

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 Early Repayment of Loan

Hoshino Resorts REIT, Inc. (hereinafter “HRR”) announces that it has resolved at the Board of Directors’ meeting held on April 17, 2018 concerning the early repayment of an existing loan (hereinafter the “Repayment”) as follows.

1. Details of the Repayment

Contract No. 0039

Lenders	MUFG Bank, Ltd., Sumitomo Mitsui Banking Corporation, Development Bank of Japan Inc., Mizuho Bank, Ltd.
Amount of the loan	¥4,400,000,000
Interest rate	Base interest rate (JBA 1-month Japanese Yen TIBOR) +0.300% (floating rate)
Borrowing date	April 2, 2018
Method of borrowing	Concluded individual loan agreements on March 29, 2018 with the above lenders
Final repayment date	March 29, 2019
Repayment method	Lump-sum repayment at maturity
Interest payment date	First payment on May 10, 2018 with subsequent payments on the last day of each month and on the final repayment date
Collateral	Unsecured/Unguaranteed
Repayment amount	¥4,400,000,000
Repayment date	May 10, 2018

(Note) Please refer to “Notice Concerning Debt Financing” dated March 16, 2018, for further details of borrowings.

2. Repayment Funds

Part of net proceeds from issuance of new investment units notified in “Notice Concerning Issuance of New Investment Units and Secondary Offering of Investment Units” dated April 6, 2018 and “Notice Concerning Determination on Prices and Other Matters for Issuance of New Investment Units and Secondary Offering of Investment Units” announced today and cash on hand will be used as repayment funds.

Disclaimer: This press release is a document for public announcement concerning early repayment of loan 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. Status of Borrowings After the Repayment (Plan)

(million yen)

	Before the Repayment (Note 1)	After the Repayment (Note 1)	Increase /Decrease
Short-term loans payable (Note 2)	4,400	–	(4,400)
Long-term loans payable (Note 2)	51,283	51,283	0
Total loans payable	55,683	51,283	(4,400)
Investment corporation bonds	1,500	1,500	0
Total loans payable and investment corporation bonds	57,183	52,783	(4,400)
Other interest-bearing debt	–	–	–
Total interest-bearing debt	57,183	52,783	(4,400)

(Note 1) Before the Repayment and After the Repayment indicate amounts after subtracting scheduled repayment to be made on April 27, 2018 (¥125,362,000) from borrowed amounts as of today. These amounts are calculated based on the assumption that the refinancing of existing borrowings (¥3,400 million) scheduled on April 27, 2018 that is described in “Notice Concerning Debt Financing (Refinancing) and Interest Rate Swap” announced on March 16, 2018 will be conducted.

(Note 2) Short-term loans payable refer to loans payable with a borrowing period of one year or less, and long-term loans payable refer to loans payable with a borrowing period over one year.

4. Other Matters Necessary for Investors to Appropriately Understand and Evaluate the Provided Information

There is no change to the content of “Risks in Investment” set forth in the securities registration statement submitted on April 6, 2018, with respect to the risks of the Repayment.

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

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