

July 9, 2020

To All Concerned Parties

Name of REIT Issuer:
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Notice Concerning Borrowing of Funds (Partial Cancellation and Reduction and
Final Determination of Loan Amounts of Lenders)

CRE Logistics REIT, Inc. (hereinafter “CRE REIT”) announces that on July 7, 2020 it made a decision to cancel and reduce (hereinafter the “Cancellation and Reduction”) some of the borrowings (hereinafter the “Borrowings”) announced on June 29, 2020 in the “Notice Concerning Borrowing of Funds (New Borrowing and Refinancing).” Details are as follows. CRE REIT also announces that some of loan amounts of the lenders of the Borrowings, which were not yet determined, have been fixed.

1. Details of the Cancellation and Reduction

CRE REIT has decided to cancel the new borrowing of long-term loans payable of 400 million from Sumitomo Mitsui Banking Corporation, which are part of the Borrowings, taking into consideration the final determination of the funds amount to be raised by means of the issuance of new investment units announced on June 29, 2020 in the “Notice Concerning Issuance of New Investment Units and Secondary Offering of Investment Units.”

CRE REIT has also decided to reduce the amount of long-term loans payable of 7,400 million yen to 7,100 million yen and long-term loans payable of 880 million yen borrowed from Sumitomo Mitsui Banking Corporation to 250 million yen.

2. Details of Final Determination of Breakdown of Loan Amounts by Lender

Of the Borrowings announced on June 29, 2020 in the “Notice Concerning Borrowing of Funds (New Borrowing and Refinancing),” the loans amounts of the lenders have been fixed for long-term loans payable of 7,100 million yen which were reduced from 7,400 million yen, as mentioned in 1. above.

| Category | Lender | Loan amount (million yen) | Interest rate | Drawdown date | Borrowing method | Repayment date | Repayment method | Notes |
|-------------------------|-------------------------------------|---------------------------|--------------------------|---------------|---|----------------|--------------------------------|-----------|
| Long-term loans payable | Sumitomo Mitsui Banking Corporation | 1,500 | Base rate (Note) +0.500% | July 13, 2020 | Borrowing based on individual loan agreement concluded on July 9, 2020 with the lenders | July 31, 2026 | Lump-sum repayment at maturity | Unsecured |
| | Mizuho Bank, Ltd. | 1,400 | | | | | | |
| | Development Bank of Japan Inc. | 1,200 | | | | | | |
| | Sumitomo Mitsui Trust Bank, Limited | 800 | | | | | | |
| | Resona Bank, Limited | 500 | | | | | | |
| | Shinsei Bank, Limited | 500 | | | | | | |
| | The Hyakujushi Bank, Ltd. | 500 | | | | | | |
| | The Nishi-Nippon City Bank, Ltd. | 400 | | | | | | |
| | The Bank of Fukuoka, Ltd. | 300 | | | | | | |
| Total | | 7,100 | — | — | — | — | — | — |

(Note) The base interest rate is effectively fixed at 0.608% by concluding an interest rate swap agreement. For details of the interest rate swap agreement, please refer to the “Notice Concerning Conclusion of Interest Rate Swap Agreement.”

3. Status of Loans, etc. after the Borrowings

(Million yen)

| | Before the Borrowings | After the Borrowings | Increase or decrease |
|--------------------------------|-----------------------|----------------------|----------------------|
| Short-term loans payable | — | 1,750 | 1,750 |
| Long-term loans payable (Note) | 35,719 | 41,919 | 6,200 |
| Total loans | 35,719 | 43,669 | 7,950 |
| Investment corporation bonds | — | — | — |
| Total interest-bearing debt | 35,719 | 43,669 | 7,950 |

(Note) Long-term loans payable includes the current portion of loans payable.

4. Future Outlook

The impact of this matter is immaterial, and there is no change in the results forecasts for the fiscal period ending December 31, 2020 and the fiscal period ending June 30, 2021 announced on June 29, 2020 in the “Notice Concerning Revision of Forecasts of Operating Results for the Period ending December 31, 2020 and Forecasts of Operating Results for the Period ending June 30, 2021.”

5. Other Matters Necessary for Investors to Understand and Assess This Information Properly

With respect to risks related to the Borrowings, no significant changes have been made to details described in “Part 2. Reference information, 2. Reference material: Supplement information, (3) Investment risk” of the securities registration statement on June 29, 2020 and “Part 1: Information on the Fund, 1. Situation of the Fund, (3) Investment risk” of the semi-annual securities report on March 24, 2020.

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