

August 26, 2015

REIT Issuer: Daiwa Office Investment Corporation (Stock Code No.: 8976)
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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 4,500 million yen (the “Borrowings”) as follows.

1. Details for the Borrowings

Scheduled Lender (Note1)	Loan Amount (million yen)	Interest Rate (basic applicable interest rate + spread)	Scheduled Borrowing Date	Borrowing / Repayment Method	Repayment Date
Sumitomo Mitsui Banking Corporation	500	1 month Japanese Yen TIBOR + 0.35% (Note2)	2015/8/31	Unsecured Repayment in lump sum	2024/8/30
The Nishi-Nippon City Bank, Ltd.	2,000	IBA 3month Japanese Yen LIBOR + 0.25% (Note3)			2022/8/31
The 77 Bank, Ltd.	1,000	1 month Japanese Yen TIBOR + 0.25% (Note2)			2022/8/31
The Musashino Bank, Ltd.	1,000	IBA 3month Japanese Yen LIBOR + 0.15% (Note3)			2020/8/31

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

(Note 2) 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.

(Note 3) Interest payments shall be made at the end of February, May, August and November (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 ICE Benchmark Administration (“IBA”) 3 month Japanese Yen LIBOR which is announced two business days prior to the first day of the applicable period. The 3 month Japanese Yen LIBOR announced by the IBA on August 25 is 0.08786%.

(Note 4) The interest rates for applicable period shall be announced at http://www.daiwa-office.co.jp/ja_cms/finance/money.html

2. Reasons for the Borrowing

The Investment Corporation will borrow the loans of 4,500 million yen on August 31, 2015 to provide for the repayment of the existing borrowing of 4,500 million yen due on August 31, 2015.

3. Date of Signing Contract

August 27, 2015

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 in “1. Fund Information, 1-1 Status of Fund, 1-1-3 Investment Risk” of the Financial Report filed as of August 25, 2015 with respect to the risks involved in repayment of the Borrowing.

- End -

[Reference]

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

As of August 31, 2015

(Unit: million yen)

	Before the Borrowings	After the Borrowings	Increase/ Decrease
Short-term loans (loan period: 1 year or less) (Note 1)	15,300	10,800	- 4,000
Long-term loans (loan period: over 1 year)	166,900	171,400	+ 4,500
Total loans	182,200	182,200	0
Subordinated investment corporation bonds	5,100	5,100	0
Total interest-bearing liabilities	187,300	187,300	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 August 31, 2015

(Unit: million yen)

	Aggregate amount of interest-bearing liabilities	Ratio
Floating-rate interest-bearing liabilities	59,900	32.0%
Fixed-rate interest-bearing liabilities*	127,400	68.0%

* 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/>

Note: This press release was prepared as a public announcement regarding borrowing of funds and was not prepared with the aim of soliciting investments.