

REIT Securities Issuer	MORI TRUST REIT, Inc.	Stock Exchange Listing:	Tokyo Stock Exchange
Securities Code:	8961	URL: https://www.mt-reit.jp/en/	
Representative:	Hiroshi Naito, Executive Director		
Asset Management Company:	MORI TRUST Asset Management Co., Ltd.		
Representative:	Hiroshi Naito, President and Representative Director		
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Scheduled date of submission of securities report:	November 28, 2024		
Scheduled date of commencement of cash distribution payment:	November 20, 2024		
Preparation of supplementary financial results briefing materials:	Yes		
Holding of financial results briefing session:	Yes (For institutional investors and analysts)		

1. Operational/Asset Conditions for the Fiscal Period Ended August 31, 2024 (From March 1, 2024 to August 31, 2024)

(Amounts are rounded down to the nearest million yen)

(1) Operating results

(% shows change vs. previous period)

	Operating revenues		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal period ended August 31, 2024	11,746	(2.8)	7,503	(5.5)	6,795	(6.4)	6,785	(6.4)
Fiscal period ended February 29, 2024	12,080	2.3	7,937	10.4	7,257	11.0	7,247	1.3

	Net income per unit	Rate of return on equity	Ordinary income to total assets ratio	Operating income to operating revenues ratio
	Yen	%	%	%
Fiscal period ended August 31, 2024	1,906	2.9	1.4	57.9
Fiscal period ended February 29, 2024	2,035	3.1	1.5	60.1

(2) Distributions

	Distributions per unit (excluding distributions in excess of profit)	Total distributions (excluding total distributions in excess of profit)	Distributions in excess of profit per unit	Total distributions in excess of profit	Payout ratio	Ratio of distributions to net assets
	Yen	Millions of yen	Yen	Millions of yen	%	%
Fiscal period ended August 31, 2024	1,757	6,254	—	—	92.1	2.7
Fiscal period ended February 29, 2024	1,835	6,532	—	—	90.1	2.8

(Note1) The difference between the distributions per unit and the basic earnings per unit for the fiscal period ended August 31, 2024, is a result of the reserve for reduction entry (530 million yen). The difference between the distributions per unit and the basic earnings per unit for the fiscal period ended February 29, 2024, is a result of the reserve for reduction entry (714 million yen).

(Note2) The payout ratio is rounded down to one decimal place.

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(3) Financial positions

	Total assets	Net assets	Capital adequacy ratio	Net assets per unit
	Millions of yen	Millions of yen	%	Yen
Fiscal period ended August 31, 2024	475,675	233,708	49.1	65,648
Fiscal period ended February 29, 2024	476,364	233,455	49.0	65,577

(4) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and equivalents, end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal period ended August 31, 2024	11,736	(808)	(7,530)	29,127
Fiscal period ended February 29, 2024	14,529	(5,996)	(4,073)	25,729

2. Forecast for the Fiscal Period Ending February 28, 2025 (September 1, 2024 to February 28, 2025) and the Fiscal Period Ending August 31, 2025 (March 1, 2025 to August 31, 2025)

(% shows change vs. previous period)

	Operating revenues		Operating income		Ordinary income		Net income		Distributions per unit (excluding distributions in excess of profit)	Distributions in excess of profit per unit
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
Fiscal period ending February 28, 2025	11,808	0.5	7,523	0.3	6,695	(1.5)	6,684	(1.5)	1,740	—
Fiscal period ending August 31, 2025	11,168	(5.4)	6,889	(8.4)	5,947	(11.2)	5,936	(11.2)	1,669	—

(Reference) The profit per unit forecast is 1,877 yen for the fiscal period ending February 28, 2025 and 1,667 yen for the fiscal period ending August 31, 2025.

(Note1) The distributions per unit for the fiscal period ending February 28, 2025, is calculated based on the assumption that the remainder from the subtraction of the provision for reserve for reduction entry (488 million yen) for a gain on the sale of real estate, etc. expected in the said fiscal period from the sum of the retained earnings for the said period will be distributed.

(Note2) The distributions per unit for the fiscal period ending August 31, 2025, is calculated based on the assumption that the amount of retained earnings added to the reversal of the reserve for reduction entry (3 million yen) will be distributed.

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3. Status of Asset Management

(A) Status of Asset Management

(a) Summary of results for the current fiscal period

(i) Transition of the Investment Corporation

MORI TRUST REIT, Inc. ("MTR") was established on October 2, 2001, with Mori Trust Asset Management Co., Ltd. (changed trade name from Nihon Sogo Fund Co., Ltd. on November 1, 2003) ("MTAM") as the organizer, pursuant to the Act on Investment Trusts and Investment Corporations.

On March 28, 2002, MTR began asset management, starting with the acquisition of the trust beneficiary right in Fresno Inage, land related to leased land agreement for business use.

Since then MTR has steadily expanded the size of its assets, and was listed on the Real Estate Investment Trust Securities Market of the Tokyo Stock Exchange (Stock Code: 8961) on February 13, 2004.

MTR conducted an absorption-type merger, in which MTR is the surviving company and MORI TRUST Hotel Reit, Inc. ("MTH") is the dissolving company on March 1, 2023. The trade name was changed from MORI TRUST Sogo Reit, Inc. to MORI TRUST REIT, Inc.

As a result, the real estate held by MTR as of August 31, 2024, numbered 21 properties, with a total assets price of 475,675 million yen.

(ii) Investment environment and performance

During the period under review, the Japanese economy continued its moderate recovery, supported by a gradual picking up of consumer spending on the back of improvements in the employment and income environment, an increase in capital investment due to strong corporate earnings, and expansion in inbound demand.

In the real estate distribution market, despite rising interest rates due to the revision of monetary policy, the willingness of domestic and foreign investors to acquire properties remains strong, resulting in continued active transactions in the market. Under these circumstances, sales of prime properties for investment is limited, and the environment for property acquisition remains extremely competitive.

In the real estate leasing market for office buildings, vacancy rates improved gradually due to relocation for better location and floor expansion within the same buildings in line with the continuing economic recovery, and there was a movement to raise rent levels in response to the steady demand.

In the market for hotels, while there was a stagnant increase in domestic demand for overnight stays, a recovery trend continued to be seen due to the strong overnight stay demand from inbound tourists, with the recovery in the number of Chinese visitors to Japan against the backdrop of weaker yen and other factors.

In the market for commercial facilities, sales of department stores, supermarkets and convenience stores all increased year on year, supported by inbound demand and other factors, and the overall market showed steady performance.

In the market for luxury rental housing in Tokyo, while the volume of new supply was limited, demand remained steady, and both occupancy rates and rent levels remained steady.

In this investment environment, MTR persistently worked to maintain and improve occupancy rates and negotiate rent revisions for the assets under management. For hotels, MTR continued to hold discussions with hotel operators to improve profitability, based on an understanding of the business environment and operational situation of each hotel. Moreover, MTR transferred 50% co-ownership interest in Hashimoto MTR Building on April 23, 2024, and managed the property in an effort to secure more stable earnings.

As a result, as of August 31, 2024, MTR owned 21 properties with a total book value of 445,470 million yen. The occupancy rate for the properties owned by MTR was 95.9% (94.8% (Note)) as of August 31, 2024.

(Note) The figure in parentheses is the occupancy rate calculated based on sublease agreements for properties using a master lease agreement under which rent income is linked to rents under sublease agreements or a pass-through master lease agreement.

(iii) Initiatives to improve sustainability

MTR and MTAM recognize that activities to raise sustainability, such as environmental considerations, social contribution, and organizational governance in asset management operations, are essential for achieving a medium- to long-term increase in the investor value of investment corporations. MTAM has formulated a sustainability policy in line with this approach, and is working together with MTR to promote initiatives related to ESG (Note 1).

In order to systematically promote policies and goals related to sustainability, MTAM holds Sustainability Promotion Committee meetings regularly, where it sets specific goals for ESG in the future, checks on progress, and conducts ongoing environmental monitoring and evaluation of owned real estate. The company also works to disclose information on its sustainability initiatives and other topics widely through the website of MTR etc.

With respect to "E: Environment", MTR has worked to reduce the environmental burden of its portfolio through energy conservation by introducing energy-efficient equipment, reduction of greenhouse gas emissions, effective use of limited resources through water conservation and waste reduction, etc. During the fiscal period under review, MTR promoted energy-saving measures in its facilities, including the introduction of LED lighting fixtures in ON Building, Kioicho Building, Osaki MT Building and Midosuji MTR Building. MTR is also working to obtain environmental certification and evaluation, and during the period under review, MTR obtained CASBEE for Real Estate certification (Note 2) for Sendai MT Building and

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Park Lane Plaza. The ratio of certified properties in the portfolio, excluding land with leasehold interest, is 75% on a number of properties basis and around 68% on a leasable area basis (Note 3) as of the end of the fiscal period under review.

With respect to “S: Society”, we are working to build good relationships with and collaborate and cooperate with external stakeholders related to the real estate we own, contributing to improving tenant satisfaction and the sustainable development of local communities. We are also working to create a healthy and comfortable working environment that allows employees of MTAM to maximize their abilities. During the fiscal period under review, we newly established a refreshment corner for a healthy and comfortable working environment and promoted communication between officers and employees.

With respect to “G: Governance”, MTAM has established a structure to ensure the prevention of conflicts of interest, risk management, and thorough compliance with laws and regulations. We have formulated rules on transactions with related parties with the aim of preventing harm to MTR's interests in transactions with related parties, and operate transactions that meet certain conditions, subject to approval by the Compliance Committee and Investment Committee, which include external committee members, as well as approval by the Board of Directors of MTR and MTAM. In addition, we conduct compliance training and other educational and awareness-raising activities for all officers and employees on a regular basis, in order to raise awareness of compliance among officers and employees.

MTR has participated in the GRESB Real Estate Assessment (Note 4) since 2017, and in the GRESB Real Estate Assessment 2024 it received a “Green Star” rating, which is awarded to participants that are outstanding in terms of policies and organizational structure for promoting ESG, environmental performance of properties, and initiatives with tenants etc., for the eighth consecutive year. In addition, we received a “4 Stars” rating in the GRESB Rating, which is based on the global ranking of overall scores.

MTR identifies material issues (materiality) to be focused on by considering the issues recognized in the REIT sector with regard to ESG, external ESG evaluations, and recent social trends, and by considering MTR's past and current major initiatives and their importance and priority. Also in the future, we will continue to contribute to achieving the SDGs (Sustainable Development Goals) through our initiatives on materiality.

(Note 1) ESG is an acronym that stands for Environment, Social, and Governance.

