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**For Translation Purpose Only**

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## **(Revised) Notice Regarding Acquisition of Silent Partnership Interests**

MID REIT, Inc. (hereafter “MID REIT”) today announced a certain revision to its press release “Notice Regarding Acquisition of Silent Partnership Interests” dated November 29, 2007 (hereafter the “Press Release”). Brief details are as follows.

### **1. Revision**

The revision is underlined.

#### **【Before revision】**

#### **6. Interest of the Asset Management Company in the Property**

With the aim of eliminating potential conflicts of interest and thereby enabling it to perform efficient asset management to the benefit of MID REIT’s unitholders, the Asset Management Company has formulated internal regulations that provide guidelines for transactions between its sponsor companies and MID REIT. Under these internal regulations, Sakura Dori LLC, the receiver of the aforementioned capital contributions, does not fall under the category of a sponsor company.

#### **【After revision】**

#### **6. Interest of the Asset Management Company in the Property**

With the aim of eliminating potential conflicts of interest and thereby enabling it to perform efficient asset management to the benefit of MID REIT’s unitholders, the Asset Management Company has formulated internal regulations that provide guidelines for transactions between its sponsor companies and MID REIT. Under these internal regulations, Sakura Dori LLC, the receiver of the aforementioned capital contributions, falls under the category of a sponsor company.

### **2. Reason for Revision**

MID REIT has received a notification of a decision from MID Urban Development Co.,



Ltd. (hereafter “MIDUD”), which is the parent company of MID REIT Management Co., Ltd. and serves as MID REIT’s asset management company (hereafter the “Asset Management Company”). The notification explains that MIDUD has decided to make Sakura Dori Development Limited Liability Company (hereafter “Sakura Dori LLC”) its wholly owned subsidiary from the fiscal year ended March 31, 2008. Sakura Dori LLC is a receiver of capital contributions by MID REIT through the acquisition of interest in a silent partnership (hereafter the “Silent Partnership Interest”) operated by Sakura Dori LLC and is responsible for the development of the Sakura Dori MID Building (tentative name, hereafter the “Property”). Sakura Dori LLC thus falls under the category of a sponsor company as defined in the Asset Management Company’s internal regulations, which provide guidelines for transactions between its sponsor companies and MID REIT (hereafter the “Sponsor Company Transaction Guidelines”). This change of Sakura Dori LLC’s status has necessitated the aforementioned revision.

Sakura Dori LLC plans to commission the development of and asset management relating to the Property to MIDUD. Taking into account these circumstances, the Asset Management Company has followed certain procedures stipulated under the Sponsor Company Transaction Guidelines in making the decision to acquire the Silent Partnership Interest, including the following: obtaining the approval of its Compliance Committee, which includes a number of outside experts; allowing for deliberation and resolution by its Investment Committee; and allowing for deliberation and resolution at a meeting of its Board of Directors.

### **3. Outlook**

In the Press Release, there are no revisions other than that described herein.