



March 3, 2010

To All Concerned Parties

Name of REIT Issuer:
Nippon Building Fund, Inc.
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(TSE Code : 8951)
Contact:
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Nippon Building Fund Management, Ltd.
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Notice Concerning Borrowing of Capital

Nippon Building Fund, Inc. ("NBF") hereby provides notice that the following was decided with respect to the resolutions adopted at a meeting of its Board held on February 23, 2010 concerning borrowing of capital.

Description

1. Long-term Borrowing

(1) Details of Borrowing

Lender	Amount Borrowed	Interest Rate	Anticipated Date of Implementation	Methods of Borrowing, Repayment, Security and Guarantee etc.	Repayment Due Date
Mitsubishi UFJ Trust and Banking Corporation	7 billion Yen	1.535%	March 5, 2010	Unsecured, unguaranteed, repayable in one lump sum on repayment due date	March 4, 2016

(2) Purpose of Borrowing

For the purpose of increasing the ratio of long-term debt to interest-bearing debt through long-term borrowing, in order to mitigate risks of increase in interest rate and refinancing.

(3) Amount, Use and Expected Date of Expenditure of Capital to be Borrowed

(i) Amount of capital to be borrowed

7 billion yen

(ii) Specific use of capital to be borrowed

To be used as part of the redemption amount of No. 6 NBF Bonds (amount: 10 billion yen; redemption date: March 9, 2010)

(iii) Expected date of expenditure

March, 2010



2. Status of Borrowings etc. following the Current Borrowing

(1) Balance of interest-bearing liabilities following the current borrowing

(Unit: million Yen)

	Prior to Borrowing	After Borrowing	Increase / Decrease
Short-term borrowings	16,000	16,000	0
Long-term borrowings	240,625	247,625	7,000
(portion of the above with repayment due within one year)	4,750	4,750	0
Total borrowings	256,625	263,625	7,000
Bonds	80,000	70,000	▲ 10,000
(portion of the above with redemption due within one year)	10,000	0	▲ 10,000
Total interest-bearing liabilities	336,625	333,625	▲ 3,000
Total long-term interest-bearing liabilities	305,875	312,875	7,000

- (*1) Redemption of the abovesaid No. 6 NBF Bonds will be implemented by using 7 billion yen from the current borrowing and 3 billion yen of cash on hand, totaling 10 billion yen.
- (*2) Long-term interest-bearing liabilities do not include long-term borrowings or the balance of bonds with repayment (redemption) due within one year.

(2) Ratios of interest-bearing liabilities etc. following the current borrowing

	Prior to Borrowing	After Borrowing	Increase / Decrease
Ratio of interest-bearing liabilities	46.6%	46.4%	▲ 0.2
Ratio of long-term interest-bearing liabilities	90.9%	93.8%	2.9

- (*1) The calculation of ratio of interest-bearing liabilities is derived through use of the following method, and interest-bearing liabilities include bonds in addition to borrowings.
Ratio of interest-bearing liabilities = interest-bearing liabilities ÷ (interest-bearing liabilities + common shares) x 100
- (*2) The ratio of long-term interest-bearing liabilities = long-term interest-bearing liabilities ÷ interest-bearing liabilities x 100.
- (*3) Each ratio is calculated to the second decimal point with fractions less than .05 rounded downward and fractions of .05 and above rounded upward.



3. Other Matters Required for Investors to Appropriately Understand and Evaluate the Above Information

There is no change to the content of "Investment Risks" of NBF's Financial Report filed as of September 29, 2009 with respect to the risks involved in repayment etc. of the current borrowing.

End

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