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Real Estate Investment Fund Issuer:
Mori Hills REIT Investment Corporation
(Securities Code: 3234)
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MHR Announces Comprehensive Resolution concerning Conclusion of Borrowing Agreements

Mori Hills REIT Investment Corporation (MHR) resolved at their Board of Directors Meeting held today on a comprehensive resolution concerning the conclusion of borrowing agreements for refinancing 33 billion yen in short-term borrowings that have a maturity date of November 30, 2007 as follows.

1. Details of Comprehensive Resolution concerning Conclusion of Borrowing Agreements

(1) Short-term Borrowings (Maturity of one year)

- a) Borrowing amount: 10 billion yen
- b) Use of funds: Refinancing of existing borrowings and related expenses
- c) Method of repayment: Bullet repayment upon maturity
- d) Drawdown date: November 30, 2007
- e) Repayment date: November 30, 2008
- f) Entrustment to Executive Director:

Decisions on the details of conditions for borrowings and any other decisions related to the borrowings will be left up to the discretion of the Executive Director of MHR within the range of the resolution reached at the Board of Directors Meeting including the conditions indicated above.

(2) Long-term Borrowings (Maturity of three years)

- a) Borrowing amount: 13 billion yen
- b) Use of funds: Refinancing of existing borrowings and related expenses
- c) Method of repayment: Bullet repayment upon maturity
- d) Drawdown date: November 30, 2007
- e) Repayment date: November 30, 2010
- f) Conclusion of split agreements:

In regards to the three year borrowing agreements, under identical conditions (except for borrowing amount and lender) and the total amount is 13 billion yen, split agreements shall be allowed.

- g) Entrustment to Executive Director:

Decisions on the details of conditions for borrowings and any other decisions related to the borrowings will be left up to the discretion of the Executive Director of MHR within the range of the resolution reached at the Board of Directors Meeting including the conditions indicated above.



(Note) The virtual interest rate paid for all borrowings (long-term) are scheduled to be fixed due to the interest rate swap agreement.

- 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>