(Note 2) CASBEE (Comprehensive Assessment System for Built Environment Efficiency) is a comprehensive assessment system of the quality of a building, evaluating features such as interior comfort and scenic harmony, in consideration of environment practices that include using materials and equipment that save energy or achieve smaller environmental loads. CASBEE for Real Estate certification was developed with the aim of making use of the results of the environmental assessment of buildings by CASBEE in real estate evaluation. CASBEE real estate evaluation certification is a system in which a third-party organization certifies that the evaluation of a building assessed using CASBEE for Real Estate is accurate by examining the content of the assessment.

(Note 3) Even in cases where a property has obtained certification for only one of its multiple uses, the acquisition ratio of environmental certification or evaluation is calculated based on the total leasable area of said property.

(Note 4) The GRESB Real Estate Assessment is a benchmark for measuring the sustainability considerations of real estate companies and investment institutions, established mainly by a European pension fund group.

(iv) Financing

In the fiscal period under review, MTR borrowed a total of 32,000 million yen for the repayment of existing borrowings of 33,000 million yen that have matured.

As a result, interest-bearing debt as of August 31, 2024 amounted to 225,500 million yen, of which short-term loans payable amounted to 12,500 million yen, of which long-term loans payable amounted to 198,000 million yen (including long-term loans payable of 38,500 million yen due for repayment within 1 year) and investment corporation bonds amounted to 15,000 million yen (including investment corporation bonds of 1,000 million yen due for redemption within 1 year). The ratio of interest-bearing debt to total assets as of August 31, 2024 was 47.4% (compared with 47.5% as of February 29, 2024).

As of August 31, 2024, MTR has obtained a long-term issuer rating of AA (rating outlook: stable) from Japan Credit Rating Agency, Ltd. (JCR)

(iv) Overview of financial results and distributions

As a result of the abovementioned operations, operating revenue came to 11,746 million yen, operating income came to 7,503 million yen, ordinary income after the deduction of loan-related interest expenses from operating income came to 6,795 million yen, and net income came to 6,785 million yen.

With the intention that the maximum amount of profit distributions would be included in tax-deductible expenses by applying special taxation provisions (Article 67-15 of the Act on Special Measures Concerning Taxation), MTR decided to distribute the entire amount of unappropriated retained earnings at the end of the fiscal period under review after deducting reserve for reduction entry of 530 million yen accumulated by utilizing the Special Provisions for Taxation in Cases of Repurchase of Specified Assets in Article 65-7 of the Act on Special Measures Concerning Taxation. Consequently, the distributions per investment unit amounted to 1,757 yen.

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(b) Outlook for the next fiscal period

(i) Outlook for overall performance

As for the future of the Japanese economy, economic recovery trend is expected to continue, with personal consumption continuing to increase gradually due to improvements in the employment and income environment and corporate earnings. However, high prices pose a downside risk on the Japanese economy, and there are concerns about the impact of fluctuations in import prices of resources and grains, etc. due to geopolitical factors, as well as exchange rate fluctuations. In addition, it is necessary to pay close attention to the trends of overseas economies and domestic and overseas financial and capital markets, as well as the impact of policy changes by the Bank of Japan.

With regard to the real estate distribution market, although there are some matters to be aware of, such as the rise in interest rates due to the revision of monetary policy, the relative stability of the Japanese market compared with other countries is also supporting the continued strong willingness to acquire properties among domestic and foreign investors, and it is expected that active transactions will continue in the future. On the other hand, since the sale of prime properties for investment is limited, it is expected that transaction prices are expected to remain at high levels for the time being.

In the real estate leasing market, demand for office buildings is on a recovery trend, with companies continuing to increase floor space within the same buildings, relocate for expansion, and move for better locations. As a result, vacancy rates in existing buildings are gradually improving, and rents are expected to continue to rise in highly competitiveness areas. On the other hand, although the volume of new supply in 2024 will be lower than the previous year, a large supply is expected again in 2025, mainly in central Tokyo, so MTR considers it necessary to continue to closely monitor the future trends in vacancy rates.

The market for hotels is expected to continue to recover due to an increase in inbound demand, including further increase in the number of visitors from China, which is on a recovery trend. On the other hand, it is necessary to pay attention to concerns about labor shortages, increases in costs centered on labor costs, and overtourism.

Despite the impact of rising prices, the market for retail facilities is expected to see recovery in sales due to the upward trend in personal consumption against the backdrop of rising wages and increase in employment, as well as inbound demand.

In the market for luxury rental housing in Tokyo, based on the assumption that new supply will be limited and demand will remain strong, both the occupancy rate and rent levels are likely to remain steady.

(ii) Future investment policy

Regarding the form of lease agreements of the real estate owned by MTR, MTR will maintain the weight of fixed-term building lease agreements with fixed rent over the medium and long term at a certain percentage, to ensure that a drop in the level of market rents does not immediately have a major impact on the revenue of the real estate owned by MTR.

However, when entering into a new lease agreement, MTR will examine the agreement term and the fixing of rents in the medium or long term based on an assessment of the location and features of the real estate and will aim to maximize revenue.

In addition, the following policy will be applied to the operation and management of real estate owned by MTR to maintain and improve market competitiveness and to enable management that combines asset quality, stability, and growth potential.

1. MTR will work to improve the satisfaction of tenants and consider measures such as thoroughgoing implementation of preventive maintenance and safety management and enhancement of customer relations with tenants and users based on an assessment of the features of each portfolio real estate, and endeavor to maintain high occupancy rates of the real estate it owns. When real estate becomes vacant or is due to become vacant, MTR will conduct well-aimed market research and then focus on leasing in cooperation with the Mori Trust Group, real estate agents and property management companies.
2. When entering into a new lease agreement, MTR will endeavor to conclude a medium- or long-term fixed-term building lease agreement or an agreement that otherwise considers fixing the rent or lengthening the agreement term to ensure future rental revenue. For accommodations, in addition to fixed rents, MTR will also incorporate contracts that provide for variable rents linked to actual sales and other factors, in order for MTR to enjoy the benefits of improved revenue from accommodations. In addition to leasing investment properties directly to tenants, there is also a master lease agreement in which a lessee (master lessee) acts as an intermediary for a tenant and the property is leased to the master lessee. MTR will positively consider a master lease agreement if certain effects are recognized after examining the characteristics of the subject property, such as its size, use, and tenants.
3. Based on consideration of the aging and age of portfolio real estate, MTR will endeavor to maintain stable occupancy rates by renovating aged facilities, etc. and actively making investments to maintain and improve market competitiveness and satisfaction of tenants and users.

(iii) Investment strategy for new investment real estate

MTR's basic policy is to make investments based on the following investment strategies, with a focus on seeking to further develop and cultivate property information routes and endeavoring to gather high quality property information, to expand the size of its assets under management (AUM) and acquire new real estate.

1. The investment properties will be classified into three categories from the viewpoint of use: office buildings, hotels, and other (for the time being, retail facilities and residential properties). With office buildings and hotels as the core assets, MTR will make diversified investments in other category. The investment ratio for each use shall be 40-80% for office buildings, 20-55% for hotels, and 0-30% for other.
2. Investment regions of investment assets will be diversified to reduce the risk of fluctuations in portfolio cash flows. Of

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the investment assets, the investment area for office buildings will primarily be central Tokyo, which has a high concentration of commerce, industry and population. However, MTR will also make diversified investments in assets located in the area surrounding central Tokyo as well as government-designated cities, etc. The investment ratio will be 60% or more in central Tokyo and 40% or less in the area surrounding central Tokyo and government-designated cities, etc. In making investment decisions, MTR will examine transportation convenience, suitability of the use of the investment property in the relevant area, competitiveness, etc. Of the investment assets, the investment areas for accommodations will mainly be major cities nationwide and famous tourist destinations.

(iv) Financial strategy, etc.

MTR will examine points such as the amounts of loans, borrowing periods, bearing in mind the need to curb the negative effects of changes in financing conditions and reduce financing costs.

In addition, MTR will consider diversifying lenders and issuing investment corporation bonds while focusing on its conventional, long-term relationships with financial institutions. MTR will also consider green finance (financing for projects that improve the environment) as part of our efforts to improve sustainability.

(v) Significant events after balance sheet date

Transfer of property

MTR has completed the second transfer of the following assets on September 2, 2024, based on the real estate sale and purchase agreement for the transfer of the assets dated April 22, 2024.

Hashimoto MTR Building

(i) Outline of the transfer

Property to be transferred:	Real estate
Transfer price:	8,500 million yen (the first: 4,250 million yen, the second: 4,250 million yen) (excluding transfer cost, property taxes, city planning taxes and consumption taxes)
Gain on transfer:	Gain on sales of real estate of around 0.6 billion yen was recorded in the fiscal period ending August 2024 as operating revenues. In addition, gain on sales of real estate of around 0.6 billion yen is also expected to be recorded in the fiscal period ending February 2025.
Scheduled date of transfer:	First date: April 23, 2024, second date: September 2, 2024
Buyer:	A Japanese operating company (not applicable to the category of a related parties)
Remarks:	The first part of transfer was of one-half of the co-ownership interest on April 23, 2024, and the second part of transfer was of one-half of the co-ownership interest on September 2, 2024.

(ii) Outline of the property to be transferred

Location:	5-4-3 Nishihashimoto, Midori-ku, Sagami-hara (Displayed address)
Usage:	Retail facility (Registered types of use: retail and parking)
Acreage:	19,878.57 m ² (Registered land area)
Total floor space:	One building : 40,283.77 m ² (Registered land area)
Structure:	Steel frame structure flat roof, 5 floors above ground (Registered structure)
Construction completion:	August, 2005

(vi) Forecasts of performance

MTR forecasts that performance in the fiscal period ending February 28, 2025 (from September 1, 2024 to February 28, 2025) and the fiscal period ending August 31, 2025 (from March 1, 2025 to August 31, 2025) will be as follows.

Please refer to “Assumptions for Forecasts of Performance for the fiscal period ending February 28, 2025 (from September 1, 2024 to February 28, 2025) and the fiscal period ending August 31, 2025 (from March 1, 2025 to August 31, 2025)” below for further details of the assumptions of forecasts of performance.

	Fiscal period ending February 28, 2025	Fiscal period ending August 31, 2025
Operating revenues	11,808 million yen	11,168 million yen
Operating income	7,523 million yen	6,889 million yen
Ordinary income	6,695 million yen	5,947 million yen
Net income	6,684 million yen	5,936 million yen
Distributions per unit	1,740 yen	1,669 yen

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- (Note 1) The above forecasts are based on certain assumptions and information currently available and are not a guarantee of actual operating revenues, operating income, ordinary income, profit net income and distributions per unit, and such may differ according to circumstances occurring in the future.
- (Note 2) It is assumed that internal reserves is accumulated for the fiscal period ending February 28 2025, and that a part of the internal reserves is reversed for the fiscal period ending August 31 2025.

