

To whom it may concern:

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Disposal of the Private Nursing Home Portfolio and Signing of the Asset Management Agreement

The company hereby announces the sale of a part of the company's private nursing home portfolio owned by principal account to a overseas health care REIT and that the company will continue to be entrusted with a long term asset management (AM) agreement for the portfolio concerned.

Details

1. Outline

- (1) Asset size: Approx. 7.8 billion yen
- (2) Outline of property: 7 private nursing homes located in the Tokyo metropolitan area and Kansai area
- (3) Buyer: Japanese SPC which engages in silent partnership contributions through a SPV set up locally by Parkway Life REIT (Singapore's largest listed health care Reit)
- (4) AM agreement term: 5 years

2. Background

The company has actively developed marketing activities aimed at overseas investors in order to attain new investment funds. As part of such activities, the company has been in contact with Parkware Life REIT, which has lead to this disposal and the agreement. Further, in anticipation of the development of an aging society, the company tried to build a nursing home portfolio and to set up funds, and the company has partially succeeded in this respect.

Whilst changes in the financial environment are intense and the real estate investment market remains uncertain, the company intends to steadily establish funds whilst flexibly and promptly responding to the changes in the market environment