

October 14, 2008

For Immediate Release

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

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Notice Concerning Decision on Commencement of Civil Rehabilitation Proceedings

New City Residence Investment Corporation (“NCRI”) announces, as described below, that it was notified by the Tokyo District Court at 9 a.m. on October 14, 2008 on the commencement of civil rehabilitation proceedings.

NCRI hereby expresses its sincere apologies to its unitholders for any inconvenience or concern arising from this situation. From henceforth, in accordance with the instructions and supervision of the supervisor appointed by the Tokyo District Court, all directors of the Investment Corporation will make every effort to rehabilitate the Investment Corporation and would appreciate your understanding and support.

1. Decision on Commencement of Civil Rehabilitation Proceedings
Concerning the Petition for Commencement of Civil Rehabilitation Proceedings Heisei 20 (2008) (sai) No.249, the Tokyo District Court decided to commence the rehabilitation proceedings at 9 a.m. on October 14, 2008.
2. Future Schedule based on the Civil Rehabilitation Law
 - (1) Filing period for proofs of rehabilitation claims By November 13, 2008
 - (2) Deadline for submission of statement of approval or disapproval On December 11, 2008
 - (3) Ordinary period for investigation on rehabilitation claims From December 18, 2008 to December 25, 2008
 - (4) Deadline for submission of reports, etc. On December 8, 2008
(Articles 124 and 125 of Civil Rehabilitation Law)
 - (5) Deadline for submission of proposed rehabilitation plan On January 7, 2009

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

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