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Assumptions for Forecasts of Performance for the Fiscal Period Ending February 28, 2025 (from September 1, 2024 to February 28, 2025) and the Fiscal Period Ending August 31, 2025 (from March 1, 2025 to August 31, 2025)

Item	Assumptions
Calculation period	<ul style="list-style-type: none"> Fiscal period ending February 28, 2025 (September 1, 2024 through February 28, 2025, totaling 181 days) Fiscal period ending August 31, 2025 (March 1, 2025 through August 31, 2025, totaling 184 days)
Portfolio properties	<ul style="list-style-type: none"> MTR assumes that the transfer of Hashimoto MTR Building planned for September 2, 2024 are reflected in the 21 properties held as of August 31, 2024. The actual portfolio may change due to the acquisition or disposal/transfer of other properties.
Number of investment units issued and outstanding	<ul style="list-style-type: none"> MTR assume 3,560,000 investment units issued and outstanding as of August 31, 2024. The number of investment issued and outstanding may change, however, for reasons such as the issuance of investment units during the fiscal period.
Interest-bearing debt and refinancing	<ul style="list-style-type: none"> The total amount is assumed to be 225,500 million yen as of August 31, 2024. MTR assumes that it will appropriate funds raised through refinancing and the issuance of investment corporation bonds to repay loans of 21,500 million yen and redeem investment corporation bonds of 1,000 million yen, that will fall due during the fiscal period ending February 28, 2025. MTR assumes that it will appropriate funds raised through refinancing to repay loans of 29,500 million yen that will fall due during the fiscal period ending August 31, 2025.
Operating revenue	<ul style="list-style-type: none"> Rental revenues are calculated taking into account factors such as market environment, tenants' trends, and the competitiveness of properties, in addition to the lease contracts that have been concluded, to be 11,154 million yen for the fiscal period ending February 28, 2025 and 11,168 million yen for the fiscal period ending August 31, 2025. In principle, it is assumed that the properties and sections that are vacant or scheduled to be vacated, with no tenants expected at this time, will continue to be vacant. For residential properties, it is assumed that there will be a certain amount of vacancies. Rents of four hotels with rents consisting mainly of variable rents (Shangri-La Tokyo, Hilton Odawara Resort & Spa, Courtyard by Marriott Shin-Osaka Station and Courtyard by Marriott Tokyo Station) included in rental revenues are calculated based on the following assumptions. Variable rent is calculated mainly on the basis of management results in the previous year and in 2019, which was not affected by COVID-19 infection, by the method set out in the lease agreement of each property, taking into consideration factors for fluctuation such as recent hotel market conditions. <p>[Shangri-La Tokyo]</p> <p>Variable rent in the fiscal period ending February 28, 2025: 1,011 million yen Variable rent in the fiscal period ending August 31, 2025: 1,084 million yen The variable rent for each month is amount calculated by multiplying the rent received from subtenant by tenant (hereinafter referred to as "subletting tenant rent" (Note)) for a month three months before the month in question by 97%. (Note) "Subletting tenant rent" is calculated by multiplying total revenue from the subtenant's hotel operations by a certain percentage. The percentage is not disclosed as the consent of the subtenant has not been obtained. (Reference) Minimum annual guaranteed rent (from April each year to March the following year (Note)): 882,700,000 yen (Note) If the total amount of subletting tenant rent for the period from January to December each year is less than 910,000,000 yen (including if subletting tenant rent is not paid due to vacation by the subletting tenant, etc.), rent is calculated on the basis that the subletting tenant rent for the period is 910,000,000 yen ($910,000,000 \text{ yen} \times 97\% = 882,700,000 \text{ yen}$), and the difference (shortfall) between this amount and the total amount of rent from April to March the following year is paid, together with the rent for March the following year, no later than the last day of February the following year.</p> <p>[Hilton Odawara Resort & Spa]</p> <p>Variable rent in the fiscal period ending February 28, 2025: 231 million yen Variable rent in the fiscal period ending August 31, 2025: 214 million yen (Includes additional revenues of 2 million yen other than rent revenue which MTR receives from the lessee of Hilton Odawara Resort & Spa.) The monthly rent for March to August each year is the amount (not less than 0 yen) equivalent to one-twelfth of the amount obtained when the sum total of the hotel's base profit for the 12 months from January to December in the previous year is multiplied by 95%. The monthly rent for September each year to February in the following year is the amount (not less than</p>

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	<p>0 yen) equivalent to one-twelfth of the amount obtained when the sum total of the hotel's base profit for July in the previous year to June in the year in question is multiplied by 95%. (Note) "Base profit" refers to the amount obtained by the following formula. Base profit = The profit that the lessee earns from operating the hotel – The expenses that the lessee incurs from operating the hotel (the lessee's insurance expenses, etc.)</p> <p>[Courtyard by Marriott Shin-Osaka Station] Variable rent in the fiscal period ending February 28, 2025: 391 million yen Variable rent in the fiscal period ending August 31, 2025: 407 million yen The variable rent for each month is amount (not less than 0 yen) calculated by multiplying adjusted operating income by facility (Note) of the hotel for a month three months before the month in question by 90%. (Note) "Adjusted operating income by facility" refers to sales from hotel operations less hotel operating expenses by department, unallocated operating expenses, fixed operating costs, and operating expenses of hotel operator allocated to head office (only expenses related to the hotel). Only sales and expenses relating to the accommodation of general users of the hotel are included in the calculation of adjusted operating income by facility, in principle. Sales and expenses relating to the accommodation of guests who are members of Laforet Club of the tenant, MORI TRUST CO., LTD. food and beverages, parking facilities, etc. are not included. (Reference) Minimum annual guaranteed rent (from October each year to September the following year (Note)): 460,000,000 yen (Note) If the total amount of rent for the period from October each year to September the following year is less than 460,000,000 yen, rent for the period in question is taken as 460,000,000 yen, and the difference (shortfall) between this amount and the total amount of rent from October to September the following year is paid, together with the rent for September the following year, no later than the last day of August the following year.</p> <p>[Courtyard by Marriott Tokyo Station] Variable rent in the fiscal period ending February 28, 2025: 394 million yen Variable rent in the fiscal period ending August 31, 2025: 397 million yen The variable rent for each month is amount (not less than 0 yen) calculated by multiplying adjusted operating income by facility (Note) of the hotel for a month three months before the month in question by 90%. (Note) "Adjusted operating income by facility" refers to sales from hotel operations less hotel operating expenses by department, unallocated operating expenses, fixed operating costs, and operating expenses of hotel operator allocated to head office (only expenses related to the hotel). (Reference) Minimum annual guaranteed rent (from October each year to September the following year (Note)): 310,000,000 yen (Note) If the total amount of rent (which is the rent for the entire property including the portion attributable to the quasi-co-owner MORI TRUST CO., LTD. The same applies hereinafter to the property) for the period from October each year to September the following year is less than 310,000,000 yen, rent for the period in question is taken as 310,000,000 yen, and the difference (shortfall) between this amount and the total amount of rent from October to September the following year is paid, together with the rent for September the following year, no later than the last day of August the following year. The difference from the minimum guaranteed rent includes the portion attributable to the quasi-co-owner MORI TRUST CO., LTD. Only 93.5%, which is the quasi-co-ownership interest in the property, of the entire difference from the minimum guaranteed rent is recorded as operating income of MTR.</p> <ul style="list-style-type: none"> • MTR estimate gain on sale of real estate of around 0.6 billion yen during the fiscal period ending February 28, 2025 from the transfer of Hashimoto MTR Building. • Operating revenues are calculated based on the assumption that there will be no delinquent or unpaid rent by the lessor, and that there will be no grace period for the payment of rent to the lessor or reduction of rent, etc.
<p>Operating expenses (Excluding amortization of goodwill)</p>	<ul style="list-style-type: none"> • Concerning fixed property tax, city planning tax, depreciated asset tax, etc. for owned real estate in trust, the portion of the tax amount to be levied that corresponds to the relevant calculation period is recorded as leasing business expenses. However, the amount equivalent to fixed property tax, city planning tax, etc. for the fiscal year of acquisition reimbursed to the previous owner at the time of acquisition of the real estate, etc. is included in the cost of acquisition of the relevant real estate and is thus not recognized as expenses in the relevant calculation period. • Concerning repair expenses, the estimated amount required is recorded as expenses. However, the actual repair expenses may significantly differ from the estimates since (i) an unforeseeable event may cause damage to a building requiring emergency repair expenditure, (ii) in general, amounts vary according to the fiscal period, and (iii) certain types of repair and maintenance expenses are not required in every fiscal period.

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	<ul style="list-style-type: none"> • MTR estimate property and other taxes of 1,229 million yen for the fiscal period ending February 28, 2025 and 1,260 million yen for the fiscal period ending August 31, 2025. • MTR estimate property management fees of 794 million yen for the fiscal period ending February 28, 2025 and 788 million yen for the fiscal period ending August 31, 2025. • MTR estimate depreciation of 1,006 million yen for the fiscal period ending February 28, 2025 and 1,030 million yen for the fiscal period ending August 31, 2025. • MTR estimate operations expenses other than leasing business expenses (asset management fees, fees for the custody of assets, administrative service fees, etc.) of 607 million yen for the fiscal period ending February 28, 2025 and 588 million yen for the fiscal period ending August 31, 2025.
Amortization of goodwill	<ul style="list-style-type: none"> • In accordance with the Accounting Standard for Business Combinations (ASBJ Statement No. 21, revised on January 16, 2019), the goodwill will be amortized regularly on a straight-line basis over 20 years. Amortization expenses related to goodwill are assumed to be 15 million yen for the period ending February 28, 2025 and 15 million yen for the period ending August 31, 2025.
Non-operating expenses	<ul style="list-style-type: none"> • MTR estimate non-operating expenses (loan interest, investment corporation bond interest, etc.) of 827 million yen for the fiscal period ending February 28, 2025 and 942 million yen for the fiscal period ending August 31, 2025.
Distributions	<ul style="list-style-type: none"> • Distributions (distribution per unit) are calculated based on the cash distribution policy set out in MTR's Certificate of Incorporation. • On calculating the distribution for the fiscal period ending February 28, 2025, MTR assumes provision as internal reserves of a portion worth 488 million yen of gains on sales of real estate, etc. due to the transfer of Hashimoto MTR Building, which are expected to arise in the fiscal period ending February 28, 2025, under the application of Special Provisions for Taxation in Cases of Repurchase of Specified Assets. • On calculating the distribution for the fiscal period ending August 31, 2025, MTR assumes that 3 million yen will be reversed from the internal reserves accumulated under the application of Special Provisions for Taxation in Cases of Repurchase of Specified Assets. • Distributions per unit may change due to a variety of factors, including changes in the assets under investment and changes in rental income as a result of changes in tenants, the occurrence of unforeseen repairs, fluctuation in the number of issued investment units and financing.
Distributions in excess of earnings per unit	<ul style="list-style-type: none"> • MTR currently have no plans to pay cash distributions in excess of earnings (distributions in excess of earnings per unit).
Others	<ul style="list-style-type: none"> • Our forecasts assume no revisions that impact on the above projections will be made to laws and regulations, tax systems, accounting standards, securities listing regulations and the rules of The Investment Trusts Association, Japan, or others.

