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*[Provisional Translation Only]*

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Issuer

**Ichigo Hotel REIT Investment Corporation (“Ichigo Hotel,” 3463)**

1-1-1 Uchisaiwaicho, Chiyoda-ku, Tokyo

Representative: Eriko Ishii, Executive Director

[www.ichigo-hotel.co.jp/en](http://www.ichigo-hotel.co.jp/en)

Asset Management Company

**Ichigo Investment Advisors Co., Ltd.**

Representative: Hiroshi Iwai, President

Inquiries: Hidehito Iwasaka, Head of Ichigo Hotel

Tel: +81-3-3502-4892

### **Early Redemption of Subordinated Bonds**

Ichigo Hotel decided today on the early redemption of the Ichigo Hotel First Callable Unsecured Investment Corporation Bond (subordinated and limited to qualified institutional investors) and Ichigo Hotel Second Callable Unsecured Investment Corporation Bond (subordinated and limited to qualified institutional investors) (collectively “Subordinated Bonds”) which were allotted to its sponsor, Ichigo.

1. Redemption Date

June 12, 2023 (expected)

2. Bond Details

Ichigo Hotel First Callable Unsecured Investment Corporation Bond (subordinated and limited to qualified institutional investors)

Total Issue Amount	JPY 500 million
Early Redemption Amount	JPY 500 million (Total Amount JPY 500 million)
Interest Rate	2.0% (fixed rate)
Issue Date	November 25, 2020
Redemption Date	April 30, 2026

Ichigo Hotel Second Callable Unsecured Investment Corporation Bond (subordinated and limited to qualified institutional investors)

Total Issue Amount	JPY 370 million
Early Redemption Amount	JPY 370 million (Total Amount JPY 370 million)
Interest Rate	2.0% (fixed rate)
Issue Date	September 30, 2021
Redemption Date	March 31, 2027

### 3. Reason for Redemption

Amid market uncertainty caused by the Covid pandemic, Ichigo Hotel issued Subordinated Bonds to its sponsor, Ichigo, to strengthen its financial base and to demonstrate Ichigo's strong commitment to Ichigo Hotel.

With the Covid pandemic no longer a global health emergency, the hotel market has been recovering due to a significant increase in domestic leisure demand as a result of the Japanese government's domestic travel subsidy program and with inbound demand returning as a result of the lifting of overseas travel restrictions. In view of Ichigo Hotel's increasing financial stability, Ichigo Hotel has decided on an early redemption in full of the Subordinated Bonds using cash-on-hand.

### 4. Earnings Impact

The impact of the redemption of the Subordinated Bonds is minimal and therefore, there is no change to the Ichigo Hotel's July 2023 and January 2024 fiscal period earnings forecasts presented in the March 30, 2023 release "Correction: January 2023 Fiscal Period Earnings."

### 5. Other

Risks related to the redemption have no material impact on the "Investment Risks" described in the latest Financial Report submitted on April 27, 2023.

## Reference: Loan and Bond Composition after Redemption

### Outstanding Loan and Bond Balance

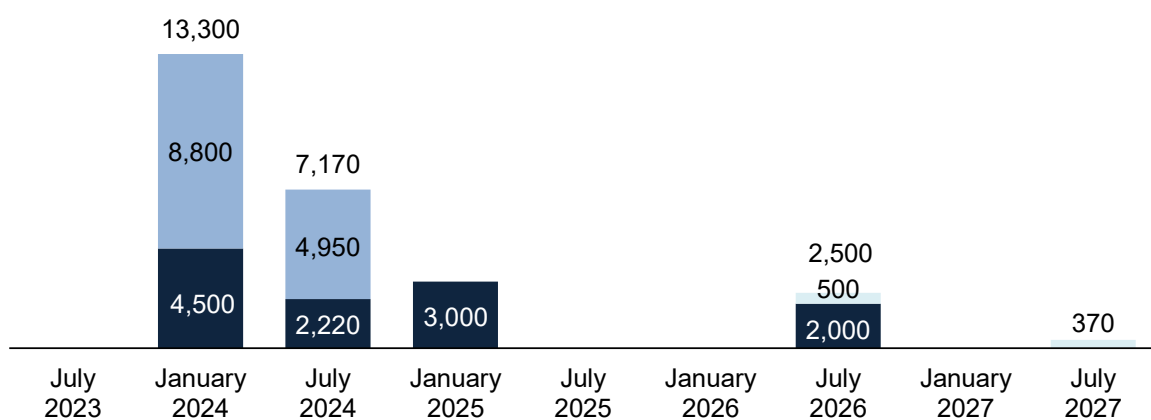
(JPY million)

	Before Redemption (A)	After Redemption (B)	Change (B) - (A)
Short-term bank loans	13,750	13,750	–
Long-term bank loans	11,720	11,720	–
<b>Total bank loans</b>	<b>25,470</b>	<b>25,470</b>	–
Subordinated bonds	870	–	-870
<b>Total bank loans and bonds</b>	<b>26,340</b>	<b>25,470</b>	<b>-870</b>

### Distribution of Loan and Bond Maturities per Fiscal Period

#### Before Redemption

■ Long-term Loans (fixed rate) ■ Short-term Loans ■ Bonds (JPY million)



#### After Redemption

■ Long-term Loans (fixed rate) ■ Short-term Loans (JPY million)

