



October 29, 2007

To All Concerned Parties

Name of REIT Issuer:
Nippon Building Fund, Inc.
Sadafumi Abe, Executive Director
(TSE Code : 8951)
Contact:
Asset Management Company
Nippon Building Fund Management, Ltd.
Koichi Nishiyama, President and CEO
Person to Contact:
Retsu Togashi, General Manager
(TEL. +81-3-3281-8810)

Notice Concerning Borrowing and Refinancing 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 October 25, 2007 concerning borrowings of capital and refinancing within its maximum short-term borrowing limits.

Description

1. Long-term Borrowing

(i) Details of Borrowing:

Lender	Amount Borrowed	Interest Rate	Scheduled Date of Implementation	Methods of Borrowing and Repayment	Repayment Due Date
Sumitomo Mitsui Banking Corporation	5 Billion Yen	1.53770%	October 31, 2007	Unsecured, unguaranteed, repayable in one lump sum on repayment due date	April 30, 2013

(ii) Use of Capital: Refinancing



2. Refinancing within the limits of short-term revolving facilities

(i) Details of Borrowing:

Lender	Amount Borrowed	Interest Rate	Anticipated Date of Refinancing	Methods of Borrowing and Repayment	Repayment Due Date
The Sumitomo Trust and Banking Co., Ltd	10 Billion Yen	0.82917%	October 31, 2007	Unsecured, unguaranteed, repayable in one lump sum on repayment due date	November 30, 2007
The Chuo Mitsui Trust and Banking Co., Ltd.	6 Billion Yen	0.82917%			
Shinkin Central Bank	6 Billion Yen	0.80917%			
Mitsubishi UFJ Trust and Banking Corporation	3 Billion Yen	0.80917%			January 31, 2008
The Gunma Bank, Ltd.	1 Billion Yen	1.12500%			
The Iyo Bank, Ltd.	1 Billion Yen	1.12500%			
The Kagoshima Bank, Ltd.	1 Billion Yen	1.12500%			
The Yamaguchi Bank, Ltd.	1 Billion Yen	1.12500%			

(ii) Use of Capital: Refinancing

End

This English language notice is a translation of the Japanese language notice dated October 29, 2007 and was prepared solely for the convenience of, and reference by, overseas investors. NBF makes no warranties as to its accuracy or completeness.

< Attached Materials >

- Status of interest-bearing liabilities following this borrowing.



【Reference Materials】

Status of interest-bearing liabilities following this borrowing.

< Balance of interest-bearing liabilities following this borrowing >

(Unit: billion Yen)

	Prior to Borrowing	After Borrowing	Increase / Decrease
Short-term borrowings	48.5	43.5	5.0
Long-term borrowings	153.0	158.0	5.0
(portion of the above with repayment due within one year)	23.0	23.0	0
Total borrowings	201.5	201.5	0
bonds	80.0	80.0	0
(portion of the above with redemption due within one year)	0	0	0
Total interest-bearing liabilities	281.5	281.5	0
Total long-term interest-bearing liabilities	210.0	215.0	5.0

(* 1) Long-term interest-bearing liabilities do not include long-term borrowings with repayment (redemption) due within one year or the balance of bonds.

< Ratios of interest-bearing liabilities etc. following this borrowing >

	Prior to Borrowing	After Borrowing	Increase / Decrease
Ratio of interest-bearing liabilities	44.8%	44.8%	0
Ratio of long-term interest-bearing liabilities	74.6%	76.4%	1.8

(* 1) The calculation of ratio of interest-bearing liabilities occurs 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

(the amount of "common shares" represents ¥346.4 billion.)

(* 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.

End