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For Immediate Release

REIT Issuer

HEIWA REAL ESTATE REIT, Inc.

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(Securities Code: 8966)

Asset Management Company

HEIWA REAL ESTATE Asset Management CO., LTD.

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Notice Concerning Change in Rating (Upgrade to “A”)

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 as described below.

## Details

## 1. Details of Change

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

## 2. Reason for the Revision

According to JCR, the change in the rating reflects the consecutive approaches for external growth, stable cash flow from firm leasing operations and improvement of the financial flexibility and stability.

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

## 3. Efforts of the Investment Corporation Going Forward

The Investment Corporation will continue to cooperate with Heiwa Real Estate Co, Ltd. and proactively further reinforce both business and financial positive while maintaining steady asset management.

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