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

Asset Manager:
Mori Building Investment Management Co., Ltd.
6-10-1 Roppongi, Minato-ku, Tokyo
Hiroshi Mori, President
Inquiries: Takahiro Shimizu
General Manager, Financial Department
TEL: +81-3-6406-9300

MHR Announces Interest Rates for Borrowings

Today, Mori Hills REIT Investment Corporation (hereinafter “MHR”) determined the interest rates for the borrowings announced on November 30, 2006, November 28, 2007, March 26, 2008, September 26, 2008, and November 25, 2008 applicable for the following periods:

1. Short term borrowing (1 year term)

Lenders: Mitsubishi UFJ Trust and Banking Corporation, Bank of Tokyo-Mitsubishi UFJ, Ltd., Mizuho Corporate Bank, Ltd., The Sumitomo Trust & Banking Co., Ltd., Shinsei Bank, Ltd., and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
March 28, 2008	10 billion yen	March 27, 2009	From February 28, 2009 to March 27, 2009	0.59583%

2. Short term borrowing (1 year term)

Lenders: Sumitomo Mitsui Banking Corporation, Mizuho Corporate Bank, Ltd., Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, and The Sumitomo Trust & Banking Co., Ltd.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
September 30, 2008	7 billion yen	August 31, 2009	From February 28, 2009 to March 31, 2009	0.74583%

3. Long term borrowing (3 year term)

Lenders: Mizuho Corporate Bank, Ltd., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, Sumitomo Mitsui Banking Corporation, The Sumitomo Trust and Banking Co., Ltd., Shinsei Bank, and The Norinchukin Bank.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
December 4, 2006	25 billion yen	November 30, 2009	From February 28, 2009 to May 29, 2009	1.01583% (Note 2)

4. Long term borrowing (3 year term)

Lenders: The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mizuho Corporate Bank, Ltd., Mitsubishi UFJ Trust and Banking Corporation, Shinsei Bank, and The Norinchukin Bank.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
November 30, 2007	8 billion yen	November 30, 2010	From February 28, 2009 to May 29, 2009	1.01583% (Note 3)

5. Long term borrowing (3 year term)

Lenders: Bank of Tokyo-Mitsubishi UFJ, Ltd., The Sumitomo Trust & Banking Co., Ltd., and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
November 30, 2007	5 billion yen	November 30, 2010	From February 28, 2009 to May 29, 2009	1.01583% (Note 4)

6. Long term borrowing (3 year term)

Lenders: Mitsubishi UFJ Trust and Banking Corporation, Bank of Tokyo-Mitsubishi UFJ, Ltd., Mizuho Corporate Bank, Ltd., The Sumitomo Trust & Banking Co., Ltd., Shinsei Bank, Ltd., and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
March 28, 2008	5 billion yen	February 28, 2011	From February 28, 2009 to May 29, 2009	1.01583% (Note 5)

7. Long term borrowing (3 year term)

Lenders: Sumitomo Mitsui Banking Corporation, Mizuho Corporate Bank, Ltd., Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, The Sumitomo Trust & Banking Co., Ltd., Aozora Bank, Ltd., and Resona Bank, Limited.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
September 30, 2008	17 billion yen	August 31, 2011	From February 28, 2009 to May 29, 2009	1.11583% (Note 6)

8. Long term borrowing (4 year term)

Lenders: Aozora Bank, Ltd.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
September 30, 2008	2 billion yen	August 31, 2012	From February 28, 2009 to May 29, 2009	1.11583% (Note 7)

9. Long term borrowing (1.5 year term)

Lenders: Mizuho Corporate Bank, Ltd., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, The Sumitomo Trust and Banking Co., Ltd and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
November 28, 2008	10 billion yen	May 31, 2010	From February 28, 2009 to May 29, 2009	1.17583%

10. Long term borrowing (2.5 year term)

Lenders: Mizuho Corporate Bank, Ltd., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, The Sumitomo Trust and Banking Co., Ltd and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
November 28, 2008	10 billion yen	May 31, 2011	From February 28, 2009 to May 29, 2009	1.81583% (Note 8)

11. Long term borrowing (3.5 year term)

Lenders: Mizuho Corporate Bank, Ltd., The Bank of Tokyo-Mitsubishi UFJ, Ltd., Mitsubishi UFJ Trust and Banking Corporation, The Sumitomo Trust and Banking Co., Ltd and Sumitomo Mitsui Banking Corporation.

Drawdown date	Amount	Repayment date (Note 1)	Applicable Period of Interest	Interest rate (per annum)
November 28, 2008	5 billion yen	May 31, 2012	From February 28, 2009 to May 29, 2009	1.91583% (Note 9)

(Note 1) If the repayment date is not a business day, the next business day shall be the repayment date. If this next business day falls into the following month, the business day immediately prior shall be the repayment date.

(Note 2) An interest rate swap agreement has been entered on November 30, 2006 with the notional principal amount of 25 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.49850% (per annum).

(Note 3) An interest rate swap agreement has been entered on November 15, 2007 with the notional principal amount of 8 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.37500% (per annum).

(Note 4) An interest rate swap agreement has been entered on November 28, 2007 with the notional principal amount of 5 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.35470% (per annum).

(Note 5) An interest rate swap agreement has been entered on March 26, 2008 with the notional principal amount of 5 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.22600% (per annum).

(Note 6) An interest rate swap agreement has been entered on September 26, 2008 with the notional principal amount of 17 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.49500% (per annum).

(Note 7) An interest rate swap agreement has been entered on September 26, 2008 with the notional principal amount of 2 billion yen. The real interest rate until the repayment date for the said notional principal amount is 1.61700% (per annum).

(Note 8) Due to the interest rate swap agreement on November 26, 2008, the virtual interest rate for (10) Long-term Borrowings (Maturity of 2.5 years) for 5 billion yen out of 10 billion yen (equivalent to said notional principal amount) will be 1.95950%.

(Note 9) An interest rate swap agreement has been entered on November 26, 2008 with the notional principal amount of 5 billion yen. The real interest rate until the repayment date for the said notional principal amount is 2.15550% (per annum).

MHR will announce the interest rates applicable for the periods after the abovementioned “applicable periods of interests” as soon as they are determined.

- 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>