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September 16, 2014

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Notice Concerning a Renovation of a Banquet Room—Oriental Hotel Hiroshima

Japan Hotel REIT Investment Corporation (hereinafter called “JHR”) informs you that JHR renovated Oriental Hotel Hiroshima, one of JHR’s operating assets, as below. The newly renovated banquet room started services from September 13, 2014.

1. Renovation summary

Hotel location	6-10, Tanaka-machi, Naka-ku, Hiroshima-shi, Hiroshima Prefecture	
Renovated area	23F Medium-sized banquet room (Moon Glow)	
Renovation details	A medium-sized banquet room, Moon Glow, on the top floor (23 rd floor) of the hotel has been renovated into a simple interior decoration in white. The banquet room now offers more spacious and brighter space.	
	<p>Before renovation</p> 	<p>After renovation</p> 
Total renovation costs	Approximately JPY 10M	
Commencement of renovation	September 1, 2014	
Date to offer the renovated area	September 13, 2014	

2. Renovation objectives

Moon Glow is located at the top floor of Oriental Hotel Hiroshima, one of the tallest buildings in Hiroshima city. It is a popular banquet room, overlooking the beautiful view of Hiroshima city.

The purpose of the renovation was to meet various demands for banquets and gain a competitive advantage by differentiating it from competitors. The newly renovated banquet room now has more open and brighter space. To be more specific, the room now has a simple and yet gorgeously designed chandelier and an interior decoration mostly done in white so that the space can respond to wide-ranging special needs of customers looking for wedding venues. The newly renovated Moon Glow has expanded in size, making it possible for more guests to use the space.

With this renovation, JHR aims to increase more demand for banquets and enhance its profitability.

3. Future prospect

The renovation impact has been included in the operating forecast for the fiscal year December 2014 (January 1, 2014 through December 31, 2014) which is already announced, thus no change is required.

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