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4. FINANCIAL STATEMENTS

(1) BALANCE SHEETS

Thousands of yen

	As of February 29, 2024	As of August 31, 2024
Assets		
Current assets		
Cash and deposits	20,918,767	23,948,867
Cash and deposits in trust	4,811,163	5,178,504
Operating accounts receivable	136,518	153,337
Accounts receivable - other	76	52,851
Prepaid expenses	98,920	88,746
Other	22,495	16,923
Total current assets	25,987,942	29,439,230
Non-current assets		
Property, plant and equipment		
Buildings	33,776,330	32,904,163
Accumulated depreciation	(18,155,594)	(17,974,784)
Buildings, net	15,620,736	14,929,379
Structures	441,727	421,698
Accumulated depreciation	(413,220)	(395,722)
Structures, net	28,507	25,976
Machinery and equipment	95,733	99,834
Accumulated depreciation	(64,727)	(68,173)
Machinery and equipment, net	31,005	31,661
Vehicles	194	194
Accumulated depreciation	(58)	(87)
Vehicles, net	136	106
Tools, furniture and fixtures	170,943	176,135
Accumulated depreciation	(101,980)	(108,785)
Tools, furniture and fixtures, net	68,962	67,349
Land	97,833,511	94,835,259
Buildings in trust	60,701,672	61,023,513
Accumulated depreciation	(15,397,998)	(16,145,823)
Buildings in trust, net	45,303,673	44,877,690
Structures in trust	269,983	270,233
Accumulated depreciation	(137,534)	(146,655)
Structures in trust, net	132,448	123,578
Machinery and equipment in trust	132,628	176,735
Accumulated depreciation	(21,531)	(29,475)
Machinery and equipment in trust, net	111,097	147,259
Tools, furniture and fixtures in trust	135,229	141,527
Accumulated depreciation	(86,136)	(93,032)
Tools, furniture and fixtures in trust, net	49,092	48,494
Land in trust	290,375,206	290,383,563
Total property, plant and equipment	449,554,378	445,470,320

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Thousands of yen

	As of February 29, 2024	As of August 31, 2024
Intangible assets		
Goodwill	597,793	582,061
Software	1,969	1,706
Other	240	240
Total intangible assets	600,003	584,008
Investments and other assets		
Guarantee deposits	20,000	10,000
Deferred tax assets	795	803
Long-term prepaid expenses	124,676	102,996
Other	2,815	2,815
Total investments and other assets	148,286	116,614
Total non-current assets	450,302,668	446,170,943
Deferred assets		
Investment corporation bond issuance costs	73,876	65,330
Total deferred assets	73,876	65,330
Total assets	476,364,487	475,675,504
Liabilities		
Current liabilities		
Operating accounts payable	348,569	982,753
Short-term loans payable	11,000,000	12,500,000
Current portion of investment corporation bonds	1,000,000	1,000,000
Current portion of long-term loans payable	43,500,000	38,500,000
Accounts payable – other	184,276	244,503
Accrued expenses	595,317	545,430
Dividends payable	9,100	10,986
Income taxes payable	9,694	9,425
Accrued consumption taxes	583,213	434,072
Advances received	1,381,704	1,406,018
Deposits received	31,337	29,756
Total current liabilities	58,643,214	55,662,946
Non-current liabilities		
Investment corporation bonds	14,000,000	14,000,000
Long-term loans payable	157,000,000	159,500,000
Tenant leasehold and security deposits	12,317,200	11,828,114
Tenant leasehold and security deposits in trust	948,440	975,556
Other	1	-
Total non-current liabilities	184,265,641	186,303,670
Total liabilities	242,908,856	241,966,617
Net assets		
Unitholders' equity		
Unitholders' capital	153,990,040	153,990,040
Surplus		
Capital surplus	69,736,000	69,736,000
Voluntary retained earnings		

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Thousands of yen

	As of February 29, 2024	As of August 31, 2024
Reserve for reduction entry	2,482,076	3,196,991
Total voluntary retained earnings	2,482,076	3,196,991
Unappropriated retained earnings	7,247,514	6,785,855
Total surplus	79,465,591	79,718,846
Total unitholders' equity	233,455,631	233,708,886
Total net assets	233,455,631	233,708,886
Total liabilities and net assets	476,364,487	475,675,504

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(2) STATEMENTS OF INCOME AND RETAINED EARNINGS

For the six-month period ended March 1, 2024 and August 31, 2024

	Thousands of yen	
	For the period from September 1, 2023 to February 29, 2024	For the period from March 1, 2024 to August 31, 2024
Operating revenue		
Lease business revenue	10,410,515	10,789,625
Other lease business revenue	290,006	306,073
Gain on sale of investment property	1,380,285	650,895
Total operating revenue	12,080,807	11,746,594
Operating expenses		
Expenses related to rent business	3,507,523	3,634,960
Asset management fee	460,707	448,683
Asset custody fee	16,907	16,939
Administrative service fees	48,195	48,561
Directors' compensations	3,600	3,600
Amortization of goodwill	15,731	15,731
Other operating expenses	90,902	74,625
Total operating expenses	4,143,568	4,243,101
Operating income	7,937,239	7,503,492
Non-operating income		
Interest income	110	2,461
Reversal of dividends payable	1,112	801
Interest on tax refund	562	-
Insurance claim income	-	6,428
Subsidy income	-	510
Gain on receipt of donated non-current assets	-	22,628
Compensation income for damage	-	19,602
Total non-operating income	1,786	52,431
Non-operating expenses		
Interest expenses	615,798	677,364
Interest expenses on investment corporation bonds	42,944	47,934
Amortization of investment corporation bond issuance costs	8,866	8,546
Other	14,108	26,430
Total non-operating expenses	681,719	760,276
Ordinary income	7,257,306	6,795,647
Profit before income taxes	7,257,306	6,795,647
Income taxes - current	9,711	9,799
Income taxes - deferred	80	(8)
Total income taxes	9,791	9,791
Profit	7,247,514	6,785,855
Unappropriated retained earnings	7,247,514	6,785,855

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(3) STATEMENTS OF CHANGES IN NET ASSETS

For the six-month period ended September 1, 2023 and February 29, 2024

Thousands of yen

	Unitholders' equity				
	Unitholders' capital	Surplus			
		Capital surplus		Voluntary retained earnings	
		Capital surplus	Capital surplus, net	Reserve for reduction entry	Total voluntary retained earnings
Balance at beginning of current period	153,990,040	69,736,000	69,736,000	1,376,341	1,376,341
Changes of items during period					
Provision of reserve for reduction entry				1,105,734	1,105,734
Dividends of surplus					
Profit					
Total changes of items during period	-	-	-	1,105,734	1,105,734
Balance at end of current period	153,990,040	69,736,000	69,736,000	2,482,076	2,482,076

	Unitholders' equity			Total net assets
	Surplus		Total unitholders' equity	
	Unappropriated retained earnings (undisposed loss)	Total surplus		
Balance at beginning of current period	7,157,734	78,270,076	232,260,116	232,260,116
Changes of items during period				
Provision of reserve for reduction entry	(1,105,734)	-	-	-
Dividends of surplus	(6,052,000)	(6,052,000)	(6,052,000)	(6,052,000)
Profit	7,247,514	7,247,514	7,247,514	7,247,514
Total changes of items during period	89,779	1,195,514	1,195,514	1,195,514
Balance at end of current period	7,247,514	79,465,591	233,455,631	233,455,631

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For the six-month period ended March 1, 2024 and August 31, 2024

Thousands of yen

	Unitholders' equity				
	Unitholders' capital	Surplus			
		Capital surplus		Voluntary retained earnings	
		Capital surplus	Capital surplus, net	Reserve for reduction entry	Total voluntary retained earnings
Balance at beginning of current period	153,990,040	69,736,000	69,736,000	2,482,076	2,482,076
Changes of items during period					
Provision of reserve for reduction entry				714,914	714,914
Dividends of surplus					
Profit					
Total changes of items during period	-	-	-	714,914	714,914
Balance at end of current period	153,990,040	69,736,000	69,736,000	3,196,991	3,196,991

	Unitholders' equity			Total net assets
	Surplus		Total unitholders' equity	
	Unappropriated retained earnings (undisposed loss)	Total surplus		
Balance at beginning of current period	7,247,514	79,465,591	233,455,631	233,455,631
Changes of items during period				
Provision of reserve for reduction entry	(714,914)	-	-	-
Dividends of surplus	(6,532,600)	(6,532,600)	(6,532,600)	(6,532,600)
Profit	6,785,855	6,785,855	6,785,855	6,785,855
Total changes of items during period	(461,659)	253,255	253,255	253,255
Balance at end of current period	6,785,855	79,718,846	233,708,886	233,708,886

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(4) STATEMENTS OF CASH DISTRIBUTIONS

For the six-month period ended March 1, 2024 and August 31, 2024

Unit: yen

	Fiscal Period ended February 29, 2024 (September 1, 2023 to February 29, 2024)	Fiscal Period ended August 31, 2024 (March 1, 2024 to August 31, 2024)
I. Unappropriated retained earnings	7,247,514,738	6,785,855,605
II. Distribution amount	6,532,600,000	6,254,920,000
(Distribution amount per unit)	(1,835)	(1,757)
III. Voluntary retained earnings		
Provision of reserve for reduction entry	714,914,738	530,935,605
IV. Retained earnings carried forward	-	-
Calculation method of distribution amount	<p>In accordance with Paragraph 1, Article 29 of the Investment Corporation's Articles of Incorporation, MTR decided to distribute the total balance of unappropriated retained earnings after deducting provision of the reserve for reduction entry under Article 65-7 of the Act on Special Measures Concerning Taxation, the amount of which is 6,532,600,000 yen.</p> <p>In addition, MTR does not distribute dividends in excess of accounting profit as set forth in Paragraph 2, Article 29 of the Investment Corporation's Articles of Incorporation.</p>	<p>In accordance with Paragraph 1, Article 29 of the Investment Corporation's Articles of Incorporation, MTR decided to distribute the total balance of unappropriated retained earnings after deducting provision of the reserve for reduction entry under Article 65-7 of the Act on Special Measures Concerning Taxation, the amount of which is 6,254,920,000 yen.</p> <p>In addition, MTR does not distribute dividends in excess of accounting profit as set forth in Paragraph 2, Article 29 of the Investment Corporation's Articles of Incorporation.</p>

