

October 16, 2007

For Immediate Release

New City Residence Investment Corporation
1-10-6 Roppongi, Minato-ku, Tokyo
Jun Arai, Executive Director
(Securities Code: 8965)

Asset Management Company:
CBRE Residential Management K.K.
Jun Arai, President

Inquiries:
Taizo Mouri, Chief Investment Officer
TEL: +81-3-6229-3860

**Notice Concerning Falsification of Structural Calculations
of the Condominium in Yokohama**

On October 15, 2007, the Ministry of Land, Infrastructure and Transport (MLIT) announced that falsified structural calculations were found in the construction plans of a condominium being built in Yokohama, Kanagawa Prefecture. Structural calculations indicate such data as the earthquake resistance of buildings.

New City Residence Investment Corporation (“the Investment Corporation”) announces that our investigation confirmed that the aforementioned architectural design office and first-class architect in question have no involvement with any of the properties owned by the Investment Corporation.

The Investment Corporation will issue a new announcement if any facts concerning properties owned by the investment corporation are revealed hereafter.

- URL: <http://www.ncrinv.co.jp/eng/>