

July 27, 2022

To All Concerned Parties

Issuer of Real Estate Investment Trust Securities:
Nippon Accommodations Fund Inc.
Takashi Ikeda, Executive Director
(TSE Code: 3226)
Investment Trust Management Company:
Mitsui Fudosan Accommodations Fund
Management Co., Ltd.
Hiroshi Kojima, President and CEO
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Notification of Borrowing Funds

This is a notification that Nippon Accommodations Fund Inc. (“NAF”) decided to borrow funds as shown below.

1. Details of Loans

Lender	Loan Amount	Interest Rate	Loan Type & Repayment Method	Date of Loan	Date of Maturity
Mizuho Trust & Banking Co., Ltd.	1.0 billion yen	0.23000%	Unsecured & unguaranteed, Bullet repayment	July 29, 2022	August 23, 2022
Mizuho Bank, Ltd.	1.0 billion yen	0.23000%	Unsecured & unguaranteed, Bullet repayment	July 29, 2022	August 31, 2022

2. Use of Funds

To apply the funds toward the repayment of short-term loan ¥1.0 billion concluded on June 14, 2022 and short-term loan ¥1.0 billion concluded on June 30.

3. Status of Interest-bearing Debt After this Event

(Unit: billion yen)

	Before this Event	After this Event	Change
Short-term debt	4.0	4.0	—
Long-term debt	157.5	157.5	—
Total debt	161.5	161.5	—
Investment corporation bonds	8.0	8.0	—
Total interest-bearing debt	169.5	169.5	—
Interest-bearing debt ratio	53.8%	53.8%	—
Long-term interest-bearing debt ratio	97.6%	97.6%	—

(*1) The following formula was used to calculate the interest-bearing debt ratio.

(interest bearing debt ratio) = (interest bearing debt) ÷ (interest bearing debt + unitholders' capital) X 100

The unitholders' capital as of today (145,449,910 thousand yen) was used.

(*2) (long term interest bearing debt ratio) = (long term debt + investment corporation bonds) ÷ (interest bearing debt) X 100

(*3) All calculations of ratios were rounded to one decimal place.

4. Others

Regarding the loan repayment risk, there is no important change to the “Investment risks” description in the latest securities report submitted on May 31, 2022.

NAF website: <https://www.naf-r.jp/english/>

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