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(5) STATEMENTS OF CASH FLOWS

For the six-month period ended March 1, 2024 and August 31, 2024

	Thousands of yen	
	For the period from September 1, 2023 to February 29, 2024	For the period from March 1, 2024 to August 31, 2024
Cash flows from operating activities		
Profit before income taxes	7,257,306	6,795,647
Depreciation	1,009,026	996,377
Amortization of goodwill	15,731	15,731
Amortization of investment corporation bond issuance costs	8,866	8,546
Interest income	(110)	(2,461)
Interest expenses	658,743	725,299
Loss on retirement of non-current assets	-	10,678
Gain on receipt of donated non-current assets	-	(22,628)
Decrease (Increase) in operating accounts receivable	(5,601)	(17,417)
Increase (Decrease) in operating accounts payable	(458,598)	641,769
Decrease (Increase) in consumption taxes refund receivable	130,928	-
Increase (Decrease) in accrued consumption taxes	583,213	(149,140)
Increase (Decrease) in advances received	130,271	24,312
Decrease due to sale of investment property	5,879,224	3,511,660
Other, net	(26,151)	(59,916)
Subtotal	15,182,849	12,478,457
Interest income received	110	2,461
Interest expenses paid	(643,067)	(734,068)
Income taxes paid	(10,592)	(10,068)
Net cash provided by operating activities	14,529,300	11,736,781
Cash flows from investing activities		
Purchase of property, plant and equipment	(94,700)	(35,374)
Purchase of property, plant and equipment in trust	(5,490,125)	(314,295)
Repayments of tenant leasehold and security deposits	(667,106)	(709,807)
Proceeds from tenant leasehold and security deposits	260,682	199,432
Repayments of tenant leasehold and security deposits in trust	(24,894)	(8,984)
Proceeds from tenant leasehold and security deposits in trust	19,460	50,403
Proceeds from refund of leasehold and guarantee deposits	-	10,000
Net cash used in investing activities	(5,996,684)	(808,625)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,000,000	1,500,000
Proceeds from long-term loans payable	16,500,000	23,500,000
Repayments of long-term loans payable	(16,500,000)	(26,000,000)
Proceeds from issuance of investment corporation bonds	4,000,000	-
Redemption of investment corporation bonds	(3,000,000)	-
Payments for investment corporation bond issuance costs	(21,587)	-
Dividends paid	(6,052,287)	(6,530,714)
Net cash provided by (used in) financing activities	(4,073,874)	(7,530,714)
Net increase (decrease) in cash and cash equivalents	4,458,741	3,397,441
Cash and cash equivalents at beginning of period	21,271,188	25,729,930
Cash and cash equivalents at end of period	25,729,930	29,127,371

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5. Reference Information

(1) Composition of assets

type	Use (Note 1)	Region	As of February 29, 2024		As of August 31, 2024		
			Total of net book value (Note 2) (Millions of yen)	Ratio to total assets (Note 3) (%)	Total of net book value (Note 2) (Millions of yen)	Ratio to total assets (Note 3) (%)	
Real property	Office building	Central Tokyo (Note 4)	87,360	18.3	87,263	18.3	
		Metropolitan area, ordinance-designated cities, etc. (Note 5)	6,499	1.4	6,456	1.4	
		Subtotal	93,860	19.7	93,720	19.7	
	Other	—	19,662	4.1	16,109	3.4	
	Total of real property		113,523	23.8	109,829	23.1	
Real property in trust	Office building	Central Tokyo (Note 4)	131,187	27.5	131,026	27.5	
		Metropolitan area, ordinance-designated cities, etc. (Note 5)	32,312	6.8	32,344	6.8	
		Subtotal	163,499	34.3	163,370	34.3	
	Hotels	Major cities across Japan (Note 6)	130,836	27.5	130,592	27.5	
		Famous tourist sites (Note 7)	7,163	1.5	7,159	1.5	
		Subtotal	138,000	29.0	137,751	29.0	
	Other	—	34,531	7.2	34,517	7.3	
	Total of real property in trust		336,031	70.5	335,640	70.6	
	Deposits and other assets			26,810	5.6	30,205	6.3
	Total amount of assets			476,364	100.0	475,675	100.0

	Amount (Millions of yen)	Ratio to total assets (Note 3) (%)	Amount (Millions of yen)	Ratio to total assets (Note 3) (%)
Total amount of liabilities	242,908	51.0	241,966	50.9
Total amount of net assets	233,455	49.0	233,708	49.1

(Note 1) “The use categories are office buildings and hotels, which are the core assets, and other (retail facilities and residential properties). The same applies hereinafter.

(Note 2) “Total of net book value” is based on the amounts presented in the balance sheets (book value after depreciation for real estate and real estate in trust) as of the settlement date.

(Note 3) “Ratio to total assets” is rounded to the first decimal place.

(Note 4) “Central Tokyo” refers to Chiyoda, Chuo, Minato, Shinagawa, Shibuya and Shinjuku Wards.

(Note 5) “Other” refers to greater Tokyo (Kanagawa, Chiba and Saitama Prefectures, and the Tokyo Metropolitan Area excluding central Tokyo) and Metropolitan area, ordinance-designated cities, etc.

(Note 6) Tokyo 23 wards and ordinance-designated cities.

(Note 7) Areas with attractive cultural and tourist attractions that already attract tourists or are expected to attract tourists in the future.

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(2) Investment assets

The total number of real estate properties and real estate properties in trust associated with the real estate trust's beneficiary rights held by MTR as of August 31, 2024 was 21, and all such real estate is leased by MTR or trust fiduciaries based on trust contracts in the case of real estate in trust.

(i) List of details of real estate and real estate in trust

The overview of real estate held by MTR and real estate trust's beneficiary rights and real estate in trust, properties in trust subject to such rights, as of August 31, 2024 is as follows (real estate, real estate trust's beneficiary rights and real estate in trust, properties in trust subject to such rights, are hereinafter individually or collectively referred to as the "Portfolio").

Overview of the Portfolio

Use	Property name	Location	Area (Note 1)		Structure (Note 2) /Number of floors (Note 1)	Type of specified assets
			Land (m ²)	Building (m ²)		
Office building	Tokyo Shiodome Building (Note 3) (Note 14)	Minato-ku, Tokyo	17,847.73	191,394.06	SRC, RC, S B4/37F	Real estate
	Kamiyacho Trust Tower (Note 4) (Note 14)	Minato-ku, Tokyo	16,131.84	196,037.12	S, RC B4/37F	Real estate trust's beneficiary rights
	ON Building (Note 5) (Note 6)	Shinagawa-ku, Tokyo	10,850.67	32,812.27	S, SRC B2/21F	Real estate trust's beneficiary rights
	Kioicho Building (Note 5) (Note 7) (Note 14)	Chiyoda-ku, Tokyo	9,291.93	63,535.55	SRC, S B4/26F	Real estate trust's beneficiary rights
	Osaki MT Building (Note 6)	Shinagawa-ku, Tokyo	13,852.74	26,980.68	S, SRC B3/14F	Real estate
	Hiroo MTR Building (Note 5)	Shibuya-ku, Tokyo	1,671.79	6,709.80	SRC B1/7F	Real estate trust's beneficiary rights
	Sendai MT Building (Note 5) (Note 8)	Miyagino-ku, Sendai-shi	5,020.33	42,941.53	RC B2/18F	Real estate trust's beneficiary rights
	Midosuji MTR Building (Note 5)	Chuo-ku, Osaka City	1,560.98	15,129.16	S, SRC B2/13F	Real estate trust's beneficiary rights
	Tenjin Prime (Note 5)	Chuo-ku, Fukuoka City	1,110.73	7,722.04	S, RC B1/12F	Real estate trust's beneficiary rights
	Shin-Yokohama TECH Building (Note 9)	Kohoku-ku, Yokohama City	2,671.11	A-Wing : 11,636.35 B-Wing : 13,550.87 Total : 25,187.22	A-Wing: SRC B1/9F B-Wing: S, SRC B1/16F	Real estate
Hotels (Note 14)	Shangri-La Tokyo (Note 5) (Note 10)	Chiyoda-ku, Tokyo	12,026.77	180,335.11	S, SRC, RC B4/37F	Real estate trust's beneficiary rights
	Hotel Okura Kobe (Note 5)	Chuo-ku, Kobe City	30,944.44	72,246.86	SRC, S B2/35F	Real estate trust's beneficiary rights
	Hilton Odawara Resort & Spa (Note 5) (Note 11)	Odawara-shi, Kanagawa	174,566.00	50,605.67	(Main facility) S, SRC B1/12F (Bade facility) RC B1/3F (Sports facility) RC B1/2F (Chapel) S 1F	Real estate trust's beneficiary rights

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Use	Property name	Location	Area (Note 1)		Structure (Note 2) /Number of floors (Note 1)	Type of specified assets
			Land (m ²)	Building (m ²)		
Hotels (Note 14)	Courtyard by Marriott Shin-Osaka Station (Note 5) (Note 12)	Yodogawa-ku, Osaka	2,199.34	17,002.28	S 18F	Real estate trust's beneficiary rights
	Courtyard by Marriott Tokyo Station (Note 5) (Note 13)	Chuo-ku, Tokyo	4,399.47	51,242.93	S, SRC B3/21F	Real estate trust's beneficiary rights
	Hotel Sunroute Plaza Shinjuku (Note 5)	Shibuya-ku, Tokyo	3,136.57	20,451.25	RC, S B1/14F	Real estate trust's beneficiary rights
Other	SHIBUYA FLAG (Note 5) (Note 14)	Shibuya-ku, Tokyo	1,026.44	7,766.49	S, SRC B2/9F	Real estate trust's beneficiary rights
	Ito-Yokado Shonandai	Fujisawa City, Kanagawa Prefecture	35,209.93	53,393.66	S 5F	Real estate
	Hashimoto MTR Building (Note 15)	Midori-ku, Sagamiara City	19,878.57	40,283.77	S 5F	Real estate
	Frespo Inage (Note 5)	Inage-ku, Chiba City	39,556.71	—	—	Real estate trust's beneficiary rights
	Park Lane Plaza	Shibuya-ku, Tokyo	1,702.95	5,246.78	RC B1/7F	Real estate

(Note 1) "Area" and "Structure/number of floors" present the details stated in real estate registries.

(Note 2) In "Structure", "SRC" means steel-framed reinforced concrete construction, "RC" means reinforced construction and "S" means steel construction.

