

April 18, 2017

For Immediate Release

REIT Securities Issuer

Hoshino Resorts REIT, Inc.

Representative: Kenji Akimoto, Executive Director
(Code: 3287)

Asset Management Company

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Notice Concerning Determination on Prices and Other Matters Concerning Issuance of New Investment
Units and Secondary Offering of Investment Units

Hoshino Resorts REIT, Inc. (hereinafter "HRR") announces that it has resolved at the Board of Directors' meeting held today the issue price, offer price and other items concerning issuance of new investment units and secondary offering of investment units which was resolved at the Board of Directors' meeting held on April 7, 2017, as described below.

1. Issuance of New Investment Units through Public Offering (Public Offering)

- (1) Paid-in amount (issue value): 539,583 yen per unit
- (2) Total paid-in amount (total issue value): 4,705,163,760 yen
- (3) Issue price (offer price): 559,080 yen per unit
- (4) Total issue price (offer price): 4,875,177,600 yen
- (5) Subscription period: From April 19, 2017 (Wednesday) to April 20, 2017 (Thursday)
- (6) Payment date: May 1, 2017 (Monday)
- (7) Transfer date: May 2, 2017 (Tuesday)

(Note) The underwriters will purchase and underwrite investment units with the paid-in amount (issue value) and offer with the issue price (offer price).

2. Secondary Offering of Investment Units (Over-Allotment)

- (1) Number of investment units to be offered: 436 units
- (2) Offer price: 559,080 yen per unit
- (3) Total offer price: 243,758,880 yen
- (4) Subscription period: From April 19, 2017 (Wednesday) to April 20, 2017 (Thursday)
- (5) Transfer date: May 2, 2017 (Tuesday)

Disclaimer: This document is a document for public announcement regarding the determination on prices and other items concerning issuance of new investment units and secondary offering of investment units by HRR, and has not been prepared for the purpose of solicitation of investment. We caution investors to refer to the Investment Corporation's prospectus and notice of amendments thereto, if any, without fail and to undertake investment at their own decision and responsibility.

3. Issuance of New Investment Units to be Offered by Way of Third-Party Allotment

- (1) Paid-in amount (issue value): 539,583 yen per unit
- (2) Total paid-in amount (total issue value) (maximum): 235,258,188 yen
- (3) Subscription period (Subscription date): May 22, 2017 (Monday)
- (4) Payment date: May 23, 2017 (Tuesday)

(Note) If there are no subscription for all or a part of the investment units on or before the subscription period (subscription date) described in (3) above, the issuance of such investment units will be canceled.

<Reference>

1. Calculation of Issue Price and Offer Price

- (1) Calculation reference date and the investment unit price on the date: April 18, 2017 (Tuesday) 585,000 yen
- (2) Discount rate (Note): 2.50%

(Note) Discount rate is calculated after subtracting the forecast distribution amount for the 8th fiscal period ending April 2017 (11,584 yen) from the investment unit price (closing price) on the calculation reference date.

2. Syndicated Cover Transaction Period

From April 21, 2017 (Friday) to May 16, 2017 (Tuesday)

3. Use of the Funds to be Procured

The net proceeds of 4,705,163,760 yen HRR will receive from the public offering will be used as acquisition funds for HOSHINOYA Fuji, a new specified asset (as defined in Paragraph 1 of Article 2 of the Act on Investment Trusts and Investment Corporations) HRR is scheduled to acquire, described in "Notice Concerning Acquisition of Domestic Real Estate" dated April 7, 2017. The remaining funds, if any, will be kept as cash on hand along with the maximum amount of proceeds (235,258,188 yen) HRR will receive from the Third-Party Allotment which was resolved on the same day as the public offering, deposited in financial institutions until expenditure, and will be used as part of funds for future acquisition of specified assets or a portion of repayment of borrowings.

* Hoshino Resorts REIT, Inc. website address: <http://www.hoshinoresorts-reit.net/>

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