Notification of Borrowing Funds

This is a notification that Nippon Accommodations Fund Inc. ("NAF") decided to borrow funds as shown below.

1. Use of Funds
    Allocated to repay existing debt
2. Details of Loans

Lender	Loan amount	Interest rate	Loan type & Repayment method	Date of Loan	Date of Maturity
The Sumitomo Trust & Banking Co., Ltd.	4.5billion yen	1.16708%	Unsecured & unguaranteed, Bullet repayment	March 6,2009	June 5,2009

This English language notice is a translation of the Japanese language notice dated March 4, 2009 and was prepared solely for the convenience of, and reference by, overseas investors. NAF makes no warranties as to its accuracy or completeness.

<Attached documents>
• Status of interest-bearing debt after this event

Reference data

\<Status of interest-bearing debt after this event\>

(Unit: billion yen)

	Before this event	After this event	Change
Short-term debt	29.0	29.0	－
Long-term debt	42.0	42.0	－
Investment corporation bonds	10.0	10.0	－
Total interest-bearing debt	81.0	81.0	－

	Before this event	After this event	Change
Interest-bearing debt ratio	57.1%	57.1%	－
Long term interest-bearing debt ratio	64.2%	64.2%	－

(*1) The following formula was used to calculate the interest-bearing debt ratio.

(interest bearing debt ratio) = (interest bearing debt) ÷ (interest bearing debt + unitholder's capital) X 100

The unitholder's capital as of today (60,978,700,000 yen) was used.

(*2) (long term interest bearing debt ratio) = (long term debt+investment corporation bonds) ÷ (interest bearing debt) X 100

(*3) All calculations of ratios were rounded to one decimal place.