

*[Provisional Translation Only]*

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Issuer

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**New Loan**

Ichigo Hotel decided today to borrow funds via a new loan (“Term Loan 14”).

1. Loan Rationale

The new loan will be used to repay an existing loan (JPY 1,750 million). Details of the loan to be repaid are in Section 3 below.

2. Loan Details

Term Loan 14

Loan Date	Lender	Loan Amount (JPY million)	Interest Rate	Repayment Date	Repayment Terms	Collateralized
May 29, 2020	SMBC Mizuho Bank Shinsei Bank Resona Bank	1,750	3M JPY TIBOR +0.40% (p.a.) <sup>1</sup>	Nov 30, 2020 (0.5 years)	Lump-sum repayment	No

<sup>1</sup> The interest payment date is the final day of every third month following the first interest payment date. (The first payment date will be August 31, 2020 and the last payment date will be the same as the principal repayment date.) In the event the interest payment date is not a business day, payment shall be made on the following business day. If the following business day falls into the following month, payment shall be made on the previous business day. Ichigo Hotel will announce the interest rate for the first period (May 29, 2020 to August 31, 2020) after the rate is determined.

Note:

The base rate for the loan will be JPY TIBOR as published by the Japanese Bankers Association (JBA) two business days before each interest payment date. For current JPY TIBOR rates, please visit the JBA’s website: [www.jbatibor.or.jp/english/rate](http://www.jbatibor.or.jp/english/rate)

### 3. Existing Loan Being Repaid

#### Term Loan 8

Loan Date	Lender	Loan Amount (JPY million)	Interest Rate	Repayment Date	Repayment Terms	Collateralized
Nov 30, 2018	SMBC Mizuho Bank Shinsei Bank Resona Bank	1,750	1M JPY TIBOR +0.40% (p.a.)	May 31, 2020 (1.5 years)	Lump-sum repayment	No

### 4. Earnings Outlook

The impact of the new loan on Ichigo Hotel's July 2020 fiscal period earnings has already been reflected in the forecasts presented in Ichigo Hotel's April 27, 2020 release "Earnings Forecast Revision for the July 2020 Fiscal Period."

### 5. Other

Risks related to the loan have no material impact on the "Investment Risks" described in the latest Financial Report submitted April 27, 2020.

## Reference: Loan Composition after New Loan

### Outstanding Loan Balance

(JPY million)

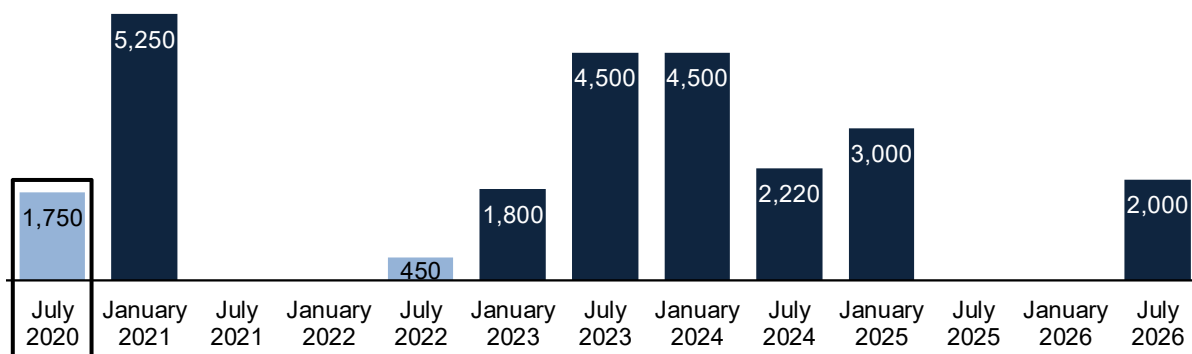
	Before New Loan (A)	After New Loan (B)	Change (B) - (A)
Short-term bank loans	–	1,750	+1,750
Long-term bank loans	25,470	23,720	-1,750
<b>Total bank loans</b>	<b>25,470</b>	<b>25,470</b>	–
Bonds	–	–	–
<b>Total bank loans and bonds</b>	<b>25,470</b>	<b>25,470</b>	–

### Distribution of Loan Maturities

#### Before New Loan

■ Fixed Rate ■ Floating Rate

(JPY million)



#### After New Loan

■ Fixed Rate ■ Floating Rate ■ New Loan

(JPY million)

