

September 26, 2008

To whom it may concern:

Name of the Issuer of the Real Estate Investment Fund:
LaSalle Japan REIT Inc.
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Name of Representative:
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(Code Number: 8974)

Name of Asset Management Company:
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Notice Concerning Borrowings (Determination of Interest Rates)

LaSalle Japan REIT Inc. (“LaSalle Japan”) today announced details of the determination of interest rates for borrowings (term loans) previously disclosed in the press releases “Notice Concerning Borrowings (Term Loan) and Interest Rate Cap Purchase” dated September 18, 2007, “Notice Concerning Borrowings” dated November 16, 2007 and “Notice Concerning Borrowings” dated September 25, 2008. Brief details are as follows.

| Lender | Amount | Interest Rate | Interest Rate Term | Drawdown Date | Repayment Date |
|---|---------------|--------------------|------------------------------------|----------------|----------------|
| Aozora Bank, Ltd. | ¥8.5 billion | 1.35917% | Sept. 30, 2008 to Dec. 30, 2008 | Sept. 21, 2007 | Sept. 21, 2010 |
| Sumitomo Mitsui Banking Corporation | ¥36.2 billion | 1.54372% (Note) | Sept. 30, 2008 to Nov. 4, 2008 | Nov. 20, 2007 | Nov. 20, 2008 |
| Mizuho Corporate Bank, Ltd. 7 other banks | ¥15.5 billion | 1.85917% | Sept. 30, 2008 to Dec. 30, 2008 | Sept. 30, 2008 | Sept. 30, 2009 |
| Mizuho Corporate Bank, Ltd. 3 other banks | ¥10.0 billion | 2.35917% | | | Sept. 30, 2011 |

Note: Referring to the November 16, 2007 “Notice Concerning Borrowings,” the interest rate for borrowings from Sumitomo Mitsui Banking Corporation was set at “Three-month yen TIBOR + 0.75%.” However, due to the shortening of this interest rate term to which this interest is applied, the base interest rate corresponding with this interest rate term has been calculated on a prorated basis of

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“One-month yen TIBOR = 0.78917%” and “Two-month yen TIBOR = 0.82333%.” On the basis of this, the new base rate is 0.79372%, to which 0.75% is added. As of today, the specific interest rate in the case of “One-month yen TIBOR + 0.75%” is 1.60917%. In addition, the interest rate applicable from November 5, 2008 onward has yet to be determined (determination is scheduled for October 30, 2008).

* The interest rate applicable for borrowings from Aozora Bank, Ltd. from December 31, 2008 onward has yet to be determined (determination is scheduled for December 26, 2008).

* The two cases applicable for borrowings from Mizuho Corporate Bank, Ltd. from December 31, 2008 onward has yet to be determined (determination is scheduled for December 26, 2008).