(Note 3) The land area of Tokyo Shiodome Building is the area of land jointly owned by MTR, and it includes the area of co-owned interest jointly owned by MTR with other co-owners. In the relevant land, MTR's co-owned interest is a ratio of 375,178/1,000,000. Moreover, Tokyo Shiodome Building is a co-owned building, and the floor area of 71,806.84m² is calculated by multiplying MTR's co-owned interest (ratio of 375,178/1,000,000) by the total floor space.

(Note 4) The land area of Kamiyacho Trust Tower is the total of 14 plots comprising the site of the building, including leased land. The building of Kamiyacho Trust Tower is sectionally owned and the building area indicated is the total floor area of one building. The floor area for exclusive use owned by the trust fiduciary having MTR as the only trust beneficiary is 13,292.02 m². Of the said floor area for exclusive use, the 7th to 9th floors (total floor space: 11,393.16 m²). The number of floors is the number of floors in the registry plus one. The same applies hereinafter unless otherwise mentioned with respect to the property) are owned solely by MTR. MTR has a one-half of the co-ownership interest in the 14th floor (floor area: 3,797.72m²). Accordingly, for said 14th floor, the floor area multiplied by MTR's co-ownership interest (1/2) (1,898.86m²) is stated as the floor area of the exclusive portion owned by MTR.

(Note 5) Of the 21 properties listed above, Kamiyacho Trust Tower, ON Building, Kioicho Building, Hiroo MTR Building, Sendai MT Building, Midosuji MTR Building, Tenjin Prime, Shangri-La Tokyo, Hotel Okura Kobe, Hilton Odawara Resort & Spa, Courtyard by Marriott Shin-Osaka Station, Courtyard by Marriott Tokyo Station, Hotel Sunroute Plaza Shinjuku, SHIBUYA FLAG and Frespo Inage have been categorized as real estate in trust, and the other 6 properties have been categorized as real estate. In addition, real estate in trust associated with Frespo Inage is only land, and the building is not included.

(Note 6) The land area of ON Building is the total area (10,850.67m²) of the 3 sections of land in which trust fiduciaries for whom MTR is the sole trust beneficiary own a co-owned interest, and the trust fiduciaries own a co-owned interest of 840,139/1,000,000. The co-owned interest other than the one owned by the trust fiduciaries is owned by MTR as the site of Osaki MT Building. As a result, the 3 sections of land in question (total area of 10,850.67m²) are stated separately as part of the land area of Osaki MT Building and the land area of ON Building. Moreover, the land area of the Osaki MT Building is the total area of all the 17 sections of land that MTR owns or jointly owns, which includes the co-owned interest of other co-owners. Of all the 17 sections of land in question, 13 sections of land (total area of 2,880.79m²) are solely owned by MTR. As for one section of land (area of 121.28m²), MTR owns a co-owned interest of 1/5 and, as for the 3 sections of land (total area of 10,850.67m²), MTR owns a co-owned interest of 159,861/1,000,000. In addition, Osaki MT Building is a co-owned building, and the floor area of 24,495.21m² is calculated by multiplying MTR's co-owned interest (ratio of 907,880/1,000,000) by the total floor space.

(Note 7) The land area of Kioicho Building is the total area of the 8 sections of land, the site of the relevant building, and it includes the interest of other owners (partial ownership). Of the 8 sections of land in question, 5 sections of land (total area of 7,433.52m²) are solely owned by a trust fiduciary for whom MTR is the sole trust beneficiary. MTR has acquired sectional ownership of the Kioicho Building. The total floor space stated is the total floor space for the portion of one building that represents the sectional ownership. The exclusive portion of the floor space owned by a fiduciary of the trust in which MTR is the sole beneficiary is 24,598.85m².

(Note 8) The land area of Sendai MT Building is the total area of the 4 sections of land, the site of the relevant building, and it includes the interest of other owners (partial ownership). Of the 4 sections of land in question, 3 sections of land (total area of 4,446.90m²) are solely owned by a trust fiduciary for whom MTR is the sole trust beneficiary. The Sendai MT Building is a co-owned building of MORI TRUST CO., LTD. and a trust fiduciary, whose sole trust beneficiary is MTR, and a trust fiduciary, whose sole trust beneficiary is MORI TRUST CO. LTD. The total floor space multiplied by the co-owned interest of the trust fiduciary, whose sole trust beneficiary is MTR (90,845/100,000) is 39,010.23m².

(Note 9) Shin-Yokohama TECH Building is real estate that is comprised of two buildings, A-Wing and B-Wing, and the site for the buildings.

(Note 10) The site area of Shangri-La Tokyo is the total of 5 sections of land comprising the site of the building and thus includes area owned by other unit owners. This building is a unit ownership building, but the area of the entire building of MARUNOUCHI TRUST TOWER MAIN and MARUNOUCHI TRUST TOWER NORTH is stated. The floor area of the exclusive element owned by the trustee with MTR as the sole beneficiary is 22,300.31m².

(Note 11) For the site area of the Hilton Odawara Resort & Spa, the area of the entire site or land is stated. For the floor area of the Hilton Odawara Resort & Spa, the grand total of total floor area for the entire buildings of the Hilton Odawara Resort & Spa is stated. The total floor area multiplied by the quasi-co-ownership interest in the Hilton Odawara Resort & Spa owned by MTR (50/100) is 25,302.83m².

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- (Note 12) The land area of Courtyard by Marriott Shin-Osaka Station is the land area that is the site of the building in question and includes the interests of other co-owners. The building of Courtyard by Marriott Shin-Osaka Station is a co-owned building, and the area multiplied by MTR's interest (74/100) subject to the co-ownership trust beneficiary right is 12,581.68 m².
- (Note 13) The site area of the entire site or land of the Courtyard by Marriott Tokyo Station is stated and the co-ownership interests of other parties are included. This building is a unit ownership building, and the total floor area of the entire building of KYOBASHI TRUST TOWER is stated. The floor area of the exclusive element owned by the trustee with MTR is 5,502.63 m². The total floor area multiplied by the quasi-co-ownership interest in the Courtyard by Marriott Tokyo Station owned by MTR (935/1,000) is 5,144.95 m².
- (Note 14) Tokyo Shiodome Building, Kamiyacho Trust Tower and Kioicho Building are categorized as "Office building", which is the main use of the buildings, and SHIBUYA FLAG is categorized as "Other" as its main use is retail facilities. The grade for each hotel is as follows.

Grade	Summary	Guest room floor area (m ²)	Guest room unit price (yen)	Property name
Luxury	A prominent hotel chain recognized worldwide as a luxury brand	40 -	40,000 -	Shangri-La Tokyo
Upper upscale	A prominent hotel chain recognized worldwide as an upper upscale hotel brand	30 - 40	30,000 - 40,000	Hotel Okura Kobe
				Hilton Odawara Resort & Spa
Upscale	A branded class under the umbrella of a prominent hotel chain recognized worldwide as a luxury hotel brand.	20 - 30	20,000 - 30,000	Courtyard by Marriott Shin-Osaka Station
				Courtyard by Marriott Tokyo Station
Upper midscale	More comfortable hotel than midscale hotels, with better room size and interior design	15 - 20	10,000 - 20,000	Hotel Sunroute Plaza Shinjuku
Standard area and price (ADR: Average Daily Rate) guidelines are defined for each grade. The guideline for prices shall be revised when deemed necessary in response to changes in market conditions and other factors.				

- (Note 15) The land area of Hashimoto MTR Building is the area of land jointly owned by MTR, and it includes the area of co-owned interest jointly owned by MTR with other co-owners. In the relevant land, MTR's co-owned interest is a ratio of 1/2. Moreover, Hashimoto MTR Building is a co-owned building, and the floor area of 20,141.88 m² is calculated by multiplying MTR's co-owned interest (ratio of 1/2) by the total floor space.

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Categories, prices and investment ratios of the Portfolio

Use (Note 1)	Region	Property name	Acquisition Price (Note 2) (Millions of yen)	Book value at the end of fiscal period (Millions of yen)	End-of- period appraisal value (Note 3) (Millions of yen)	Direct reduction method		Discounted cash flow (DCF) method		Appraiser	Investment ratio (Note 4)
						Cap rate	Discount rate	Terminal cap rate			
Office building	Central Tokyo	Tokyo Shiodome Building	82,539 (Note 5)	74,447	81,700	3.1%	3.0%	3.1%	Rich Appraisal Institute K.K.	17.7%	
		Kamiyacho Trust Tower	51,660 (Note 6)	51,238	56,700	2.4%	2.3%	2.5%	Daiwa Real Estate Appraisal Co., Ltd.	11.1%	
		ON Building	39,900	38,710	35,500	3.3%	3.0%	3.4%	Japan Real Estate Institute	8.6%	
		Kioicho Building	34,300	32,784	38,800	3.0%	2.8%	3.2%	Daiwa Real Estate Appraisal Co., Ltd.	7.4%	
		Osaki MT Building	14,386 (Note 7)	12,816	16,700	3.2%	2.9%	3.3%	Japan Real Estate Institute	3.1%	
		Hiroo MTR Building	8,100	8,292	8,440	3.5%	3.3%	3.7%	Daiwa Real Estate Appraisal Co., Ltd.	1.7%	
	Subtotal			230,885	218,289	237,840	—			49.6%	
	Metropolitan area, ordinance- designated cities,etc.	Sendai MT Building	15,800 (Note 8)	15,895	15,800	4.4%	4.2%	4.6%	Daiwa Real Estate Appraisal Co., Ltd.	3.4%	
		Midosuji MTR Building	10,170	9,863	10,700	3.4%	3.2%	3.6%	Daiwa Real Estate Appraisal Co., Ltd.	2.2%	
		Tenjin Prime	7,050 (Note 9)	6,586	9,840	3.4%	3.2%	3.5%	Japan Real Estate Institute	1.5%	
		Shin-Yokohama TECH Building	6,900	6,456	8,820	4.2%	4.0%	4.5%	Chuo-Nittochi Solutions Co., Ltd.	1.5%	
	Subtotal			39,920	38,801	45,160	—			8.6%	
	Subtotal			270,805	257,091	283,000	—			58.2%	
	Hotels	Major cities across Japan	Shangri-La Tokyo	49,200	49,007	50,800	3.2%	2.9%	3.3%	Japan Real Estate Institute	10.6%
			Hotel Okura Kobe	19,000	15,060	17,600	4.7%	4.5%	4.8%	Rich Appraisal Institute K.K.	4.1%
Courtyard by Marriott Shin-Osaka Station			17,400	17,270	18,300	4.1%	3.8%	4.2%	Japan Real Estate Institute	3.7%	
Courtyard by Marriott Tokyo Station (Note 10)			17,017	16,909	17,578	3.7%	3.4%	3.8%	Japan Real Estate Institute	3.7%	
Hotel Sunroute Plaza Shinjuku			32,500	32,343	33,500	3.4%	3.2%	3.5%	Japan Real Estate Institute	7.0%	
Subtotal			135,117	130,592	137,778	—			29.0%		
Famous tourist sites		Hilton Odawara Resort & Spa (Note 11)	7,100	7,159	7,200	4.6%	4.4%	4.7%	Rich Appraisal Institute K.K.	1.5%	
Subtotal			7,100	7,159	7,200	—			1.5%		
Subtotal			142,217	137,751	144,978	—			30.5%		
Other	—	SHIBUYA FLAG	32,040	32,324	41,800	3.1%	2.9%	3.2%	Japan Real Estate Institute	6.9%	
		Ito-Yokado Shonandai	11,600	9,527	10,800	5.4%	5.1%	5.6%	Japan Real Estate Institute	2.5%	
		Hashimoto MTR Building	3,730 (Note 12)	3,508	3,240	4.6%	4.0%	4.5%	Japan Real Estate Institute	0.8%	

