

**Investor Relations Office\* of Prospect Residential Investment Corporation (“PRI”)  
Listed on the Tokyo Stock Exchange under securities code 8969  
\*Please see the disclaimer at the bottom of the page**

## **Repayment of Borrowings**

On July 31, 2007, Prospect Residential Investment Corporation (PRI) carried out the repayment of borrowings as follows:

1. Repayment amount: Long-term borrowings of JPY500,000,000, used for acquired property
2. Balance after repayment: JPY19,500,000,000
3. Sources for repayment: Proceed from sale of property (O Fort Nishikasai) announced on June 28, 2007

Note: The interest-bearing debt balance is as follows. Before repayment, interest-bearing debt totaled JPY31,434,000,000, comprised of long-term borrowings of JPY22,634,000,000 and short-term borrowings of JPY8,800,000,000, for an interest-bearing debt ratio\* of 47.6%. After repayment, interest-bearing debt totaled JPY30,934,000,000, comprised of long-term borrowings of JPY22,134,000,000 and short-term borrowings of JPY8,800,000,000, for an interest-bearing debt ratio\* of 47.2%.

\* Interest-bearing debt ratio = Total interest-bearing debt / (Total interest-bearing debt + Total unitholders’ capital)

[Disclaimer]

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