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For Immediate Release

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Notice Concerning Signing of Interest Rate Swap Agreements

Advance Residence Investment Corporation announced today its decision to enter into two interest rate swap agreements as detailed below.

1. Reason for entering into the interest rate swap agreements

To hedge the risk of interest rate fluctuations of 4,120 million yen loan^(Note), to be made on March 29, 2013.

^(Note)Please refer to the "Notice Concerning Debt Financing and Repayment of Loans" dated March 22, 2013 for details.

2. Details of the interest rate swap agreements

Long-term loan (4,120 million yen, 7 year)

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| (1) Counterparty: | Sumitomo Mitsui Trust Bank, Limited |
| (2) Notional principal: | 4,120 million yen |
| (3) Interest rate: | Pay: Fixed rate interest 0.43150% |
| | Receive: Floating-rate interest 3 month yen TIBOR |
| (4) Contract period: | From March 29, 2013 to March 24, 2020. |
| (5) Interest payment dates: | Interest payment dates are last business day of January, April, July and October of every year during the contract period, starting January 2013 and ending on the contract period end of March 24, 2020. |

The interest rate for the loan above (principal amount of 4,120 million yen, 7 year) is to be basically fixed at 0.88150% by entering the interest rate swap agreement.

* The original Japanese version of this material is released today to the Kabuto Club (the press club of the Tokyo Stock Exchange,) the ministry of Land, Infrastructure and Transport Press Club, and the Ministry of Land, Infrastructure and Transport Press Club for Construction Publications.

* URL: <http://www.adr-reit.com>

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