

For Translation Purposes Only

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 its Board of Directors Meeting held today to execute a comprehensive resolution concerning the conclusion of borrowing agreements for the quasi co-ownership of the trust beneficiary rights in a trust that holds title to part of “ARK Mori Building” (hereinafter “ARK Mori Building” the trust beneficiary rights) and the trust beneficiary rights in a trust that holds title to part of “Akasaka Tameike Tower” (hereinafter “Akasaka Tameike Tower” the trust beneficiary rights) as follows:

1. Details of Comprehensive Resolution concerning Conclusion of Borrowing Agreements

(1) Short-term Borrowings

- a) Borrowing amount: 7 billion yen
- b) Use of funds: “ARK Mori Building” trust beneficiary rights, “Akasaka Tameike Tower” trust beneficiary rights, and related expenses
- c) Method of repayment: Bullet repayment upon maturity
- d) Drawdown date: September 30, 2008
- e) Repayment date: August 31, 2009
- 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 1

- a) Borrowing amount: 17 billion yen
- b) Use of funds: “ARK Mori Building” trust beneficiary rights, “Akasaka Tameike Tower” trust beneficiary rights, and related expenses
- c) Method of repayment: Bullet repayment upon maturity
- d) Drawdown date: September 30, 2008
- e) Repayment date: August 31, 2011
- 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.

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

(3) Long-term Borrowings 2

- a) Borrowing amount: 2 billion yen
- b) Use of funds: “ARK Mori Building” trust beneficiary rights, “Akasaka Tameike Tower” trust beneficiary rights, and related expenses
- c) Method of repayment: Bullet repayment upon maturity
- d) Drawdown date: September 30, 2008
- e) Repayment date: August 31, 2012
- 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.

(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>