

June 23, 2020

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 TOKYU REIT, Inc.
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 (Securities Code: 8957)

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Notice Concerning Long-Term Debt Financing and Repayment of Long-Term Borrowing

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 June 25, 2020. 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 | Long-Term Debt |
|-----------------------|--------------------------------|--------------------------------|
| Lender | Development Bank of Japan Inc. | MUFG Bank, Ltd. |
| Debt Financing Amount | ¥4,000 million | ¥1,500 million |
| Interest Rate | 0.67380% (Fixed interest rate) | 0.60137% (Fixed interest rate) |
| Repayment Method | Lump-sum repayment on maturity | Lump-sum repayment on maturity |
| Drawdown Date | June 25, 2020 | June 25, 2020 |
| Maturity Date (Note) | June 25, 2030 | December 25, 2028 |
| Period | 10 years | 8.5 years |
| Collateral | Unsecured, unguaranteed | Unsecured, unguaranteed |
| Financing Fee | None | None |

(Note) In case the repayment date is not a business day, such date will be the following business day or the preceding business day (if the immediately following business day falls into the following month).

2. Repayment of Debt

Debt borrowed on June 25, 2012 and June 25, 2013

| | | |
|-----------------------|--|--|
| Classification | Long-Term Debt | Long-Term Debt |
| Lender | Development Bank of Japan Inc. | MUFG Bank, Ltd. |
| Debt Financing Amount | ¥4,000 million | ¥1,500 million |
| Interest Rate | 1.48000% (Fixed interest rate) | 1.45125% (Fixed interest rate) |
| Repayment Method | Lump-sum repayment on maturity | Lump-sum repayment on maturity |
| Drawdown Date | June 25, 2012 | June 25, 2013 |
| Repayment Date | June 25, 2020 | June 25, 2020 |
| Maturity Date | June 25, 2020 | June 25, 2020 |
| Repayment Source | Debt finance mentioned above 1. Debt Financing | Debt finance mentioned above 1. Debt Financing |
| Period | 8 years | 7 years |
| Collateral | Unsecured, unguaranteed | Unsecured, unguaranteed |
| Financing Fee | None | None |

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 | - |
| Long-Term Debt Financing | 84,000 | 84,000 | - |
| Total Debt Financing | 84,000 | 84,000 | - |
| Investment Corporation Bonds | 8,000 | 8,000 | - |
| Interest-Bearing Debt | 92,000 | 92,000 | - |

4. Others

Regarding the loan repayment risk, there is no change to the “Investment risks” of the latest securities report submitted on April 24, 2020.

[Reference]

Timely Disclosure Relating to the Debt Financings to be Repaid (Except concerning decision of Interest Rate)

June 21, 2012 Notice Concerning Debt Financing, Repayment and Determination of Interest Rate

June 21, 2013 Notice Concerning Debt Financing and Repayment

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.