

HULIC REIT, INC.

Translation Purpose Only

March 31, 2016

To All Concerned Parties

Name of REIT Issuer:
Hulic Reit, Inc.
2-26-9 Hatchobori, Chuo-ku, Tokyo, Japan
Eiji Tokita, Executive Officer
(TSE Code: 3295)
Contact:
Asset Management Company
Hulic Reit Management Co., Ltd.
Eiji Tokita, President and CEO
Person to Contact:
Kazuaki Chokki, Director, General Manager of Corporate
Planning and Administration Department
Tel: +81-3-6222-7250

Notice concerning Partial Early Repayment of Borrowings

TOKYO, March 31, 2016 – Hulic Reit, Inc. (hereinafter referred to as “Hulic Reit”) announced today that it has decided to make a partial early repayment of certain existing borrowings (hereinafter referred to as the “early repayment”) as follows.

1. Details of the early repayment

- (1) Amount of early repayment: ¥14.25 billion
(2) Date of early repayment: March 31, 2016
(3) Funds for early repayment: Remaining balance of proceeds from the Primary Offering described in “Notice concerning Determination of Prices, etc. for Issuance of New Investment Units and Secondary Offering of Investment Units” released on March 22, 2016 and cash reserve

2. Details of borrowings subject to the early repayment

Term	Lender	Borrowing amount	Drawdown date	Repayment date	Repayment method	Security
Short-term	Syndicate of lenders arranged by Mizuho Bank, Ltd., Sumitomo Mitsui Banking Corporation and The Bank of Tokyo-Mitsubishi UFJ, Ltd. (Note)	¥16.45 billion	March 15, 2016	March 15, 2017	Lump-sum repayment	Unsecured and unguaranteed

Note: The syndicate of lenders consists of Mizuho Bank, Ltd., Sumitomo Mitsui Banking Corporation and The Bank of Tokyo-Mitsubishi UFJ, Ltd.

HULIC REIT, INC.

3. Status of interest-bearing debt after the early repayment

(Millions of yen)

	Before repayment (as of March 15, 2016)	After repayment (as of March 31, 2016)	Change (Note 2)
Short-term borrowings (Note 1)	20,410	6,160	(14,250)
Long-term borrowings (Note 1)	74,810	74,810	0
Total borrowings	95,220	80,970	(14,250)
Investment corporation bonds	2,000	2,000	0
Total of borrowings and investment corporation bonds	97,220	82,970	(14,250)
Other interest-bearing debt	–	–	–
Total interest-bearing debt	97,220	82,970	(14,250)

Notes:

- 1 “Short-term borrowings” refer to borrowings with a maturity of one year or less from the drawdown date. “Long-term borrowings” refer to borrowings with a maturity of more than one year. At any point in time, even when the time until maturity of long-term borrowings is less than one year, the outstanding balance is still included in “Long-term borrowings.”
- 2 Concerning the outstanding balance on borrowings after making the early repayment (¥2,200 million), as stated in “Notice concerning the Borrowing of Funds” dated March 11, 2016 and “Notice concerning Determination of Prices, etc. for Issuance of New Investment Units and Secondary Offering of Investment Units” dated March 22, 2016, Hulic Reit plans to also allocate the proceeds from a Third-party Allotment for repayment funds of the outstanding balance on borrowings. As of today, the details remain undetermined, but Hulic Reit will announce these details as soon as they are decided.

4. Outlook

The execution of the early repayment has not resulted in any changes to the outlook for the financial results described in “Notice Concerning Revision to the Forecasts of Financial Results for the Fiscal Period Ended February 29, 2016 and the Fiscal Period Ending August 31, 2016 and Announcement of Forecasts of Financial Results for the Fiscal Period Ending February 28, 2017” released on March 11, 2016.

5. Other necessary matters for investors to adequately understand and make an informed decision based on the above information

There are no changes to the risks pertaining to the early repayment listed in “Chapter 2. Reference Information, Part 2. Supplementary Information about Reference Documents, 4. Investment Risks” of the securities registration statement submitted to the regulator on March 11, 2016.

*This press release was distributed to:

The Tokyo Stock Exchange Press Club (Kabuto Club), the press club of the Ministry of Land, Infrastructure, Transport and Tourism (MLIT), and the press club for construction publications of the MLIT