

January 27, 2017

For Translation Purpose Only

 MCUBS MidCity Investment Corporation
 2-7-3, Marunouchi, Chiyoda-ku, Tokyo
 Katsura Matsuo
 Executive Director
 (Securities Code: 3227)
 URL: <http://www.midcity-reit.com/en/>

 MCUBS MidCity Inc.
 Katsura Matsuo
 President & CEO & Representative Director
 Naoki Suzuki
 Deputy President & Representative Director
 TEL. +81-3-5293-4150
 E-mail: midcity-3227.ir@mcubs-midcity.com

Notice Concerning Debt Financing (Determination of Interest Rates)

Regarding a part of the borrowings in the press release “Notice Concerning Debt Financing” dated January 26, 2017, MCUBS MidCity Investment Corporation (hereafter “MCUBS MidCity”) announces that the applicable interest rates for the borrowings have been determined as below.

	Lender(s)	Amount outstanding	Debt term	Interest rate		Contract date	Anticipated borrowing date	Method of borrowing, repayment of principal	Maturity date
Loan 2	Mizuho Bank, Ltd., Sumitomo Mitsui Trust Bank, Limited, Sumitomo Mitsui Banking Corporation, Development Bank of Japan, Inc., The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥4,000 million	5 years	Fixed	<u>0.64691%</u>	January 26, 2017	January 31, 2017	Unsecured and unguaranteed, lump sum repayment	January 31, 2022
Loan 3	Same as above	¥4,000 million	7 years	Fixed	<u>0.80938%</u>				January 31, 2024