings (Except concerning decision of Interest Rate)**

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This notice may contain forward-looking statements, such as current plans, strategies, and future performance. These forward-looking statements are based on judgments obtained from currently available information. Please be advised that, for a variety of reasons, actual results may differ materially from those discussed in the forward-looking statements. Events that might affect actual results include, but are not limited to, fluctuations of the real estate market in Japan, general conditions of the Japanese economy, competitive pressures and relevant regulations. This notice is a translation of the original document in Japanese and is prepared solely for the convenience of non-Japanese speakers. There is no assurance as to the accuracy of the English translation. The original Japanese notice shall prevail in the event of any discrepancies between the translation and the Japanese original.