

TRANSLATION

February 25, 2014

Real Estate Investment Trust Securities Issuer
Sekisui House SI Investment Corporation
2-12 Kojimachi, Chiyoda-ku, Tokyo
Representative: Junichi Inoue, Executive Director
(Securities Code: 8973)

Asset Management Company
Sekisui House SI Asset Management, Ltd.
2-12 Kojimachi, Chiyoda-ku, Tokyo
Representative: Junichi Inoue, President
Inquiries: Nobuyoshi Sato, General Manager
IR & Financial Affairs Department
TEL: +81-3-5215-8973 (main)

Notice Concerning Interest Rate Swap Contracts

Sekisui House SI Investment Corporation (the “Investment Corporation”) hereby announces that, concerning the borrowing of funds announced in the press release titled “Notice Concerning Borrowing of Funds” separately issued today, it reached an agreement with the counterparties for entering into interest rate swap contracts (the “Interest Rate Swap Contracts”) as described below.

1. Reason for Entering into the Interest Rate Swap Contracts

With respect to floating-rate borrowings of total 10.13 billion yen scheduled to be made on February 28, 2014 under the individual loan contract (February 2014 / 8 years / 4.68 billion yen), the individual loan contract (February 2014 / 7 years / 3.9 billion yen) and the individual loan contract (February 2014 / 6 years / 1.55 billion yen) entered into today, the Investment Corporation seeks to hedge the risks of interest rate hikes by fixing the future interest rates payable for them.

2. Overview of the Interest Rate Swap Contracts

< Hedge target : Individual loan contract (February 2014 / 8 years / 4.68 billion yen) >

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|-----------------------------------|---|
| (i) Counterparty: | Mizuho Bank, Ltd. |
| (ii) Notional principal: | 4,680,000,000 yen |
| (iii) Interest rates, etc.: | Fixed interest rate payable: 0.61000%
Floating interest rate receivable: JBA Japanese Yen TIBOR (3-month rate) |
| (iv) Scheduled commencement date: | February 28, 2014 (same date as the relevant borrowing’s scheduled drawdown date) |
| (v) Scheduled termination date: | February 28, 2022 (same date as the relevant borrowing’s principal repayment date) |
| (vi) Interest payment dates: | Interest payments shall be due on the last day of May 2014, and the last business day of each of February, May, August and November of every year thereafter, and the final interest payment shall be due on February 28, 2022. |

* The Interest Rate Swap Contracts will, in effect, fix the interest rate for the borrowing at 1.11000% until the principal repayment date.

< Hedge target : Individual loan contract (February 2014 / 7 years / 3.9 billion yen) >

- (i) Counterparty: Mitsubishi UFJ Trust and Banking Corporation
- (ii) Notional principal: 3,900,000,000 yen
- (iii) Interest rates, etc.: Fixed interest rate payable: 0.50225%
Floating interest rate receivable: JBA Japanese Yen TIBOR (3-month rate)
- (iv) Scheduled commencement date: February 28, 2014 (same date as the relevant borrowing's scheduled drawdown date)
- (v) Scheduled termination date: February 26, 2021 (same date as the relevant borrowing's principal repayment date)
- (vi) Interest payment dates: Interest payments shall be due on the last day of May 2014, and the last business day of each of February, May, August and November of every year thereafter, and the final interest payment shall be due on February 26, 2021.

* The Interest Rate Swap Contracts will, in effect, fix the interest rate for the borrowing at 0.95225% until the principal repayment date.

< Hedge target : Individual loan contract (February 2014 / 6 years / 1.55 billion yen) >

- (i) Counterparty: Sumitomo Mitsui Trust Bank, Limited
- (ii) Notional principal: 1,550,000,000 yen
- (iii) Interest rates, etc.: Fixed interest rate payable: 0.39614%
Floating interest rate receivable: JBA Japanese Yen TIBOR (3-month rate)
- (iv) Scheduled commencement date: February 28, 2014 (same date as the relevant borrowing's scheduled drawdown date)
- (v) Scheduled termination date: February 28, 2020 (same date as the relevant borrowing's principal repayment date)
- (vi) Interest payment dates: Interest payments shall be due on the last day of May 2014, and the last business day of each of February, May, August and November of every year thereafter, and the final interest payment shall be due on February 28, 2020.

* The Interest Rate Swap Contracts will, in effect, fix the interest rate for the borrowing at 0.79614% until the principal repayment date.

* Sekisui House SI Investment Corporation website: <http://www.shsi-reit.co.jp/eng/>