

For Translation Purposes Only

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For Immediate Release

United Urban Investment Corporation
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(Securities Code: 8960)

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Notice Concerning Issuance of Corporate Bonds

United Urban Investment Corporation (“United Urban”) hereby announces its decision today to issue corporate bonds, as set forth below.

1. Summary of Corporate Bonds

A. United Urban Investment Corporation Series 17 of Unsecured Corporate Bonds (with *pari passu* conditions among corporate bonds) (Nickname: *Yu Yu Sai*) (the “17th Bonds”)

- (1) Total amount of corporate bonds to be issued
¥10 billion
- (2) Form of bond certificate
No bond certificates for the corporate bonds will be issued under the Act on Book-entry Transfer of Corporate Bonds, Shares, etc.
- (3) Issue price
¥100 per ¥100 of the corporate bond
- (4) Redemption price
¥100 per ¥100 of the corporate bond
- (5) Interest rate
0.240% per annum
- (6) Unit of each bond
¥1 million
- (7) Offering method
Public offering
- (8) Subscription period
From May 10, 2018 (Thursday) to May 21, 2018 (Monday)
- (9) Closing date
May 22, 2018 (Tuesday)
- (10) Collateral
There is no collateral or guarantee on the corporate bonds. There are no assets reserved as security for the corporate bonds.
- (11) Redemption method and date
The total amount of the corporate bonds will be redeemed on November 22, 2023 (Wednesday).

* The corporate bonds may be repurchased and cancelled at any time from the date following the closing date unless otherwise specified by Japan Securities Depository Center, Incorporated, a depository trust company.

- (12) Interest payment dates
May 22 and November 22 of each year (or if such interest payment date falls on a day which is not a bank business day, the payment will be brought forward on the immediately preceding bank business day)
- (13) Financial covenants
“Negative Pledge Clause” and “Clause for transformation from unsecured to secured status” are applicable.
- (14) Rating
AA : Japan Credit Rating Agency, Ltd.
- (15) Commissioned company for corporate bondholders
MUFG Bank, Ltd.
- (16) Issuing and paying agent
MUFG Bank, Ltd.
- (17) Underwriters
SMBC Nikko Securities Inc.
Daiwa Securities Co. Ltd.

B. United Urban Investment Corporation Series 18 of Unsecured Corporate Bonds (with *pari passu* conditions among specified corporate bonds)

(the “18th Bonds”, and collectively with the “17th Bonds”, the “Corporate Bonds”)

- (1) Total amount of corporate bonds to be issued
¥2 billion
- (2) Form of bond certificate
No bond certificates for the corporate bonds will be issued under the Act on Book-entry Transfer of Corporate Bonds, Shares, etc.
- (3) Issue price
¥100 per ¥100 of the corporate bond
- (4) Redemption price
¥100 per ¥100 of the corporate bond
- (5) Interest rate
0.230% per annum
- (6) Unit price
¥100 million
- (7) Offering method
Public offering
- (8) Subscription period
May 9, 2018 (Wednesday)
- (9) Closing date
May 22, 2018 (Tuesday)
- (10) Collateral
There is no collateral or guarantee on the corporate bonds. There are no assets reserved as security for the corporate bonds.
- (11) Redemption method and date
The total amount of the corporate bonds will be redeemed on May 22, 2023 (Monday).
* The corporate bonds may be repurchased and cancelled at any time from the date following the closing date unless otherwise specified by Japan Securities Depository Center, Incorporated, a depository trust company.
- (12) Interest payment dates
May 22 and November 22 of each year (or if such interest payment date falls on a day which is not a bank business day, the payment will be brought forward on the immediately preceding bank business day)
- (13) Financial covenants
“Negative Pledge Clause” is applicable.
- (14) Rating
AA : Japan Credit Rating Agency, Ltd.
- (15) Fiscal agent, and issuing and paying agent

Sumitomo Mitsui Trust Bank, Limited

- (16) Underwriters
SMBC Nikko Securities Inc.
Daiwa Securities Co. Ltd.

2. Reason for the Issuance

The reason for the issuance is to redeem existing corporate bonds (the Series 11 and 12 of Unsecured Corporate Bonds which will mature on May 30, 2018) as well as to appropriate to working capital.

3. Total Amount and Use of Proceeds, and Scheduled Period of Expenditure

- (1) Total amount of proceeds to be received (approximate net balance)
17th Bonds: ¥9,930 million
18th Bonds: ¥1,985 million
Total: ¥11,915 million
- (2) Specific use of proceeds and scheduled period of expenditure
United Urban intends to use for the redemption of the Series 11 of Unsecured Corporate Bonds (¥8,000 million) and the Series 12 of Unsecured Corporate Bonds (¥2,000 million) which will mature on May 30, 2018. The remainder of the net proceeds will be appropriated to working capital.

4. Balance of Borrowings and Other Interest-Bearing Liabilities after the Issuance of the Corporate Bonds (Note 1)

(millions of yen)

	Before the Issuance	After the Issuance	Changes
Short-term borrowings (Note 2)	-	-	-
Long-term borrowings (Note 3)	223,884	223,884	-
Total of borrowings	223,884	223,884	-
Corporate bonds	30,000	32,000	+2,000
Total of interest-bearing liabilities	253,884	255,884	+2,000

(Notes)

- The above table shows the expected balance of the borrowings and other interest-bearing liabilities as of May 30, 2018, which is after the issuance of corporate bonds and the redemption of ¥8,000 million of Series 11 of Unsecured Corporate Bonds and ¥2,000 million of Series 12 of Unsecured Corporate Bonds set forth in 3. (2) above. Amounts are rounded down to the nearest million yen. Accordingly, additions or subtractions of the entered interest-bearing liabilities amounts do not necessarily equal the total amount or the amounts of any increase or decrease.
- Short-term borrowings are borrowings with a repayment date of less than one year from the drawdown date.
- Long-term borrowings are borrowings with a repayment date of more than one year from the drawdown date, and includes long-term borrowing due for repayment within one year.

5. Other Matters Required for Investors to Understand and Evaluate the Above Information Appropriately

For the risks concerning the issuance and the redemption of the Corporate Bonds, there are no significant changes in “Risks concerning Borrowings and Corporate Bonds” of “Investment Risks” described in the twenty-eighth fiscal period securities report (filed on February 28, 2018).