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For Immediate Release

REIT Issuer

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Notice Concerning Change in Rating Outlook

HEIWA REAL ESTATE REIT, Inc. (the “Investment Corporation”) announced today that Japan Credit Rating Agency, Ltd. (“JCR”), from which the Investment Corporation has acquired a rating, announced a change in the Investment Corporation’s rating outlook as described below.

Details

1. Details of Change

	Before Change	After Change
Issuer Rating	A	A
Rating Outlook	Stable	Positive

2. Reason for the Revision

According to JCR, the rating outlook reflects its securing stable cash flow from the relatively highly diversified portfolio, enhancement of portfolio through measures such as asset replacement in cooperation with sponsor, retention of sound financial management, and so on.

* For details, please refer to the JCR website (<http://www.jcr.co.jp/english/>)

* Distribution: Kabuto Club, Ministry of Land, Infrastructure, Transport and Tourism Press Club, and Ministry of Land, Infrastructure, Transport and Tourism Press Club for Construction Publications

* Investment Corporation Website: <http://www.heiwa-re.co.jp/english/>