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FOR IMMEDIATE RELEASE

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Notice Concerning Concluding Interest Rate Swap Agreement

Activia Properties Inc. (hereinafter referred to as the "Investment Corporation") announces that it concluded an interest rate swap agreement today, as follows.

1. Reason for concluding interest rate swap agreement

In order to hedge the risk of fluctuation of interest rate payments by converting to a fixed rate for the long-term borrowings (maturity of 5 years, principal amount of 5 billion yen) disclosed in the "Notice Concerning Borrowing of Funds and Early Repayment" announced on March 25, 2013.

2. Details of the interest rate swap agreement

(1) Counterparty	Sumitomo Mitsui Trust Bank, Limited
(2) Notional principal amount	5 billion yen
(3) Interest rate	Fixed interest rate payable at 0.48315% Floating interest rate receivable will be 6-month JBA Japanese Yen TIBOR (Note)
(4) Date of the agreement	March 27, 2013
(5) Commencement date	March 29, 2013
(6) Termination date	March 31, 2018
(7) Interest payment date	Interest payment will be made on the last day of September 2013 first, thereafter the last day of each month and the due date of the principal (if this day is a non-business day, the following business day. If this day comes in the following month, the immediately preceding business day).

(Note) The interest rate for the loan above (maturity of 5 years, principal amount of 5 billion yen) is to be basically fixed at 0.68315% by entering the interest rate swap agreement.

Activia Properties Inc.

3. Other

There are no significant changes in the “Investment Risk” of the securities report submitted on February 26, 2013, in relation to the risks related to the repayment of the borrowing.

*Distribution of this material: This material is distributed to the Kabuto Club; the press club for the Ministry of Land, Infrastructure, Transport, and Tourism; and the press club for construction trade newspapers at the Ministry of Land, Infrastructure, Transport, and Tourism.

*Website of the Investment Corporation: http://www.activia-reit.co.jp/english