



[Translation]

September 3, 2014

To whom it may concern

Tosei Corporation
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**Notice Regarding Establishment of Investment Corporation
by Subsidiary (Tosei Asset Advisors, Inc.)**

Tosei Corporation hereby announces that Tosei Asset Advisors, Inc. (the “Subsidiary”), a wholly-owned subsidiary of Tosei Corporation, has resolved to establish an investment corporation with the Subsidiary as the organizer.

1. Background for Establishment of Investment Corporation

Up until now, the Subsidiary has been engaged in business mainly comprised of the operations of “investment management business” and “investment advisory and agency business,” which are operations requiring registration under the Financial Instruments and Exchange Act, among asset management operations concerning real estate investment funds.

Now, aiming to further develop and expand the Subsidiary’s operations in line with the Tosei Group’s growth strategies, the Subsidiary, with intention to add a business to existing businesses, has obtained approval from the Prime Minister of Japan on the 2nd of September to carry out “specified investment management activities” involving the asset management of a real estate investment corporation, which are activities requiring approval under the Financial Instruments and Exchange Act. In response, the Subsidiary decided today to carry out the various procedures necessary to establish and register “Tosei REIT Investment Corporation.” After the registration of “Tosei REIT Investment Corporation” has been completed, the Subsidiary will commence preparations to list its investment units on the Tokyo Stock Exchange.

2. Outline of the Subsidiary as Asset Management Company

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|------------------------|--|
| Trade name | Tosei Asset Advisors, Inc. |
| Address of head office | 4-2-3 Toranomom, Minato-ku, Tokyo |
| Date of establishment | September 28, 2005 |
| Representative | Chairman & CEO Hiroshi Nakamura |
| Fields of business | Investment management business Investment advisory and agency business Type 2 financial instruments business |

3. Outline of the Investment Corporation (Scheduled)

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|-----------------------------------|------------------------------------|
| Trade name | Tosei REIT Investment Corporation |
| Address of head office | 4-2-3 Toranomom, Minato-ku, Tokyo |
| Date of establishment (Scheduled) | September 4, 2014 |
| Representative | Executive Officer Hisaaki Kuroyama |

End