

For Translation Purposes Only

Real Estate Investment Fund Issuer:
Mori Hills REIT Investment Corporation
(Securities Code: 3234)
6-10-1 Roppongi, Minato-ku, Tokyo
Toichiro Suzuki, Executive Director

Asset Manager:
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MHR Announces Business Transfer of Asset Management Company

Mori Building Investment Management Co., Ltd. (MIM), to which the asset management of Mori Hills REIT Investment Corporation (MHR) is consigned, resolved at their Board of Directors Meeting held today to transfer part of its operations to Mori Building Real Estate Investment Advisory Co., Ltd. as of November 1, 2007. The business to be transferred is the “advisory business regarding investment concerning specified assets” (Article 34-10, Section 1, No. 4 of the Investment Trusts and Investment Corporations Law and Article 38 of the Law’s enforcement ordinance) (hereafter, “Advisory Business.” In addition, MIM filed with the Financial Services Agency on August 3, 2005 to operate the Advisory Business as a subsidiary business). The specifics are as follows:

1. Reason for Business Transfer

MIM has conducted the Advisory Business as a subsidiary business, but has decided to transfer the business in order to concentrate on the management of investment corporation assets as an asset manager.

2. Content of Business Transfer

(1) Items and amount of assets and liabilities to be transferred (as of August 31, 2007)

Assets		Liabilities	
Item	Book price	Item	Book price
Fixed asset	1,405,514 yen	-	-
Total	1,405,514 yen	Total	-

(2) Transfer price and settlement method

5,606,695 yen

To be paid by the end of the month following of the transfer date

3. Overview of Transferee (Mori Building Real Estate Investment Advisory Co., Ltd.) (as of September 13, 2007)

(1) Name	Mori Building Real Estate Investment Advisory Co., Ltd.
(2) Scope of business	Investment advisory business
(3) Date of foundation	September 3, 2007
(4) Location of headquarters	6-2-31, Roppongi, Minato-ku, Tokyo
(5) Representative	Kinya Toda
(6) Capital	50,000,000 yen
(7) No. of employees (excluding board members)	0
(8) Major shareholder and equity (as of September 13, 2007)	Wholly owned by Mori Building Co., Ltd.



(9) Relationship with MHR and MIM	Capital	None
	Personal	None
	Business	None

4. Schedule

September 13, 2007 Resolution at Board of Directors Meeting
 October 31, 2007 Conclusion of Business Transfer Agreement
 November 1, 2007 Business Transfer Date

5. Future Prospects (including impact on MHR)

This business transfer will have no impact on the performance of MHR.

6. Transferee Mori Building Real Estate Investment Advisory Co., Ltd is applicable as privy, etc. stipulated under Article 15 of the Investment Trusts and Investment Corporations Law and Article 20 of the Law's enforcement ordinance, but the transaction deriving from this business transfer does not constitute the transaction stipulated in Article 34-6, Section 2 of the Investment Trusts and Investment Corporations Law.

MHR will file the partial transfer of MIM's operations with the following authority in accordance with requirements stipulated in the following regulation.

(Governing Laws and Regulations, etc.)	(Authority to be Notified)
Investment Trusts and Investment Corporations Law	Commissioner of the Financial Services Agency

- This press release was distributed to the Kabuto Club (the press club of the Tokyo Stock Exchange), the Ministry of Land, Infrastructure and Transport Press Club, and the Ministry of Land, Infrastructure and Transport Press Club for Construction Publications.
- MHR's website address is <http://www.mori-hills-reit.co.jp>