

May 29, 2013

To All Concerned Parties

REIT Issuer:  
Japan Rental Housing Investments Inc.  
6-16-12 Shinbashi Minato-ku, Tokyo 105-0004  
Toshiya Kuroda, Executive Director  
(Securities Code: 8986)  
Asset Manager: Mi-Casa Asset Management Inc.  
Yutaka Higashino, President and Chief Executive Officer  
Inquiries: Tetsu Kasuga, Chief Financial Officer  
Tel: +81-3-5425-5600

Notice Concerning Borrowing of Funds (Interest Rates)

Japan Rental Housing Investments Inc. (the “Investment Corporation”) hereby announces the interest rates applicable to its borrowing of funds. Details are provided below.

| Type  | Lenders   | Drawdown Date      | Outstanding Balance of Borrowing (JPY Million) (Note4) | Due Date of Repayment (Note5) | Applicable Period of Interest rate    | Interest Rate (Annualized) |
|---|---|--------------------|--|-------------------------------|---------------------------------------|----------------------------|
| 17 <sup>th</sup><br>New Property Loan<br>(Note1)            | Aozora Bank, Ltd.<br>Sumitomo Mitsui Banking Corporation<br>Sumitomo Mitsui Trust Bank, Limited<br>The Musashino Bank, Ltd. | June 30, 2010      | 10,658   | June 22, 2013                 | From June 1, 2013<br>To June 24, 2013 | 1.64318%                   |
| 18 <sup>th</sup><br>New Property Loan<br>(Note1)<br>(Note3) | Aozora Bank, Ltd.<br>Sumitomo Mitsui Banking Corporation<br>Sumitomo Mitsui Trust Bank, Limited<br>The Musashino Bank, Ltd. | June 30, 2010      | 10,658   | June 22, 2014                 |                                       | 1.89318%                   |
| 19 <sup>th</sup><br>New Property Loan<br>(Note1)            | Sumitomo Mitsui Banking Corporation<br>The Bank of Tokyo-Mitsubishi UFJ, Ltd.   | July 2, 2010       | 3,404  | June 22, 2013                 |                                       | 1.64318%                   |
| 20 <sup>th</sup><br>New Property Loan<br>(Note1)<br>(Note3) | The Bank of Tokyo-Mitsubishi UFJ, Ltd.  | July 2, 2010       | 1,459  | June 22, 2014                 |                                       | 1.89318%                   |
| 21 <sup>st</sup><br>New Property Loan<br>(Note2)            | ORIX Bank Corporation   | September 15, 2010 | 398  | June 22, 2013                 |                                       | 1.59318%                   |
| Total   |   |                    | 26,579   |                               |                                       |                            |

(Note1) Please refer to the press release “Notice Regarding Refinancing” announced by Prospect Reit Investment Corporation on June 18, 2010, “Notice Concerning Completion of Asset Transfer and Prepayment of Loans” announced by the Investment Corporation on March 10, 2011 and “Notice Concerning Borrowing of Funds and Repayment of Loans” on March 18, 2013

(Note2) Please refer to the press release “Notice Concerning Borrowings and Repayment of Loans” announced by the Investment Corporation on September 13, 2010, “Notice Concerning Completion of Asset Transfer and Prepayment of Loans” announced by the Investment Corporation on March 10, 2011 and “Notice Concerning Borrowing of Funds and Repayment of Loans” on March 18, 2013.

(Note3) The interest rate for this loan is 1-month JBA Japanese Yen TIBOR+1.75%. (JPY TIBOR appears on website of JBA (<http://www.zenginkyo.or.jp/en/tibor/>)). The notices regarding monthly interest rate decisions after June, 2013 will be abbreviated as a result of the move to this discloses interest rate spread.

(Note4) The outstanding balance is rounded down to the nearest JPY million.

(Note5) If each due date of repayment is non-business day, the due date will be on the next business day.

\* URL: <http://www.jrhi.co.jp/en/>