

May 28, 2018

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 1,000 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
The Musashino Bank, Ltd.	500	1 month Japanese Yen TIBOR + 0.30% (Note2)	2018/5/31	Unsecured Repayment in lump sum	2026/5/29
The Gunma Bank, Ltd.	500	1 month Japanese Yen TIBOR + 0.225% (Note2)			2025/5/30

(Note 1) The contracts have 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.

2. Reason for the Borrowing

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

3. Date of Signing Contract

May 29, 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 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 Borrowing

As of May 31, 2018

(Unit: million yen)

	Before the Borrowing	After the Borrowing	Increase/ Decrease
Short-term loans (loan period: 1 year or less) (Note 1)	16,550	15,500	-1,000
Long-term loans (loan period: over 1 year)	167,350	168,350	+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 after the Borrowing

As of May 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/>