

Translation Purposes Only

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REIT Issuer

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Acquisition of Certification Level based on SMBC's Green Building Assessment Loan Scheme

HEIWA REAL ESTATE REIT, Inc. (the "Investment Corporation") announced that it today received the following certification level from Sumitomo Mitsui Banking Corporation ("SMBC") based on the latter's green building assessment loan scheme (the "Scheme") for HIROKOJI AQUA PLACE, a property the Investment Corporation acquired as of today, as indicated below.

Details

1. Overview of the Scheme

SMBC's green building assessment loan is a financing scheme (a financing product) based on the assessment of environmental performance of buildings owned or constructed by companies, in accordance with the proprietary criteria prepared by SMBC and CSR Design and Landscape Co., Ltd. The criteria includes such factors as 1) the buildings' environmental performance on energy, water, materials and other issues, 2) initiatives on risk management necessary for securing sustainability, including earthquake resistance, business continuity planning (BCP) and business continuity management (BCM), and 3) management policies and implementation to promote 1) and 2).

For further details of SMBC's announcement and the product, please visit the following website:

SMBC website (Japanese only): http://www.smbc.co.jp/news/j510175_01.html

2. Details of Assessment

Property Name	Location	Certification Level
HIROKOJI AQUA PLACE	1-5-8 Shinsakae, Naka-ku, Nagoya-shi, Aichi	Silver

HIROKOJI AQUA PLACE was highly evaluated for its capability to efficiently use energy, proactive implementation of environmentally-friendly building management including waste management and green purchasing, and considerations given to wide areas such as managing air quality, temperature and noise environment as well as securing the views. In addition, high evaluation was provided for the comprehensive management and operational policies of the Heiwa Real Estate Group and for the Investment Corporation's highly transparent measures and policies. As a result, the property was awarded silver certification.

3. Borrowing of Funds based on the Financing Scheme

For the details of borrowing of funds based on this scheme, please refer to the press release “Borrowing of Funds” dated March 28, 2012. For the details of HIROKOJI AQUA PLACE, please refer to the press release “Acquisition of Asset (HIROKOJI AQUA PLACE)” dated March 28, 2012.

4. Future Measures

Going forward, the Investment Corporation will continue its environmentally friendly measures, including energy conservation measures at properties it owns.

* 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/>