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Use (Note 1)	Region	Property name	Acquisition Price (Note 2) (Millions of yen)	Book value at the end of fiscal period (Millions of yen)	End-of-period appraisal value (Note 3) (Millions of yen)	Discounted cash flow (DCF) method			Appraiser	Investment ratio (Note 4)
						Direct reduction method Cap rate	Discount rate	Terminal cap rate		
Other	—	Frespo Inage	2,100 (Note 13)	2,193	2,600	— (Note 14)	7.9%	— (Note 15)	Japan Real Estate Institute	0.5%
		Park Lane Plaza	3,200	3,073	4,360	3.3%	3.9%	3.0%	Chuo-Nittochi Solutions Co., Ltd.	0.7%
Subtotal			52,670	50,627	62,800	—				11.3%
Total			465,692	445,470	490,778	—				100.0%

(Note 1) The attribution of properties that have more than one use is judged based on their main use. Tokyo Shiodome Building, Kamiyacho Trust Tower and Kioicho Building are categorized as “Office building”, which is the main use of the buildings, and SHIBUYA FLAG is categorized as “Other” as its main use is retail facilities. The same applies thereafter.

(Note 2) The “Acquisition price” stated is the amount (sales prices stated in sales contracts, etc.) that were incurred when the relevant Portfolio was acquired. However, for properties owned by MTH, the appraisal value as of the end of February 2023, which is their worth at the time of merger with MTH, is shown. The same applies thereafter.

(Note 3) The “End-of-period appraisal value” stated is the value that was calculated based on the capitalization method (based on the price as of August 31, 2024) by real estate appraisers in accordance with MTR’s rules and the Investment Corporation Calculation Rules (Cabinet Office Ordinance No. 47, 2006; including revisions thereafter).

(Note 4) The “Investment ratio” is the ratio of the acquisition prices of each asset against the total acquisition price of the Portfolio, and is rounded to the first decimal place.

(Note 5) The acquisition price of Tokyo Shiodome Building indicated is equivalent to 37.5178% of the co-ownership interest held by MTR as of August 31, 2024, out of 110,000 million yen, which is the acquisition price of 50% of the co-ownership interest of the property concerned, due to the sale of 6.2411% co-ownership interest on July 1, 2021, and the sale of 6.2411% co-ownership interest on October 1, 2021.

(Note 6) The acquisition price of Kamiyacho Trust Tower stated is the total amount of the acquisition prices on July 1, 2021 (13,980 million yen), October 1, 2021 (13,980 million yen) and March 1, 2023 (23,700 million yen).

(Note 7) The acquisition price of Osaki MT Building stated is the total amount of the acquisition prices on March 31, 2005 (7,870 million yen), October 28, 2005 (5,656 million yen) and January 30, 2015 (860 million yen).

(Note 8) The acquisition price of Sendai MT Building stated is the total amount of the acquisition prices on February 28, 2023 (5,266 million yen), August 31, 2023 (5,266 million yen) and February 29, 2024 (5,266 million yen).

(Note 9) The acquisition price of Tenjin Prime stated is the total amount of the acquisition prices on July 12, 2012 (6,940 million yen), December 1, 2021 (110 million yen).

(Note 10) The acquisition prices and the appraisal value at end of period for Courtyard by Marriott Tokyo Station are the figures corresponding to MTR’s quasi-co-ownership interest in the trust beneficiary right of 935/1,000.

(Note 11) The acquisition prices and the appraisal value at end of period for Hilton Odawara Resort & Spa are the figures corresponding to MTR’s quasi-co-ownership interest in the trust beneficiary right of 50/100.

(Note 12) The acquisition price of Hashimoto MTR Building indicated is equivalent to 50% of the co-ownership interest held by MTR as of August 31, 2024, out of 7,460 million yen due to the sale of 50% co-ownership interest on April 23, 2024.

(Note 13) The acquisition price of Frespo Inage stated is the amount equivalent to 50% of 4,200 million yen, the acquisition price of the entire property in question, due to the sale of 50% of the land in trust on February 29, 2012.

(Note 14) The direct capitalization method is not adopted for Frespo Inage.

(Note 15) The terminal cap rate of Frespo Inage has not been stipulated.

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(ii) Details of the situation of leasing of the Portfolio

The situation of leasing of the Portfolio held by MTR as of August 31, 2024 is as follows.

Of the Portfolio held by MTR, the property in the Portfolio whose rental revenues account for 10% of the total rental revenues of the entire Portfolio or higher in the fiscal period ended August 31, 2024 (six months from March 1, 2024 to August 31, 2024) is 1 property, only Tokyo Shiodome Building.

Situation of leasing of the Portfolio

Use	Region	Property name	Total rental revenues (Note 1) (Millions of yen)	Ratio to total rental revenues ratio (Note 2)	Total rentable area (Note 3) (m ²)	Total rent area (Note 3) (m ²)	Total number of tenants
Office building	Central Tokyo	Tokyo Shiodome Building (Note 4)	1,694	15.3%	71,806.84	71,806.84	1 (25)
		Kamiyacho Trust Tower (Note 5)	948	8.5%	13,479.44	13,479.44	1 (7)
		ON Building	Undisclosed (Note 6)	Undisclosed (Note 6)	20,654.60	20,654.60	1
		Kioicho Building (Note 7)	1,068	9.6%	24,748.48	24,619.25	42 (77)
		Osaki MT Building (Note 8)	299	2.7%	24,495.21	24,495.21	1 (18)
		Hiroo MTR Building (Note 9)	161	1.5%	4,946.36	4,809.63	9
	Metropolitan area, ordinance-designated cities, etc.	Sendai MT Building (Note 10)	659	5.9%	39,010.23	39,010.23	1 (43)
		Midosuji MTR Building (Note 11)	308	2.8%	15,129.16	15,129.16	1 (30)
		Tenjin Prime (Note 9)	242	2.2%	5,909.40	5,909.40	13
		Shin-Yokohama TECH Building	355	3.2%	18,117.03	17,129.85	20
Hotels	Major cities across Japan	Shangri-La Tokyo	975	8.8%	22,755.55	22,755.55	1
		Hotel Okura Kobe	627	5.7%	72,246.86	72,246.86	1
		Courtyard by Marriott Shin-Osaka Station	385	3.5%	13,881.47	13,881.47	1
		Courtyard by Marriott Tokyo Station	370	3.3%	5,255.05	5,255.05	1
		Hotel Sunroute Plaza Shinjuku	653	5.9%	21,248.23	21,248.23	1
	Famous tourist sites	Hilton Odawara Resort & Spa	208	1.9%	25,302.83	25,302.83	1
Other	—	SHIBUYA FLAG (Note 9)	Undisclosed (Note 6)	Undisclosed (Note 6)	5,983.86	5,983.86	4
		Ito-Yokado Shonandai	375	3.4%	53,393.66	53,393.66	1
		Hashimoto MTR Building	0	0.0%	20,141.88	0.00	0
		Frespo Inage	123	1.1%	39,556.71	39,556.71	1
		Park Lane Plaza (Note 12)	113	1.0%	4,443.03	4,443.03	18
Total (Note 13)			11,095	100.0%	522,505.88	501,110.86	120 (273)

(Note 1) “Total rental revenues” stated are rental revenues (rent, common charges, other rental revenues, etc.) for the fiscal period ended August 31, 2024.

(Note 2) The “Ratio to total rental revenues” is rounded to the first decimal place.

(Note 3) The “Total rentable area” includes a rentable area that is able to be used for use other than the main use in question (offices, stores, warehouses, etc.), in addition to the rentable area that is able to be used for leasing, the main use of the Portfolio, and the “Total rentable area” stated is the total area of the areas as described above (including common areas, etc. that are leased). In addition, “Total rent area” is included in the rentable area and is the area that has been actually leased through the execution of lease contracts. The area of the Tokyo Shiodome Building stated is the area calculated by multiplying MTR’s co-owned interest (375,178/1,000,000) by the total rentable area and rent area of the building (191,394.06m²). The area stated for Kamiyacho Trust Tower is the rentable area and rent area for the 7th through 9th floors (11,553.81m²), plus the rentable area and rent area for the 14th floor (3,851.27m²) multiplied by MTR’s co-ownership interest (1/2). In addition, the area of the Osaki MT Building stated is the area calculated by

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multiplying MTR's co-owned interest (907,880/1,000,000) by the total rentable area of the building (26,980.68m²). The total leasable area of Sendai MT Building represents the leasable area of the building (42,941.53m²) multiplied by the co-ownership interest of the trust fiduciary, whose sole trust beneficiary is MTR (90,845/100,000). The area stated for Courtyard by Marriott Shin-Osaka Station is the rentable area and rent area of the building (18,758.75 m²) multiplied by MTR's interest (74/100) that is subject to trust beneficiary rights. The area stated for Courtyard by Marriott Tokyo Station is the rentable area and rent area (5,620.38m²) subject to trust beneficiary rights multiplied by MTR's quasi-co-ownership interest (935/1,000) in the trust beneficiary rights. The area stated for Hilton Odawara Resort & Spa is the rentable area and rent area (50,605.67m²) subject to trust beneficiary rights multiplied by MTR's quasi-co-ownership interest (50/100) in the trust beneficiary rights. The area of Hashimoto MTR Building stated is the area calculated by multiplying MTR's co-owned interest (1/2) by the total rentable area of the building (40,283.77m²).

