



Hankyu REIT

For Immediate Release

<Provisional translation>
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REIT Issuer

Hankyu REIT, Inc. (Securities Code: 8977)
19-19 Chaya-machi, Kita-ku, Osaka
Yoshiaki Shiraki, Executive Director

Asset Management Company

Hankyu REIT Asset Management, Inc.
Yoshiaki Shiraki, President & Representative Director
Contact:
Hiroshi Yoshida
General Manager, IR and Public Relations Department
Email: hankyureit-ir@hankyu-rt.jp

Notice Concerning Debt Financing

Hankyu REIT, Inc. (hereafter “Hankyu REIT”) announces its decision made today to undertake debt financing (hereafter the “Debt Financing”) as described below.

1. Reason for debt financing

These funds will be allocated for the repayment of 1,500 million yen in borrowings that was executed on October 31, 2012.

2. Details of Debt Financing (Scheduled)

Category	Lender	Amount of debt financing (millions of yen)	Interest rates (Note)	Drawdown date	Lending and repayment methods	Maturity date
Short-term borrowings	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	1,500	Base interest rate (JBA 1-month Japanese Yen TIBOR) + 0.15% Variable interest rate	October 31, 2017	Unsecured/ non-guaranteed Lump-sum repayment	May 31, 2018

Note : • The interest payment dates are the last day of every month, with the first payment date being November 30, 2017 (or the previous business day if the applicable date is a non-business day of the bank). The base interest rate applied on the interest to be paid on interest payment date will be JBA 1-month Japanese Yen TIBOR as of two days prior to the most recent interest payment date (in case of first payment, this will be the drawdown date) of each interest payment date (The JBA 1-month Japanese Yen TIBOR as of October 23, 2017 is 0.04364%).

- The JBA 1-month Japanese Yen TIBOR can be referenced on the website of the JBA TIBOR Administration: <http://www.jbatibor.or.jp/english/rate/>
- In the future, Hankyu REIT will not provide notification regarding the determination of variable interest rate. As for changes to the applicable base interest rate, please refer to the website of JBA TIBOR Administration.

3. Use for funds

Capital for repayment of borrowing below

Category	Lender	Amount of debt financing (millions of yen)	Drawdown date	Lending and repayment methods	Maturity date
Long-term borrowings	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	1,500	October 31, 2012	Unsecured/ non-guaranteed Lump-sum repayment	October 31, 2017

4. Balance of Interest-bearing Debt after Execution of Debt Financing

	Before execution of debt financing (millions of yen)	After execution of debt financing (millions of yen)	Change (millions of yen)
Short-term borrowings	5,700	7,200	+1,500
Long-term borrowings (Note)	56,200	54,700	-1,500
Total debt financing	61,900	61,900	±0
Investment corporation bonds	4,000	4,000	±0
Total interest-bearing debt	65,900	65,900	±0

(Note) Long-term borrowings are borrowings with a repayment term (from the drawdown date until the maturity date) exceeding one year.

5. Other

The risks associated with the Debt Financing, such as risks of repayment, have not changed in any material way from the “risks associated with the fund procurement through additional issuance of new investment units, debt financing and issuance of investment corporation bonds” in the “Investment Risks” stated in the Securities Report for the 24th fiscal period (submitted on August 30, 2017).

- Hankyu REIT website: <http://www.hankyu-reit.jp/eng/>