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For Translation Purpose Only

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Notice Concerning Debt Financing

MCUBS MidCity Investment Corporation (hereafter “MCUBS MidCity”) announced today that it has decided to obtain ¥13,675 million debt financing (hereafter “Borrowings”) as described below.

1. Details of Borrowings

Loan	Lender(s)	Amount outstanding	Debt term	Interest rate(Note 1,2)		Anticipated execution date	Anticipated borrowing date	Method of borrowing, repayment of principal	Maturity date (Note 3)
Loan 1	Mizuho Bank, Ltd., Development Bank of Japan, Inc., Aozora Bank, Ltd.	¥3,900 million	10 years	Fixed	To be determined	July 26, 2017	July 31, 2017	Unsecured and unguaranteed, lump sum repayment	July 31, 2027
Loan 2	Mizuho Bank, Ltd., Development Bank of Japan, Inc.	¥3,975 million	8 years	Fixed	To be determined				July 31, 2025
Loan 3	Shinkin Central Bank, The Senshu Ikeda Bank, Ltd.	¥1,900 million	6 years	Fixed	To be determined				July 31, 2023
Loan 4	Sumitomo Mitsui Banking Corporation	¥1,000 million	6 years	Fixed	To be determined				
Loan 5	Sumitomo Mitsui Trust Bank, Limited, Tokio Marine & Nichido Fire Insurance Co., Ltd., Nippon Life Insurance Company	¥2,900 million	5 years	Fixed	To be determined				July 31, 2022

(Note 1) We will make an announcement about the interest rates to be determined when determined.

(Note 2) Interest payment dates are the last business days of January, April, July and October of every year and on the maturity date.

(Note 3) Repayment day shall be the day immediately following business day if it is not a business day. However, the repayment day shall be the day preceding business day if it falls into the next month.

2. Reason for Borrowings

The funds will be used for the repayment of 13,675 million yen borrowings which will be due on July 31, 2017.

(Reference : Details of borrowings to be repaid)

Lender(s)	Amount outstanding	Debt term	Interest rate		Borrowing date	Method of borrowing, repayment of principal	Maturity date
Development Bank of Japan, Inc.	¥3,375 million	7 years	Fixed	1.79507%	August 31, 2010	Unsecured and unguaranteed, lump sum repayment	July 31, 2017
Sumitomo Mitsui Trust Bank, Limited, Aozora Bank, Ltd.	¥4,300 million	5 years	Fixed	1.14100% (Note)	July 31, 2012		
Mizuho Bank, Ltd., Sumitomo Mitsui Trust Bank, Limited, Sumitomo Mitsui Banking Corporation, Shinkin Central Bank, The Senshu Ikeda Bank, Ltd.	¥6,000 million	3 years	Fixed	0.70700% (Note)	July 31, 2014		

(Note) Each loan agreement provides for a floating interest rate. We concluded interest-rate swap agreements to fix the interest rate.

3. Status of interest –bearing debt after financing (As of July 31, 2017)

(Millions of yen)

	Before	After	Change
Short-term borrowings	0	0	—
Long-term borrowings	98,975	98,975	—
Total borrowings	98,975	98,975	—
Investment corporation bonds	6,000	6,000	—
Total interest- bearing debt	104,975	104,975	—