

Nomura Real Estate Master Fund, Inc.
Securities Code: 3462
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Notice Concerning Debt Financing

Nomura Real Estate Master Fund, Inc. (“Nomura Master Fund” or the “Fund” or ”NMF”) announced today that the Fund will procure debt financing as stated below.

I. Debt Financing

1. Purpose

The Fund has decided to procure the loan in order to repay current outstanding loans which matures on March 27, 2017.

2. Details of Debt Financing

Loan Type : Term Loan (Scheduled contract date: March 23, 2017)

Lenders	Amount (millions of yen)	Interest Rate	Drawdown Date	Term	Repayment Date(Note 1)	Terms of Repayment	Collateral
The Bank of Fukuoka, Ltd.	1,000	Fixed (To be determined) (Note2) (Note3)	March 27, 2017	8 years and 2 months	May 26, 2025	Lump-sum repayment on the repayment date	Unsecured, unguaranteed

(Note 1) Repayment Date is the following business day if the date is a non-business day, or the prior business day if the following business date is in the next month.

(Note 2) The interest rate will be determined on or before the anticipated borrowing date based on the contract dated March 23, 2017 concerning this borrowing. We will make an announcement about the interest when it is determined.

(Note 3) May 26, 2017, the first interest payment date, and 26th of every May and November thereafter until the Repayment Date. (or the following business day if the date is a non-business day, or the prior business day if the following business date is in the next month)

3. Use of Funds

(1) Specifics : To be used for repayment of the existing borrowings based on the term loan(Note) agreement totaling ¥1,000 million which will mature on March 27, 2017.

(2) Scheduled Date of Use : March 27, 2017

(Note) For details of the term loan agreement, please refer to the press releases “Notice Concerning Debt Financing” the former Nomura Real Estate Master Fund on May 22, 2014.

II. Status of Interest Bearing Debts after Financing

		(millions of yen)		
		Before Financing	After Financing	Increased/Decreased Amount
	Short-term Borrowings	18,700	18,700	—
	Current portion of Long-term borrowings (Note 1)	41,112	40,112	—1,000
	Long-term borrowings(Note 2)	425,171	426,171	+1,000
Total Borrowings		484,984	484,984	—
	Current portion of Investment Corporation Bonds(Note 1)	—	—	—
	Investment Corporation Bonds(Note 3)	22,500	22,500	—
	Total Investment Corporation Bonds	22,500	22,500	—
Total Interest-Bearing Debts		507,484	507,484	—

(Note 1) Nature of term is as of the end of the 2nd fiscal period (August 31, 2016).

(Note 2) Excludes Long-term Borrowings due within one year.

(Note 3) Excludes Investment Corporation Bond due within one year.

III. Forecasts of Financial Results

The effects of the borrowings on the entire portfolio will be accounted for in the forecasts of financial results for the period ending August 31, 2017. This announcement is planned for April 14, 2017, in tandem with the disclosure of results for the period ending February 28, 2017.

IV. Other Matters Required for Investors to Accurately Understand and Evaluate the Information

No change has been made to the content of “Section 1 Fund Information / 1 Status of Fund / 3 Investment Risks” of the Securities Report (in Japanese) filed on November 28, 2016, regarding the risk involved in the debt financing.

*<Nomura Real Estate Master Fund, Inc> URL: <http://www.nre-mf.co.jp/en/>