

For Translation Purposes Only

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For Immediate Release

United Urban Investment Corporation
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Notice Concerning Debt Financing

United Urban Investment Corporation (“United Urban”) hereby announces its decision, which was made today to procure debt financing as set forth below.

1. Purpose of Debt Financing

United Urban has decided to procure debt financing to support the payment for acquiring “Chatle Otemachi S·N” (the “Property”) (Note).

(Note) For details of acquisition of the Property, please refer to the press release “Notice Concerning Acquisition of Property Chatle Otemachi S·N” dated today.

2. Details of Debt Financing

	Term Loan 74B
1. Lender	MUFG Bank, Ltd.
2. Amount of Borrowing	¥ 3,800 million
3. Interest Rate	0.465% (fixed interest rate)
4. Scheduled Drawdown Date	July 3, 2018
5. Borrowing Method	Loan agreement with lender was concluded on July 2, 2018
6. Interest Payment Date	From September 20, 2018 as the first interest payment date, and the 20th day of every March, June, September and December thereafter (Note 1)
7. Principal Repayment Date	September 21, 2027
8. Principal Repayment Method	Lump-sum repayment of unpaid principal on the Principal Repayment Date
9. Collateral	Unsecured

(Notes)

1. If interest payment date is not a business day, the immediately following business day.
2. The latest information about borrowings is disclosed on United Urban’s website.

3. Use of Proceeds

United Urban intends to use all the proceeds from the borrowing (total: ¥3,800 million) to acquire the Property (including acquisition costs) (scheduled acquisition price: ¥3,398 million).

4. Balance of Borrowings and Other Interest-Bearing Liabilities after the Debt Financing (Note 1)

(Millions of yen)

	Before Borrowings	After Borrowings	Change
Short-term borrowing (Note 2)	-	-	-
Long-term borrowing (Note 3)	223,884	227,684	+3,800
Total	223,884	227,684	+3,800
Corporate bonds	32,000	32,000	-
Total interest-bearing liabilities	255,884	259,684	+3,800

(Notes)

1. Amounts are rounded down to the nearest million yen. Accordingly, adding or subtracting the above interest-bearing liabilities amounts, it is not always equal to the total amount or the amount of increase or decrease.
2. “Short-term borrowing” means a borrowing lasting within one year from the drawdown date to the repayment date.
3. “Long-term borrowing” means a borrowing lasting over one year from the drawdown date to the repayment date and includes long-term borrowings to be repaid within one year.

5. Other

For the risks concerning repayment of the borrowings, there are no significant changes from “Risks concerning Borrowings and Investment Corporate Bonds” of “Investment Risks” described in the twenty-eighth fiscal period Securities Report (filed on February 28, 2018).