

January 22, 2019

REIT Securities Issuer

Healthcare & Medical Investment Corporation (HCM)

3-3, Kanda-ogawamachi, Chiyoda-ku, Tokyo

Representative: Executive Director Seiji Yoshioka

(Securities Code: 3455)

Asset management company

Healthcare Asset Management Co., Ltd.

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**Notice Concerning Determination of Price and Other Matters for Issuance and Secondary Offering of New Investment Units**

We would like to announce that Healthcare & Medical Investment Corporation (hereinafter “HCM”) determined at the board of directors’ meeting of HCM held today the issue price as well as the secondary offer price concerning issuance and secondary offering of investment units as resolved at the board of directors’ meeting of HCM held on January 11, 2019.

Details

1. Issuance of new investment units by public offering

- |  |   |
|--|---|
| (1) Number of investment units issued  | 112,280 units   |
| (2) Paid-in amount (issue value)       | 107,555 yen per unit                                      |
| (3) Total paid-in amount (issue value) | 12,076,275,400 yen  |
| (4) Issue price (offer price)          | 111,442 yen per unit                                      |
| (5) Total issue price (offer price)    | 12,512,707,760 yen  |
| (6) Period of application              | From January 23, 2019 (Wed.) to January 24, 2019 (Thurs.) |
| (7) Payment date                       | February 1, 2019 (Fri.)                                   |
| (8) Delivery date                      | February 4, 2019 (Mon.)                                   |

(Note) The underwriters will underwrite investment units at the paid-in amount (issue value) and place them at the issue price (offer price).

2. Secondary offering of investment units (by over-allotment)

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|--|---|
| (1) Number of investment units offered | 5,614 units   |
| (2) Secondary offer price              | 111,442 yen per unit                                      |
| (3) Total secondary offer value        | 625,635,388 yen   |
| (4) Period of application              | From January 23, 2019 (Wed.) to January 24, 2019 (Thurs.) |
| (5) Delivery date                      | February 4, 2019 (Mon.)                                   |

3. Issuance of new investment units by third-party allotment (hereinafter “Third-Party Allotment”)

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|--|-------------------------------|
| (1) Paid-in amount (issue value)                 | 107,555 yen per unit          |
| (2) Total paid-in amount (issue value)           | 603,813,770 yen (upper limit) |
| (3) Period of application (Application deadline) | February 26, 2019 (Tues.)     |
| (4) Payment date                                 | February 27, 2019 (Wed.)      |

(Note) For investment units that no investor will subscribe for during the period of application (application deadline) mentioned in (3) above, issuance will be canceled.



<Reference>

1. Calculation of issue price and secondary offer price

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|--|--------------------------|-------------|
| (1) Calculation reference date and price | January 22, 2019 (Tues.) | 117,400 yen |
| (2) Discount rate                        | 2.5%                     |             |

(Note) Calculated by subtracting the 8th fiscal period (ending January 2019) forecast distribution per unit (excluding forecast distribution in excess of earnings) of 2,773 yen and forecast distribution in excess of earnings per unit of 327 yen from the closing price in regular trading of the investment units of HCM on Tokyo Stock Exchange, Inc. as of the calculation reference date.

2. Syndicate covering transaction period

From January 25, 2019 (Fri.) to February 22, 2019 (Fri.)

3. Usage of funds raised

HCM will use the proceeds from the primary offering (12,076,275,400 yen) to pay a part of the funds for acquisition of the assets that HCM plans on acquiring as outlined in “Notice Concerning Acquisition and Leasing of Assets” announced on January 11, 2019 (hereinafter “To-be-Acquired Assets”). The proceeds from the issuance of new investment units by the Third-Party Allotment resolved on the same date as the primary offering (603,813,770 yen (upper limit)) will be used to repay the loans that HCM borrowed as funds for acquisition of the To-be-Acquired Assets or will be used as cash on hand to pay a part of the funds for acquisition of specified assets (as defined in Article 2, Paragraph 1 of the Act on Investment Trusts and Investment Corporations) in the future.

(Note) HCM plans to deposit the funds raised from the Third-Party Allotment with a financial institution until disbursement.

\* This material will be distributed to the Kabuto Club, Press Club of MLIT and Construction Trade Journal Press Club of MLIT.

\* Website of HCM: <http://www.hcm3455.co.jp/en/>