

April 12, 2013

**For Immediate Release**

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**Notice Concerning Determination of Number of Units to be Issued in  
Issuance of New Investment Units by Way of Third-Party Allotment**

Daiwa House Residential Investment Corporation (“DHI”) announces that, regarding issuance of new investment units by way of third-party allotment for which resolution was passed at the same time as issuance of new investment units through public offering (primary offering) and secondary offering of investment units (secondary offering through over-allotment) at a meeting of the board of directors of DHI held on March 1, 2013 and March 11, 2013, the allottee has notified DHI to the effect that it will subscribe to all of the number of investment units planned to be issued. The details are as follows.

1. Number of investment units to be issued:	2,800 units
	(Number of investment units planned to be issued: 2,800 units)
2. Paid-in amount (Issue value):	373,428 yen per unit
3. Total paid-in amount (issue value):	1,045,598,400 yen
4. Subscription period (Subscription date):	April 16, 2013 (Tuesday)
5. Payment date:	April 17, 2013 (Wednesday)
6. Allottee :	Daiwa Securities Co. Ltd.

<Disclaimer> This document is a press release to make a public announcement of the issuance of new investment units by way of third-party allotment of Daiwa House Residential Investment Corporation, and has not been prepared as a solicitation for investment.

<Reference>

1. This issuance of new investment units by way of third-party allotment is that for which resolution was passed at the same time as issuance of new investment units through public offering (primary offering) and secondary offering of investment units (secondary offering through over-allotment) at a meeting of the board of directors of DHI held on March 1, 2013 and March 11, 2013.

For the content and other details of the concerned third-party allotment, please refer to the press release “Notice Concerning Issuance of New Investment Units and Secondary Offering of Investment Units” dated March 1, 2013 and “Notice Concerning Decision on Price, etc. for Issuance of New Investment Units and Secondary Offering of Investment Units” dated March 11, 2013.

2. Changes in Total Number of Investment Units Issued and Outstanding Due to This Third-Party Allotment

(1) Total number of investment units issued and outstanding at present:	349,070 units
(2) Increase in number of investment units due to third-party allotment:	2,800 units
(3) Total number of investment units issued and outstanding after third-party allotment:	351,870 units

3. Use of Funds Procured

The proceeds from the primary offering and third-party allotment (11,501,582,400 yen) will be used to fund the acquisition including such amounts as expenses related to acquisition of specified assets announced in the “Notice Concerning the Proposed Acquisition of Trust Beneficiary Rights in Real Estate” dated March 1, 2013 (6.2 billion yen), and the repayment of a short-term loan accompanying the acquisition of “Castalia Nakameguro” (3.8 billion yen). Please note that, if there are any funds remaining, the funds will be used as cash reserves to fund part of future acquisition of specified assets or fund part of other repayment of loans.

\* This press release is to be distributed to the Kabuto Club (the press club of the Tokyo Stock Exchange); the Ministry of Land, Infrastructure, Transport and Tourism Press Club; and the Ministry of Land, Infrastructure, Transport and Tourism Press Club for Construction Publications.

\* URL of the DHI's website: <http://daiwahouse-resi-reit.co.jp/eng/>

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