

This translation of the original Japanese notice is provided solely for information purposes. Should there be any discrepancy between this translation and the Japanese original, the latter shall prevail.

July 18, 2018

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

Asset Manager: Daiwa Real Estate Asset Management Co. Ltd.
Representative: Akira Yamanouchi, President and Representative Director
Inquiries to: Kentaro Azumi, General Manager, Corporate Division
(Tel: +81-3-6215-9649)

Notice Concerning Borrowing of Funds

We hereby give notice that Daiwa Office Investment Corporation (the “Investment Corporation”) decided today to borrow a total of 1,000 million yen (the “Borrowings”) as follows.

1. Details for the Borrowings

Scheduled Lender (Note1)	Loan Amount (million yen)	Interest Rate	Scheduled Borrowing Date	Borrowing / Repayment Method	Repayment Date
Tokio Marine & Nichido Fire Insurance Co., Ltd.	1,000	To be determined(Note2) (Fixed Interest- Rate)	2018/7/31	Unsecured Repayment in lump sum	2023/7/31

(Note 1) The contract has not yet been signed as of today. Therefore it is stated as “Scheduled”.

(Note 2) The interest rate shall be announced upon fixing.

2. Reason for the Borrowings

The loan of 1,000 million yen on July 31, 2018 will be provided for the repayment of 1,000 million yen borrowed in total due on July 31, 2018.

3. Date of Signing Contract

July 19, 2018

4. Status of Interest-Bearing Liabilities after the Borrowings

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

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 February 21, 2018 with respect to the risks involved in repayment of the Borrowing.

- End -

[Reference]

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

As of July 31, 2018

(Unit: million yen)

	Before the Borrowings	After the Borrowings	Increase/ Decrease
Short-term loans (loan period: 1 year or less) (Note 1)	15,500	14,500	-1,000
Long-term loans (loan period: over 1 year)	168,350	169,350	+1,000
Total loans	183,850	183,850	0
Subordinated investment corporation bonds	5,100	5,100	0
Total interest-bearing liabilities	188,950	188,950	0

(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

As of July 31, 2018

(Unit: million yen)

	Aggregate amount of interest-bearing liabilities	Ratio
Floating-rate interest-bearing liabilities	45,000	23.8%
Fixed-rate interest-bearing liabilities*	143,950	76.2%

* 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/>