

October 25, 2018

REIT Issuer: Daiwa Office Investment Corporation (Stock Code No.: 8976)
Representative: Motoi Takahashi, Executive Director

Asset Manager: Daiwa Real Estate Asset Management Co. Ltd.
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Notice Concerning Borrowing of Funds

We hereby give notice that Daiwa Office Investment Corporation (the “Investment Corporation”) decided today to borrow a total of 10,000 million yen (the “Borrowing”) as follows.

1. Details for the Borrowing

Scheduled Lender (Note1)	Loan Amount (million yen)	Interest Rate	Scheduled Borrowing Date	Borrowing / Repayment Method	Repayment Date
Mizuho Trust and Banking Co., Ltd.	4,000	1 month Japanese Yen TIBOR + 0.35% (Note)	2018/10/30	Unsecured Repayment in lump sum	2027/10/29
Sumitomo Mitsui Banking Corporation	3,000	1 month Japanese Yen TIBOR + 0.35% (Note)			2027/10/29
MUFG Bank, Ltd.	1,000	1 month Japanese Yen TIBOR + 0.35% (Note)			2027/10/29
Mizuho Bank, Ltd.	1,000	1 month Japanese Yen TIBOR + 0.35% (Note)			2027/10/29
Sumitomo Mitsui Trust Bank, Ltd.	1,000	1 month Japanese Yen TIBOR + 0.30% (Note)			2026/10/30

(Note) Interest payments shall be paid at the end of every month (If any such date is not a business day, the immediately following business day; and if such date falls within the next month, the preceding last business day of the month.) and the repayment date. Interest Rate is calculated based on 1 month Japanese Yen TIBOR which Japanese Bankers Association (“JBA”) announces two business days prior to the first day of the applicable period.

(*) Please refer to the website of JBA TIBOR Administration (<http://www.jbatibor.or.jp/english/rate/>) for Japanese Yen TIBOR.

2. Reason for the Borrowing

The loan by the Borrowing will be used for the acquisition of a new property and the related expenses, etc. Please refer to the press release of the Investment Corporation on October 22, 2018, “Notice Concerning Acquisition of Asset (Sasazuka NA Building)” for the information of the acquisition of the new property.

3. Date of Signing Contract

October 25, 2018

4. Status of Interest-Bearing Liabilities after the Borrowing

Please refer to “Reference” for the status of interest-bearing liabilities after the Borrowing.

5. Other Matters Required for Investors to Appropriately Understand and Evaluate the Above Information

There arises no change to the content of the investment risks described at “1. Fund Information, 1-1 Status of Fund, 1-1-3 Investment Risk” of the Yukashouken Houkokusyo filed as of August 17, 2018 with respect to the risks involved in repayment of the Borrowing.

- End -

[Reference]

(1) Outstanding Balance of Interest-Bearing Liabilities after the Borrowing

As of October 30, 2018

(Unit: million yen)

	Before the Borrowing	After the Borrowing	Increase/ Decrease
Short-term loans (loan period: 1 year or less) (Note 1)	14,500	14,500	0
Long-term loans (loan period: over 1 year)	169,350	179,350	+10,000
Total loans	183,850	193,850	+10,000
Subordinated investment corporation bonds	5,100	5,100	0
Total interest-bearing liabilities	188,950	198,950	+10,000

(Note 1) The short-term loans include long-term loans to be repaid within 1 year.

(2) Ratio of Floating-Rate and Fixed-Rate Interest-Bearing Liabilities after the Borrowing

As of October 30, 2018

(Unit: million yen)

	Aggregate amount of interest-bearing liabilities	Ratio
Floating-rate interest-bearing liabilities	58,500	29.4%
Fixed-rate interest-bearing liabilities*	140,450	70.6%

* Fixed-rate interest-bearing liabilities include debts changed from floating-rate to fixed-rate through swap transactions.

* Website URL of the Investment Corporation: <http://www.daiwa-office.co.jp/en/>