

Nomura Real Estate Master Fund, Inc.  
Securities Code: 3462  
Satoshi Yanagita, Executive Director

Asset Management Company:  
Nomura Real Estate Asset Management Co., Ltd.  
Norio Ambe, President & Chief Executive Officer

Inquiries:  
Ken Okada  
Director and Managing Executive Officer  
TEL. +81-3-3365-8767 [nmf3462@nomura-re.co.jp](mailto:nmf3462@nomura-re.co.jp)

## Notice Concerning Repayment of Debt Financing

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

### I . Details of Repayment of Debt Financing

#### 1. Purpose

Nomura Master Fund has decided to repay existing borrowings by cash on hand, for the purpose to increase the effectiveness of asset management and reduce interest payments.

#### 2. Details of Repayment

An early repayment of the following term loan<sup>(Note 2)</sup>, based on the Commitment Line Agreement, contracted on June 8, 2016. <sup>(Note 1)</sup>

Lenders	Borrowing Amount before the repayment (millions of yen)	repayment Amount (millions of yen)	Borrowing Amount after the repayment (millions of yen)	Interest Rate	Drawdown Date	Term	Repayment Date <sup>(Note 2)</sup>	Scheduled Repayment Date	Collateral
The Bank of Tokyo-Mitsubishi UFJ, Ltd. Sumitomo Mitsui Banking Corporation Mizuho Bank, Ltd. Mitsubishi UFJ Trust and Banking Corporation Sumitomo Mitsui Trust Bank, Limited	5,000	5,000	-	Basic Interest rate +0.55% <sup>(Note3)</sup> <sup>(Note4)</sup> <sup>(Note5)</sup>	February 23, 2017	1 year	February 23, 2018	April 18, 2017	Unsecured, unguaranteed

(Note 1) For a detail of the borrowings based on the Commitment Line Agreement, refer to the “Notice Concerning Debt Financing”, released on February 7, 2017.

(Note 2) From this early repayment, break funding cost will occur, calculated by the actual days from the following date of Repayment Date to the following Interest Payment Date.

(Note 3) Basic Interest Rate, which applies to the calculation period of the interest rate to be paid on the Interest Payment Date, will be JBA 1 month JPY TIBOR as of two business days before the previous Interest Payment Date of the respective interest payment dates (however, the Drawdown Date for the first interest rate calculation period) announced by the JBA TIBOR Administration.

(Note 4) Basic Interest Rate indicated in (Note 3) will be reviewed on each Interest Payment Date. However, in the case the rate that applies to the calculation period of the interest rate does not exist, what is calculated based on the method stated in the contract will be the Basic Interest Rate that applies to the concerned period. Refer to the JBA TIBOR Administration website regarding the changes in the respective JBA Japanese Yen TIBOR, the base interest rate.

(Note 5) March 26, 2017, the first interest payment date, and 26th of every month 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)

## II. Status of Interest-bearing Debts after the Repayment

(millions of yen)			
	Before the Repayment	After the Repayment	Increased/Decreased Amount
Short-term Borrowings	36,700	31,700	− 5,000
Current portion of Long-term borrowings (Note 1)	40,112	40,112	—
Long-term borrowings (Note 2)	426,171	426,171	—
Total Borrowings	502,984	497,984	− 5,000
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	525,484	520,484	− 5,000

(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 repayment 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.

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