

March 10, 2017

**For Immediate Release**
**Real Estate Investment Trust**

 Japan Logistics Fund, Inc.  
 Representative: Keita Tanahashi  
 Executive Director  
 (Security Code: 8967)

**Asset Management Company**

 Mitsui & Co., Logistics Partners Ltd.  
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**Notice Concerning Borrowing Capital**

Japan Logistics Fund, Inc. (hereinafter referred to as “JLF”) announced today that it has decided to raise funds through bank loans as detailed below:

**1. Use of proceeds**

The proceeds will be used to acquire real estate described in the “Notice Concerning Acquisition of a New Asset (Shinkiba Logistics Center II)” announced on July 28, 2016.

**2. Details of the Loans**

Lender	Total Amount of Loan (Million yen)	Interest Rate (Note 1)	Term of Maturity	Borrowing Date	Repayment Date
Sumitomo Mitsui Trust Bank, Limited	1,000 (Note 1)	1- month JPY TIBOR by “JBA” (Japanese Bankers Association) (Note 2) +0.20%	6 months	March 15, 2017	September 15, 2017
Mitsubishi UFJ Trust and Banking Corporation	1,000 (Note 1)				

(Note 1) Based on the Commitment Line Agreement concluded on July 28, 2016

(Note 2) Please refer to JBA TIBOR administration’s website (<http://www.jbatibor.or.jp/english/rate/>) for more information regarding JPY TIBOR of JBA.

(Note 3) Unsecured/non-guaranteed, payment in full amount on the repayment day

(Note 4) JLF plans to raise funds through 13,000 million yen of bank loans with the same use of proceeds of the above 2,000 million yen loan. For further details of the entire funding, please refer to the following press release: “Notice Concerning Borrowing Capital” announced on January 26, 2017.

(Note 5) For further details of the new asset, please refer to the press releases enlisted at the end of this release.

### 3. Balance of the Interest-Bearing Debt after the Acquisition of the Newly Acquired Assets

(Unit: Millions of yen)

	Before New Loans (as of March 10, 2017)	After the Acquisition of a New Asset (as of March 16, 2017)	Increase/ Decrease
Short-Term Loans	-	2,000	+2,000
Long-Term Loans	72,000	85,000	+13,000
(Current Portion of the Above L-T Loan)	7,500	7,500	±0
<b>Total Loans</b>	<b>72,000</b>	<b>87,000</b>	<b>+15,000</b>
Investment Corporation Bonds	7,700	7,700	±0
(Current Portion of the Above Bonds)	-	-	-
<b>Total Interest-Bearing Debt</b>	<b>79,700</b>	<b>94,700</b>	<b>+15,000</b>
<b>Total Appraisal Value of the properties owned (Note 1)</b>	<b>283,910</b>	<b>301,410</b>	<b>+17,500</b>
LTV (Note 2)	28.1%	31.4%	+3.3%
Long-Term Debt Ratio (Note 3)	90.6%	90.0%	-0.6%

(Note 1) Before New Loans = Total appraisal value at the end of the Fiscal Period ended January 2017 + Total appraisal value of assets acquired during the Fiscal Period ending July 2017 (the appraisal value at the time of acquisitions)

After the acquisition of a New Asset = Total appraisal value at the end of the Fiscal Period ended January 2017 + Total appraisal value of assets acquired during the Fiscal Period ending July 2017 (the appraisal value at the time of acquisitions) + Appraisal value of Shinkiba Logistics Center II (the appraisal value as of January 31, 2017)

Assets acquired during the Fiscal Periods ending July 2017 include; Souka Logistics Center (additional acquisition) and Kiyosu Logistics Center (Building)

(Note 2) LTV (%) = Total interest-bearing debt / Total appraisal value of the property owned × 100

(Note 3) Long-term debt ratio (%) = long-term loans (excluding current portion) + investment corporation bond (excluding current portion) / total interest-bearing debt × 100

(Note 4) The figures of LTV and long-term debt ratio are rounded off to two decimal points.

### 5. Other

There is no change regarding risks related to repayment of the loans from the description of “Investment Risks” described on a Securities Registration Statement (Japanese) submitted on October 28, 2016.

(End)

#### (Press Releases for Reference)

- Notice Concerning Acquisition of a New Asset (Shinkiba Logistics Center II) on January 26, 2016
- Notice Concerning Conclusion of New Commitment Line Agreements on July 28, 2016
- Notice Concerning Borrowing Capital on January 26, 2017

\*JLF's website: <http://8967.jp/eng/>

**This notice is the English translation of the announcement in Japanese on our website. However, no assurance or warranties are given for the completeness or accuracy of this English translation.**