

June 27, 2019

To All Concerned Parties

Name of REIT Issuer:
 CRE Logistics REIT, Inc.
 2-10-1, Toranomon, Minato-ku, Tokyo, Japan
 Tsuyoshi Ito, Executive Director
 (TSE Code: 3487)
 Asset Management Company
 CRE REIT Advisers, Inc.
 Tsuyoshi Ito, President
 Person of Contact:
 Hirohisa Toda, Head of Corporate Planning
 Tel: +81-3-5575-3600

Notice Concerning Conclusion of Interest Rate Swap Agreement

CRE Logistics REIT, Inc. (hereinafter “CRE REIT”) announced today that it has concluded an interest rate swap agreement on borrowings announced today in the “Notice Concerning Borrowing of Funds (New Borrowing and Refinancing).”

1. Reason for entering into the Interest Rate Swap Agreement

The interest rate swap agreement was concluded to hedge interest volatility risk by fixing future interest rates on long-term loans payable of 2,900 million yen at a floating interest rate scheduled to be taken out on July 16, 2019 and long-term loans payable of 6,679 million yen at a floating interest rate scheduled to be refinanced on July 31, 2019.

(Note) For details of the above loans, please refer to the “Notice Concerning Borrowing of Funds (New Borrowing and Refinancing)” released today.

2. Details of the Interest Rate Swap Agreement

Counterparty	Notional principal (million yen)	Interest rate (Note 1)		Commencement date	Termination date
		Fixed interest rate payable	Floating interest rate receivable		
Nomura Securities Co., Ltd.	2,900	0.002% (Note 2)	JBA three-month Japanese yen TIBOR	July 16, 2019	July 31, 2023
	3,574	0.008% (Note 3)		July 31, 2019	July 30, 2021
	3,105	0.012% (Note 4)		July 31, 2019	July 31, 2024

(Note 1) The first interest payment date is October 31, 2019, and the subsequent interest payment dates are the last days of every three months thereafter. The final interest payment date is the termination date.

(Note 2) Under the interest rate swap agreement, the interest rate on long-term loans payable of ¥ 2,900 million is effectively fixed at 0.402%. The fourth decimal place is rounded off.

(Note 3) Under the interest rate swap agreement, the interest rate on long-term loans payable of ¥ 3,574 million is effectively fixed at 0.308%. The fourth decimal place is rounded off.

(Note 4) Under the interest rate swap contract, the interest rate on long-term loans payable of ¥ 3,105 million is effectively fixed at 0.462%. The fourth decimal place is rounded off.

3. Future Outlook

The impact of this matter will be immaterial, and there will be no change in the forecasts of performance for the fiscal periods ending December 2019 and June 2020 announced today in the “Notice Concerning Revised Forecast of Performance for Fiscal Period Ending December 2019 and Forecast of Performance for Fiscal Period Ending June 2020.”

* CRE Logistic REIT, Inc. website: <https://cre-reit.co.jp/en/>