

August 22, 2016

To All Concerned Parties

REIT Issuer:
Japan Rental Housing Investments Inc.
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Notice Concerning Japan Rental Housing Investments Inc.'s "Policy Regarding ESG"

Japan Rental Housing Investments Inc. (the "Investment Corporation") and Mi-Casa Asset Management Inc. (the "Asset Manager"), the asset manager of the Investment Corporation, hereby resolved "Policies Regarding ESG" today as follows with the recognition that the importance of initiatives regarding sustainability such as "environment/society/governance (collectively referred to as the "ESG" hereinafter)" is increasing recently. In addition, the Investment Corporation will make efforts to further enhance its corporate value by continuously promoting initiatives regarding sustainability including those in the press release "Notice Concerning Acquisition of DBJ Green Building Certification" dated July 27, 2016.

Moreover, the "Policy Regarding ESG" is scheduled to be posted on the Investment Corporation's website and will be announced via the "What's New" column on the website as soon as it is posted.

"Policy Regarding ESG"

1. Initiatives on Environmental Protection (Environment)

We will proactively promote initiatives on environmental protection such as resource and energy-saving measures such as the introduction of facilities and equipment contributing to environmental protection at the properties owned by the Investment Corporation.

2. Connection to Society (Social)

We will proactively disclose information and fulfill accountability to all of stakeholders including investors in the Investment Corporation and correspondent banks through IR activities, etc. We will accomplish social missions of a listed investment corporation and its asset manager by providing high-quality and comfortable residential spaces in partnership with the property management companies to all of the tenants occupying the Investment Corporation's properties. In addition, the Asset Manager aims to achieve an ideal working environment that places importance on work life balance of officers and employees while endeavoring to develop human resources through such as training inside and outside the company, to contribute to society through excellent asset management.

3. Corporate Governance (Governance)

The Asset Manager and the Investment Corporation will conduct highly transparent and reasonable decision making by observing the laws and regulations and various rules while being aware of the importance of corporate ethics and compliance. In addition, the Asset Manager will make efforts to enhance the internal control environment such as preventing conflicts of interests and implementing risk management, conduct educational and enlightenment activities for officers and employees, etc. to fulfill the duty of care of good managers and fiduciary duty (fiduciary liability).