

March 16, 2015

For Immediate Release

Investment Corporation:
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Notice Concerning Decision of Prices and Other Conditions with Regard to
Issuance of New Investment Units and Secondary Offering of Investment Units

Daiwa House REIT Investment Corporation (“DHR”) hereby announces that, at a meeting of the board of directors of DHR held today, DHR decided the issue price, the selling price and other conditions as outlined below with regard to the issuance of new investment units and secondary offering of investment units resolved at a meeting of the board of directors of DHR held on March 3, 2015.

1. Issuance of new investment units through public offering

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|--|---|--------------|
| (1) Number of investment units to be offered | 52,000 units | |
| | Japanese public offering: | 34,800 units |
| | International offering: | 17,200 units |
| (2) Amount to be paid in (issue value) | ¥479,044 per unit | |
| (3) Total amount to be paid in (issue value) | ¥24,910,288,000 | |
| (4) Issue price (offer price) | ¥495,300 per unit | |
| (5) Total issue price (offer price) | ¥25,755,600,000 | |
| (6) Subscription period (Japanese public offering) | From Tuesday, March 17, 2015 to Wednesday, March 18, 2015 | |
| (7) Payment date | Monday, March 23, 2015 | |
| (8) Delivery date | Tuesday, March 24, 2015 | |

(Note) The underwriters purchase and underwrite at the paid-in amount (issue value) and conduct the public offering at the stated issue price (offer price).

Disclaimer: This announcement is prepared for the public disclosure of the issuance of new investment units and secondary offering of investment units of DHR and has not been prepared for the purpose of soliciting investment. DHR requests that investors invest at their own responsibility and discretion after making sure to read the prospectus for the issuance of new investment units and secondary offering of investment units, as well as any revisions thereto, prepared by DHR.
This announcement does not constitute any offer of securities in the United States of America. The securities referred to above have not been, and will not be registered under the United States Securities Act of 1933, as amended (the “Securities Act”). The securities may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The securities referred to above will not be publicly offered or sold in the United States.

2. Secondary offering of investment units (secondary offering through over-allotment)
 - (1) Number of investment units to be sold 5,220 units
 - (2) Selling price ¥495,300 per unit
 - (3) Total selling price ¥2,585,466,000
 - (4) Subscription period From Tuesday, March 17, 2015 to Wednesday, March 18, 2015
 - (5) Delivery date Tuesday, March 24, 2015

3. Issuance of new investment units through third-party allotment
 - (1) Amount to be paid in (issue value) ¥479,044 per unit
 - (2) Total amount to be paid in (issue value) ¥2,500,609,680
 - (3) Subscription period (subscription date) Monday, April 13, 2015
 - (4) Payment date Tuesday, April 14, 2015
 - (5) The DHR investment units not subscribed by the subscription period (subscription date) stated in (3) above shall not be issued.

<Reference>

1. Calculation of issue price and selling price

- (1) Calculation record date and price: Monday, March 16, 2015 ¥508,000
- (2) Discount rate: 2.50%

2. Syndicate cover transaction period

From Thursday, March 19, 2015 to Tuesday, April 7, 2015

3. Specific use of the funds to be procured

Net proceeds of ¥27,410,897,680 to be procured through the Japanese public offering, the international offering and third-party allotment will be used to fund part of the acquisition of specified assets (as defined in Article 2, Paragraph 1 of the Act on Investment Trusts and Investment Corporations; the same shall apply hereinafter) that DHR plans to acquire. If there are any funds remaining, the funds will be used as cash reserves to fund part of acquisition of specified assets or fund part of repayment of loans in the future. Such remaining funds will be deposited in a financial institution until they are outlaid.

* Distribution of this material: This material is distributed to “Kabuto Club” (a media correspondents’ club at the Tokyo Stock Exchange), the press club at 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.

* DHR’s website: <http://www.daiwahouse-reit.jp/>

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