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For Immediate Release

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Japan Real Estate Investment Corporation
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Announcement of Cancellation of Domestic Property Acquisition

Japan Real Estate Investment Corporation (“JRE”) announced today that Japan Real Estate Asset Management Co., Ltd., an asset management company to which JRE entrusts the management of its assets, decided to cancel the additional acquisition of the domestic property announced in the release, “Announcement of Domestic Real Estate Property Acquisition” dated October 6, 2017.

1. Reason of the cancellation

Exchange of contract is deemed difficult due to seller’s personal circumstances.
There will be no penalty for the cancellation on both sides.

2. Outline of the acquisition announced on October 6, 2017

- 1) Property to be acquired: Domestic Property (additional acquisition)
Land: Freehold (share of co-ownership)
Building: Co-ownership of compartmentalized building units
* Retail units
* Share of ownership of the property: 1.86142%
- 2) Name of property: AER
- 3) Location: Sendai City, Miyagi Prefecture
- 4) Acquisition price: ¥333,091,893
- 5) Seller: One individual

3. Impact of the cancellation

As the impact on JRE’s performance for March 2018 period (from October 1, 2017 to March 31, 2018) is expected to be minor by the cancellation, no revision of the forecast for performance will be made.

This is the English translation of the announcement in Japanese dated October 31, 2017.
However, no assurance or warranties are given for the completeness or accuracy of this English translation.