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October 5, 2012

REIT Issuer:

Japan Hotel REIT Investment Corporation (TSE code: 8985)
Yukio Isa, Executive Director

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Notice Concerning Determination of Number of Investment Units
to be Issued by Way of Third-Party Allotment

With respect to the issuance of new investment units by way of third-party allotment that has been resolved with issuance of new investment units through public offering (primary offering) and secondary offering through over-allotment at the Board of Directors Meetings on August 28, 2012 and September 5, 2012, the allottee, Daiwa Securities Co. Ltd., has notified us today that they intend to subscribe the all of the new investment units scheduled to be issued as follows:

1. New investments units to be issued	12,000 units (No. of investment units scheduled to be issued, 12,000 units)
2. Paid-in amount (Issue value)	JPY20,232/unit
3. Paid-in amount (Issue value) in total	JPY242,784,000.-
4. Subscription period (Subscription date)	October 10, 2012 (Wed)
5. Payment date	October 11, 2012 (Thu)

Note: This document is intended to serve as the press release to make available the information on the issuance of the new investment units by way of the third party allotment only. This document should not be construed as a solicitation of investment.



<Reference>

1. This issuance of new investment units has been resolved with issuance of new investment units through public offering (primary offering) and secondary offering through over-allotment at the Board of Directors Meetings on August 28, 2012 and September 5, 2012.

With reference to the detail of this third-party allotment, please refer to our press releases “Notice Concerning Issuance of New Investment Units and Secondary Offering” dated August 28, 2012 and “Notice Concerning Determination of Price for Issuance of New Investment Units and Secondary Offering” dated September 5, 2012.

2. Change in the total number of units issued by this third-party allotment

- (1) The total number of investment units already issued: 2,099,281 units
- (2) Number of investment units increased by way of the third-party allotment: 12,000 units
- (3) The total number of investment units to be issued after the third-party allotment: 2,111,281 units

3. Intended use of the proceeds

The proceeds generated by this third party allotment, JPY242,784,000.- will be appropriated for repaying the loans partially.

* Website of Japan Hotel REIT Investment Corporation: <http://www.jhrth.co.jp/>

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