

August 23, 2007

**For Immediate Release**

**Real Estate Investment Fund Issuer**

Japan Logistics Fund, Inc.  
5-1 Kanda Nishikicho 3-chome, Chiyoda-ku, Tokyo  
Representative: Executive Director Ryo Yamakawa  
(Securities Code: 8967)

**Asset Management Company**

Mitsui & Co., Logistics Partners Ltd.  
Representative: President Ryo Yamakawa  
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**Notice Concerning Pricing for the Additional Issue of  
New Investment Units and Secondary Offering**

Japan Logistics Fund, Inc. (hereinafter referred to as the “Fund”) today announced it had determined the offer price for the additional issue of new investment units and secondary offering at the Board of Directors meeting held on August 23, 2007. This decision follows the Investment Corporation’s resolution to an additional issue of new investment units and a secondary offering, ratified at the Board of Directors meeting held on July 31, 2007. Brief details are as follows:

**1. Primary Offering for the Additional Issue of New Investment Units**

- |  |   |
|--|---|
| (1) Total number of units to be issued | : 13,500 units  |
| (2) Offer price                        | : ¥ 971,180 per unit  |
| (3) Gross proceeds                     | : ¥ 13,110,930,000  |
| (4) Underwritten price                 | : ¥ 937,486 per unit  |
| (5) Gross proceeds                     | : ¥ 12,656,061,000  |
| (6) Application period                 | : Friday, August 24, 2007 through<br>Tuesday, August 28, 2007 inclusive |
| (7) Payment due                        | : Friday, August 31, 2007   |

**2. Secondary Offering (Over-Allotment)**

- |   |   |
|---|---|
| (1) Total number of units to be offered | : 500 units   |
| (2) Offer price                         | : ¥ 971,180 per unit  |
| (3) Gross proceeds                      | : ¥ 485,590,000   |
| (4) Application period                  | : Friday, August 24, 2007 through<br>Tuesday, August 28, 2007 inclusive |
| (5) Transfer Date                       | : Monday, September 3, 2007   |

Note: This document is a public announcement regarding the issue of new investment units and a secondary offering thereof, and has not been prepared as an inducement or invitation to investment. We caution readers to refer to the Fund’s offering circular for the Issue of new investment units and secondary offering and the notices of amendments thereto, and to undertake any investment decision at their own judgment and responsibility.

### 3. Third-Party Allotment (Greenshoe Option)

- (1) Total number of units to be issued : 500 units
- (2) Underwritten price : ¥ 937,486 per unit
- (3) Gross proceed : ¥ 468,743,000
- (4) Application period : Wednesday, September 26, 2007
- (5) Payment due : Thursday, September 27, 2007
- (6) Third party and number of units to be issued to the third party : Nikko Citigroup Limited (500 units)

Note: Investment units that the third party fails to apply for shall be forfeited.

#### (Reference)

##### a. Basis for calculating the offer price

- (1) Basis date of calculation : Thursday, August 23, 2007
- (2) Closing price on the basis date : ¥ 991,000
- (3) Discount rate : 2.00 %

##### b. Number of investment units issued and outstanding after the issue of the new investment units

Current number of investment units issued and outstanding:	108,800 units
Increase in the number of investment units by the primary offering:	13,500 units
Total number of investment units issued and outstanding after the primary offering:	122,300 units
Increase in the number of investment units by way of third-party allotment(plan):	500 units
Total number of investment units issued and outstanding after the third-party allotment:	122,800 units

Note: The number of units offered as specified above is the number of units offered by Nikko Citigroup Limited in a secondary offering by way of an over-allotment that will take into consideration the demand for the units and other factors. Thus, the number of units offered in a secondary offering by way of an over-allotment is the maximum limit and may be lowered, or the secondary offering may be canceled depending upon demand or other factors.

##### c. Use of proceeds

The fund intends to purchase specified assets as defined under Article 2.1 of the Investment Trust Law with the proceeds obtained through the primary offering totaling Yen 12,656,061,000 and a maximum of Yen 468,743,000 obtained through third-party allotment and the exercise of the greenshoe option.

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**d. About the secondary offering by way of an over-allotment**

The investment units that are subject to a secondary offering by way of an over-allotment are to be borrowed by Nikko Citigroup Limited from the unitholder of the Fund, namely, Mitsui & Co., Ltd., to a maximum of 500 units.

In conducting the secondary offering by way of an over-allotment, the Fund, in order for Nikko Citigroup Limited to purchase the investment units to facilitate the return of the borrowed units, has resolved to, as stated in item 2. above, conduct a Third-Party Allotment and grant Nikko Citigroup Limited a greenshoe option exercisable until September 21, 2007.

In addition, Nikko Citigroup Limited may seek to purchase the investment units up to a maximum of 500 units (the maximum number of investment units under secondary offering [over-allotment]) through the TSE (hereinafter referred to as the “Syndicate Covering Transaction”) in order to affect the return of the investment units borrowed from August 29, 2007 through September 21, 2007 (hereinafter referred to as the “Syndicate Covering Transaction Period”).

Moreover, from August 24, 2007 through August 28, 2007, Nikko Citigroup Limited may undertake a stabilization and apply the investment units acquired under it to return the borrowed investment units.

Even during the syndicate covering transaction period, Nikko Citigroup Limited has the discretion not to conduct any syndicate covering transaction or terminate a syndicate covering transaction that involves a number of units that is below the number offered in connection with the secondary offering by way of an over-allotment.

Nikko Citigroup Limited plans to apply for the Third-Party Allotment by exercising the greenshoe option with respect to the number of units remaining after subtracting the number of units purchased through the syndicated covering transaction and/or the stabilization from the number of units offered in connection with the secondary offering by way of an over-allotment.

Accordingly, if any syndicate covering transaction has been conducted, or if Nikko Citigroup Limited applies the investment units acquired under a stabilization to return the borrowed investment units, then as a result, the number of units to be issued according to the Third-Party Allotment shall, due to forfeiture, be decreased by the applied number of units, or no unit may be issued at all.

(End)

\*The Fund’s website: <http://8967.jp/eng/>

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