- (Note 4) A master lease agreement, under which rent income is linked to rents under sublease agreements, is used for the office and store sections, and a master lease agreement specifying a fixed rent is used for the hotel section of Tokyo Shiodome Building. The numbers in parentheses of the total number of tenants of the property represent the total number of tenants based on sublease agreements for the office and store section and that based on the master lease agreement for the hotel section.
- (Note 5) A master lease agreement, under which rent income is linked to rents for joint management units, is used for Kamiyacho Trust Tower, and the number in parentheses of the total number of tenants of the property is the total number of tenants of the joint management units. Joint management is the system in which 25 floors from the 6th to the 30th floors are designated as joint management units, each unit owner signs a lease agreement with MORI TRUST CO., LTD., designating the unit owner as the lessor and MORI TRUST CO., LTD. as the lessee, and the lessee subleases each floor as a joint management unit. The lessee distributes the total income generated from these joint management units according to interest ratios based on the exclusively owned area owned by each unit owner.
- (Note 6) The "Rental revenues" and the "Ratio to total rental revenues" of the ON Building, SHIBUYA FLAG and Hashimoto MTR Building are not disclosed because the agreements of the tenants about disclosing rents have not been able to be obtained.
- (Note 7) Regarding the office portion of the Kioicho Building, MTR leases the office portion of the Kioicho Building from a fiduciary trust company under a master lease agreement and subleases it to tenants. Regarding the residential portion, the agreement used is the master lease pass-through model. The total number of tenants of the relevant properties stated above is that under the sublease agreement for the office portion and the master lease agreement for the residential portion. The figure in brackets for the total number of tenants is the total number of tenants based on the sublease agreements of the office and residential portions of the building.
- (Note 8) A master lease agreement under which rent income is linked to rents under a sublease agreement has been concluded for Osaki MT Building. The figure in brackets for the total number of tenants of the building is the total number of tenants based on the sublease agreements.
- (Note 9) MTR leases the land and building of Hiroo MTR Building, Tenjin Prime and SHIBUYA FLAG from a fiduciary trust company under a master lease agreement and subleases it to tenants. The total number of tenants of the above properties is that under the sublease agreements.
- (Note 10) A master lease agreement under which rent income is linked to rents under a sublease agreement has been concluded for Sendai MT Building. The figure in brackets for the total number of tenants of the building is the total number of tenants based on the sublease agreements.
- (Note 11) The agreement used for the Midosuji MTR Building is the master lease pass-through model. The figure in brackets for the number of tenants of the building is the total number of tenants based on the sublease agreements.
- (Note 12) At Park Lane Plaza, if lease contracts for more than one residential unit are concluded with one tenant, the number of residential units is counted as the number of tenants.
- (Note 13) The numbers in parentheses of the total number of tenants represent the total numbers of tenants based on sublease agreements for Kioicho Building, Osaki MT Building, Sendai MT Building, and Midosuji MTR Building and the overall number of tenants in all joint management units for Kamiyacho Trust Tower. The total number of tenants in Tokyo Shiodome Building represents that based on Note 4.

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Occupancy rate of the Portfolio

Use	Region	Property name	Occupancy rate for the last 5 years (Note 1) (%)									
			2024		2023		2022		2021		2020	
			End of Aug.	End of Feb.	End of Aug.	End of Feb.	End of Sep.	End of Mar.	End of Sep.	End of Mar.	End of Sep.	End of Mar.
Office building	Central Tokyo	Tokyo Shiodome Building (Note 2)	100.0 (99.6)	100.0 (99.2)	100.0 (95.8)	100.0 (70.8)	100.0 (66.5)	100.0 (61.3)	100.0 (53.5)	100.0	100.0	100.0
		Kamiyacho Trust Tower (Note 3)	100.0 (99.3)	100.0 (99.3)	100.0 (99.3)	100.0 (99.3)	100.0 (99.3)	100.0 (99.3)	100.0 (97.3)	—	—	—
		ON Building	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
		Kioicho Building (Note 4)	99.5 (98.9)	99.9 (98.2)	97.9 (97.4)	97.8 (95.6)	94.5 (92.6)	96.3 (95.6)	89.7 (89.7)	90.8 (89.5)	99.9 (98.7)	99.9 (98.7)
		Osaki MT Building (Note 5)	100.0 (84.0)	100.0 (82.3)	100.0 (85.2)	100.0 (88.3)	100.0 (95.6)	100.0 (95.2)	100.0 (85.8)	100.0 (85.0)	100.0 (99.1)	100.0 (97.8)
		Hiroo MTR Building (Note 6)	97.2	96.4	92.4	92.4	100.0	87.5	87.5	100.0	100.0	100.0
		Subtotal (Note 7)	99.8 (97.7)	99.9 (97.1)	99.4 (95.9)	99.4 (85.9)	99.1 (84.8)	99.0 (82.8)	98.0 (75.1)	98.7 (97.1)	99.9 (99.7)	99.9 (99.6)
	Metropolitan area, ordinance-designated cities, etc.	Sendai MT Building (Note 8)	100.0 (99.6)	100.0 (99.3)	100.0 (99.1)	100.0 (99.9)	—	—	—	—	—	—
		Midosuji MTR Building (Note 9)	100.0 (97.2)	100.0 (100.0)	100.0 (100.0)	100.0 (100.0)	100.0 (96.4)	100.0 (100.0)	100.0 (100.0)	100.0 (95.6)	100.0 (98.4)	100.0 (100.0)
		Tenjin Prime (Note 6)	100.0	89.1	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
		Shin-Yokohama TECH Building	94.6	100.0	89.1	78.0	71.7	59.9	100.0	100.0	100.0	100.0
		Subtotal (Note 7)	98.7 (97.7)	99.2 (98.6)	97.0 (95.8)	92.4 (90.5)	86.9 (83.9)	81.4 (78.7)	100.0 (100.0)	100.0 (98.7)	100.0 (99.5)	100.0 (100.0)
		Subtotal (Note 7)	99.5 (97.7)	99.6 (97.6)	98.7 (95.8)	97.6 (87.1)	96.6 (84.6)	95.4 (81.8)	98.4 (80.6)	98.9 (97.3)	99.9 (99.7)	99.9 (99.7)
	Hotels	Major cities across Japan	Shangri-La Tokyo	100.0	100.0	100.0	—	—	—	—	—	—
Hotel Okura Kobe			100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
Courtyard by Marriott Shin-Osaka Station			100.0	100.0	100.0	—	—	—	—	—	—	
Courtyard by Marriott Tokyo Station			100.0	100.0	100.0	—	—	—	—	—	—	
Hotel Sunroute Plaza Shinjuku			100.0	100.0	100.0	—	—	—	—	—	—	
		Subtotal (Note 7)	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
Famous tourist sites		Hilton Odawara Resort & Spa	100.0	100.0	100.0	—	—	—	—	—	—	
	Subtotal (Note 7)	100.0	100.0	100.0	—	—	—	—	—	—		
	Subtotal (Note 7)	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
Other	—	SHIBUYA FLAG (Note 6)	100.0	100.0	100.0	100.0	100.0	100.0	92.2	92.2	100.0	
		Ito-Yokado Shonandai	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
		Hashimoto MTR Building	0.0	0.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
		Frespo Inage	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	
		Park Lane Plaza	100.0	96.0	96.7	96.7	96.8	100.0	100.0	95.9	100.0	
	Subtotal (Note 7)	83.7	71.8	98.1	96.3	94.6	94.7	99.7	99.6	100.0		
	Total (Note 7)	95.9 (94.8)	92.4 (90.8)	98.9 (97.9)	97.6 (93.1)	96.5 (91.6)	96.0 (90.5)	99.1 (91.9)	99.3 (98.6)	99.9 (99.9)	99.9 (99.8)	

(Note 1) The “Occupancy rate” is rounded to the first decimal place. The occupancy rate stated for each Portfolio is the percentage of the total rented area out of the total rentable area. The subtotal of the occupancy rate for each category (or the total occupancy rate of the entire Portfolio) is the percentage of the subtotal (or the total) rented area out of the subtotal (or the total) rentable area. The subtotal and total occupancy rates stated are the rates based on the Portfolio held by MTR as of the end of each fiscal period. If the result of rounding is 100.0%, however, the rate is indicated as 99.9% by rounding down the second decimal place to the nearest first decimal place.

(Note 2) A master lease agreement, under which rent income is linked to rents under sublease agreements, has been used for the office and store sections, and a master lease agreement specifying a fixed rent has been used for the hotel section of Tokyo Shiodome Building since April 1, 2021. Therefore, the numbers in parentheses of the occupancy rates of the properties after September 30, 2021, represent occupancy rates based on sublease agreements for the office and store section and occupancy rates based on the master lease agreement for the hotel section.

(Note 3) A master lease agreement, under which rent income is linked to the rents for joint management units, is used for Kamiyacho Trust Tower, and the number in parentheses of the occupancy rate of the property is the occupancy rate of the entire joint management units.

(Note 4) Regarding the office portion of the Kioicho Building, MTR leases the office portion of the Kioicho Building from a fiduciary trust company under a

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master lease agreement and subleases it to tenants. Regarding the residential portion, the agreement used is the master lease pass-through model. The occupancy rates of the relevant properties stated above are those under the sublease agreement for the office portion and the master lease agreement for the residential portion. The figures in brackets for the occupancy rates are the occupancy rates based on the sublease agreements of the office and residential portions of the building.

- (Note 5) A master lease agreement under which rent income is linked to rents under a sublease agreement has been concluded for Osaki MT Building. The figures in brackets for the occupancy rates of the building are the occupancy rates of tenants based on the sublease agreements.
- (Note 6) MTR leases the land and building of Hiroo MTR Building, Tenjin Prime and SHIBUYA FLAG from a fiduciary trust company under a master lease agreement and subleases it to tenants. The occupancy rates of the above properties are those under the sublease agreements.
- (Note 7) The numbers in parentheses of subtotal and total occupancy rates represent occupancy rates based on sublease agreements for Kioicho Building, Osaki MT Building, Sendai MT Building, and Midosuji MTR Building and the occupancy rate calculated based on the occupancy rate of the entire joint management units for Kamiyacho Trust Tower. The occupancy rate of Tokyo Shiodome Building after September 30, 2021, was calculated according to Note 2.
- (Note 8) A master lease agreement under which rent income is linked to rents under a sublease agreement has been concluded for Sendai MT Building. The figures in brackets for the occupancy rates of the building are the occupancy rates of tenants based on the sublease agreements.
- (Note 9) The agreement used for the Midosuji MTR Building is the master lease pass-through model. The figures in brackets for the occupancy rates of the building are the occupancy rates based on the sublease agreement.

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This report contains translations of selected information described in the Financial Release (Kessan-Tanshin) prepared under the timely-disclosure requirements of the Tokyo Stock Exchange, and portions of the Financial Statements and the Performance Information Report for the fiscal period ended August 31, 2024 from March 1, 2024 to August 31, 2024, of MORI TRUST REIT, Inc. (MTR), prepared pursuant to the Law Concerning Investment Trusts and Investment Corporations of Japan.

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