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September 20, 2011

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 Management Company:  
Mi-Casa Asset Management Inc.  
Yutaka Higashino, President and Chief Executive Officer  
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Notice Concerning Borrowing of Funds (Interest Rates)

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

(Unit: Millions of yen)

| Type             |     | Lender  | Draw down Date             | Outstanding Balance of Borrowing (Note 5) | Due Date of Repayment | Applicable Period of Interest rate           | Interest rate (Annualized) |
|------------------|-----|---|----------------------------|---|-----------------------|--|----------------------------|
| Term Loan        | A 3 | The Bank of Tokyo-Mitsubishi UFJ, Ltd.<br>Aozora Bank, Ltd.   | June 22, 2009<br>(Note 1)  | 2,624                                     | June 22, 2012         | From September 23, 2011 to December 22, 2011 | 1.83643%                   |
|                  | D   | The Bank of Tokyo-Mitsubishi UFJ, Ltd.<br>Aozora Bank, Ltd.<br>Resona Bank, Ltd.<br>The Chuo Mitsui Trust and Banking Company, Limited  | March 25, 2010 (Note 2)    | 3,850                                     | March 25, 2013        |  | 1.83643%                   |
| Credit-Line Loan | A9  | The Norinchukin Bank  | June 22, 2009<br>(Note 1)  | 2,213                                     | June 22, 2012         |  | 1.83643%                   |
|                  | B6  | The Bank of Tokyo-Mitsubishi UFJ, Ltd.  |                            | 1,402                                     | June 22, 2012         |  | 1.83643%                   |
|                  | C4  | Aozora Bank, Ltd.   |                            | 1,354                                     | June 22, 2012         | 1.83643%                                     |                            |
| Term Loan        | A4  | The Bank of Tokyo-Mitsubishi UFJ, Ltd.<br>Aozora Bank, Ltd.<br>The Norinchukin Bank<br>Sumitomo Mitsui Banking Corporation<br>Resona Bank, Ltd.<br>The Sumitomo Trust and Banking Co., Ltd.<br>The Musashino Bank, Ltd. | June 22, 2010<br>(Note 3)  | 7,497                                     | June 22, 2013         | From September 23, 2011 to October 24, 2011  | 1.68000%                   |
|                  | B3  | The Chuo Mitsui Trust and Banking Company, Limited  |                            | 1,227                                     |                       |  | 1.68000%                   |
|                  | C3  | Sumitomo Mitsui Banking Corporation<br>Mitsubishi UFJ Trust Banking Corporation   |                            | 2,693                                     |                       |  | 1.68000%                   |
|                  | E   | The Bank of Tokyo-Mitsubishi UFJ, Ltd.  | March 25, 2011<br>(Note 4) | 1,700                                     | March 25, 2016        |  | 1.20500%                   |
| Credit-Line Loan | A11 | Shinsei Bank, Limited   | June 22, 2010<br>(Note 3)  | 989                                       | June 22, 2013         | 1.68000%                                     |                            |
| Total            |     |   |                            | 25,553                                    |                       |  |                            |

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- (Note 1) Please refer to the press release “Notice Concerning Borrowings and Repayment of Loans including Partial Prepayment” dated June 18, 2009, “Notice Concerning Completion of Asset Transfer and Prepayment of Loans” dated March 11, 2011, March 16, 2011, March 17, 2011 and March 22, 2011.
- (Note 2) Please refer to the press release “Notice Concerning Borrowings of Funds” dated March 23, 2010.
- (Note 3) Please refer to the press release “Notice Concerning Borrowings and Repayment of Loans including Partial Prepayment” dated June 18, 2010, “Notice Concerning Completion of Asset Transfer and Prepayment of Loans” dated March 11, 2011, March 16, 2011, March 17, 2011 and March 22, 2011.
- (Note 4) Please refer to the press release “Notice Concerning Borrowing of Funds” announced by the Investment Corporation on March 23, 2011.
- (Note 5) The outstanding balance is rounded down to the nearest JPY million.
- (Note 6) Regarding interest rates on the borrowings (Draw down Date: June 22, 2011 and September 20, 2011) made by the Investment Corporation, as stated in the Notice Concerning Borrowing of Funds issued on June 20, 2011 and September 15, 2011, notices regarding monthly interest rate decisions have been abbreviated as a result of the move to disclose interest rate spreads at the time of borrowing. For details, please refer to the aforementioned press release.

- URL: <http://www.jrhi.co.jp/>