

Hoshino Resorts REIT, Inc.

July 21, 2016

REIT Securities Issuer
Hoshino Resorts REIT, Inc.
Representative: Kenji Akimoto, Executive Director
(Code: 3287)

Asset Management Company
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Notice Concerning Early Repayment of Loan

Hoshino Resorts REIT, Inc. (hereinafter "HRR") announces that it decided today to conduct early repayment of an existing loan (the "Repayment") as follows.

1. Details of the Repayment

Contract No. 0011

1) Amount to be repaid	¥1,100,000,000
2) Scheduled repayment date	July 29, 2016 (scheduled)
3) Source for repayment	Cash on hand including refunded consumption taxes for assets acquired in the fiscal period ended April 2016 (November 1, 2015 to April 30, 2016)

2. Details of the Loan Subject to Repayment

Short-term loan (announced in "Hoshino Resorts REIT to Execute Debt Financing and Early Repayment (Summary)" dated October 8, 2015 and in "Hoshino Resorts REIT to Change Borrowing Terms (Summary)" dated October 26, 2015)

1) Lenders	The Bank of Tokyo-Mitsubishi UFJ, Ltd. and Sumitomo Mitsui Banking Corporation
2) Loan amount	¥1,100,000,000
3) Interest rate	Base interest rate (JBA 1-month Japanese Yen TIBOR) +0.425% (floating rate)
4) Borrowing Date	November 2, 2015
5) Method of Borrowing	Concluded individual loan agreements on October 28, 2015 with the above lenders
6) Final Repayment Date	October 31, 2016
7) Repayment Method	Lump-sum repayment on final repayment date
8) Interest Payment Date	First payment on November 30, 2015 with subsequent payments on the last day of every month and on the final repayment date.
9) Collateral	Secured / Non-guaranteed

3. Future Outlook

Since the impact of the Repayment on the operating results for the fiscal period ending October 31, 2016 (May 1, 2016 to October 31, 2016) and the fiscal period ending April 30, 2017 (November 1, 2016 to April 30, 2017) is minimal, there is no revision to operating result forecast.

4. Other

There is no change to the content of "Risks in Investment" set forth by HRR's Securities Report ("Securities Registration Statement") submitted on April 8, 2016 with respect to the risks pertaining to the Repayment, etc.

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[Reference] Status of Interest-Bearing Debts after Repayment

(Unit: Million yen. Fractions less than the specified unit are rounded down)

	Before Repayment	After Repayment	Increase/Decrease
Short-term borrowings (Note)	1,100	-	-1,100
Long-term borrowings (Note)	27,285	27,285	-
Total borrowings	28,385	27,285	-1,100
Investment corporate bonds	-	-	-
Total interest-bearing debt	28,385	27,285	-1,100

(Note) Short-term borrowings refer to borrowings with one year or less borrowing periods, and long-term borrowings with over one year of borrowing periods.

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