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October 1, 2015

REIT Issuer:

Japan Hotel REIT Investment Corporation (TSE code: 8985)
Yukio Isa, Executive Director

Asset Management Company:

Japan Hotel REIT Advisors Co., Ltd.
Hisashi Furukawa, Representative Director and President

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Notice Concerning Issuance of Investment Corporation Bonds (Plan)

Japan Hotel REIT Investment Corporation (hereinafter called “JHR”) plans to issue investment corporation bonds based on the comprehensive resolution of the board of directors meeting held on July 22, 2015 on the issuance of investment corporation bonds and the shelf registration statement on the same date (including subsequent amendments). JHR submitted a revised shelf registration statement to Director of Kanto Local Finance Bureau today as follows.

1. Issuance of Investment Corporation Bonds

JHR has been issuing investment corporation bonds to diversify financing methods. It now plans to issue investment corporation bonds, nicknamed Hotel REIT Bond, for retail investors, aiming for versatile and stable financing.

Issuing investment corporation bonds for retail investors are still limited among J-REITs, but business corporations have widely been using bonds for retail investors as a stable financing method. JHR believes that this issuance of investment corporation bonds is one of unique efforts offered by JHR, which specializes in hotel assets and is easier for retail investors to have an interest in.

2. Summary of Investment Corporation Bonds

(1)	Name of investment corporation bonds	Fifth unsecured investment corporation bonds of JHR (with pari passu covenants among investment corporation bonds) (plan)
(2)	Total amount of investment corporate bonds	JPY6 billion (plan)
(3)	Unit of each investment corporation bond	JPY1 million (plan)
(4)	Interest rate	To be determined
(5)	Pricing date	October 6, 2015 (Tuesday) (plan)

(6)	Subscription period	October 7, 2015 (Wednesday) through October 22, 2015 (Thursday) (plan)
(7)	Payment date	October 23, 2015 (Friday) (plan)
(8)	Redemption date	October 21, 2022 (Friday) (plan)
(9)	Bond administrator	Mizuho Bank, Ltd. (plan)
(10)	Underwriters	SMBC Nikko Securities Inc. (plan) Mizuho Securities Co., Ltd. (plan)

3. Others

Details such as terms and conditions of issuance will be announced later upon determination.

* Website of Japan Hotel REIT Investment Corporation: <http://www.jhrth.co.jp/en/>