

April 17, 2018

For Immediate Release

REIT Securities Issuer

Hoshino Resorts REIT, Inc.

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

Asset Management Company

Hoshino Resort Asset Management Co., Ltd.

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

In relation to the issuance of new investment units and secondary offering of investment units resolved at the Board of Directors' meeting of Hoshino Resorts REIT, Inc. (hereinafter "HRR") held on April 6, 2018, the Board of Directors of HRR determined the issue price, the offer price, and other matters today as follows:

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

- (1) Paid-in amount (issue value): ¥505,092 per unit
 - (2) Total paid-in amount ¥4,389,249,480
(total issue value):
 - (3) Issue price (offer price): ¥523,342 per unit
 - (4) Total issue price ¥4,547,841,980
(total offer price):
 - (5) Subscription period: From April 18, 2018 (Wednesday) to April 19, 2018 (Thursday)
 - (6) Payment date: May 1, 2018 (Tuesday)
 - (7) Transfer date: May 2, 2018 (Wednesday)
- (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 434 units
be offered:
- (2) Offer price: ¥523,342 per unit
- (3) Total offer price: ¥227,130,428
- (4) Subscription period: From April 18, 2018 (Wednesday) to April 19, 2018 (Thursday)
- (5) Transfer date: May 2, 2018 (Wednesday)

Disclaimer: This press release is a document for public announcement concerning the determination on prices and other items for issuance of new investment units and secondary offering of investment units and has not been prepared for the purpose of solicitation for investment. Investors are advised to ensure that they read the prospectus for the issuance of new investment units and secondary offering of investment units, as well as the amendments thereto (if any), prepared by HRR before they invest and that they make decisions on investment at their own responsibility and discretion.

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

- (1) Paid-in amount (issue value): ¥505,092 per unit
- (2) Total paid-in amount
(total issue value) (maximum): ¥219,209,928
- (3) Subscription period
(Subscription date): May 21, 2018 (Monday)
- (4) Payment date
May 22, 2018 (Tuesday)

(Note) If there is 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 the portion of investment units for which there is no subscription 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 17, 2018 (Tuesday) ¥549,000
- (2) Discount rate (Note) 2.50%

(Note) Discount rate is calculated after subtracting the forecast distribution amount for the 10th fiscal period ending April 2018 (¥12,238) from the investment unit price (closing price) on the calculation reference date.

2. Syndicated Cover Transaction Period

From April 20, 2018 (Friday) to May 15, 2018 (Tuesday)

3. Use of Funds to be Procured

The net proceeds of ¥4,389,249,480 that HRR will receive from the primary offering will be used for a part of the repayment of borrowings described in “Notice Concerning Early Repayment of Loan” announced today. The remaining funds, if any, will be kept as funds in hand along with the maximum amount of proceeds that HRR will receive from the Third-Party Allotment (¥219,209,928), which was resolved on the same day as the primary offering. These funds will be deposited in financial institutions to be used as part of funds for future acquisition of specified assets or as a portion of repayment of borrowings.

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

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