

**Provisional Translation Only**

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Japan Hotel and Resort, Inc. (TSE code: 8981)

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Notice regarding the Monthly Disclosure of Hotel Performance Results for January 2011

We hereby announce results of the monthly total revenues, the guest room occupancy rates in the room segment, the ADR, and the RevPAR of Japan Hotel and Resort, Inc. (hereinafter “JHR”) for January 2011 as follows. JHR will continue to provide monthly disclosures about the hotels with payments of variable rents for which we are able to obtain consent for disclosure from Hotel Management Japan K.K., the hotel lessee.

Hotel / Indicator		2011 January (FY 2011)	Change from the same month of FY 2010 (Note 6)	(Reference) Cumulative total (Note 7)	(Reference) Change in cumulative total from FY 2010 (Note 8)
Kobe Meriken Park Oriental Hotel	Occupancy Rate (%)	66.5%	-4.1%	82.7%	8.1%
	ADR (Yen)	12,050	-435	13,659	-1,052
	RevPAR (Yen)	8,019	-802	11,302	325
	Total Revenues (Million Yen)	372	-34	2,456	-156
Oriental Hotel Tokyo Bay	Occupancy Rate (%)	87.5%	11.1%	93.5%	7.1%
	ADR (Yen)	14,091	723	16,540	-149
	RevPAR (Yen)	12,330	2,121	15,473	1,047
	Total Revenues (Million Yen)	510	36	2,869	123
Namba Oriental Hotel	Occupancy Rate (%)	78.2%	2.7%	82.0%	1.5%
	ADR (Yen)	9,496	472	9,774	567
	RevPAR (Yen)	7,431	617	8,014	604
	Total Revenues (Million Yen)	151	10	777	47
Hotel Nikko Alivila	Occupancy Rate (%)	72.2%	25.1%	69.7%	10.3%
	ADR (Yen)	16,253	-3,854	20,109	-3,187
	RevPAR (Yen)	11,729	2,264	14,014	171
	Total Revenues (Million Yen)	317	73	1,735	80

Oriental Hotel Hiroshima	Occupancy Rate (%)	57.5%	-1.8%	68.3%	-2.9%
	ADR (Yen)	8,297	-158	8,770	-208
	RevPAR (Yen)	4,768	-246	5,993	-404
	Total Revenues (Million Yen)	116	-15	846	-58
Total	Total Revenues (Million Yen)	1,466	70	8,682	35

Comments from Japan Hotel & Resort K.K. (Asset Management Company) about the January results:

#### Kobe Meriken Park Oriental Hotel

In the room segment, both occupancy rates and ADR were lower than in the same month of FY 2010 as there was no big event held in Kobe city this year, and as a result, revenues were lower than in the same month of FY2010. In the food & beverages segment, revenues for the overall segment were lower than in the same month of FY2010 due to the decrease in the number of weddings and restaurant guests. As a result, the total revenues of the hotel were approximately 34 million yen lower than in the same month of FY2010.

#### Oriental Hotel Tokyo Bay (Former Shin-Urayasu Oriental Hotel)

In the room segment, while the market is on a recovery path, both ADR and occupancy rates were higher than in the same month of FY2010 as our sales of products matched to demand were successful, so revenues were higher than in the same month of FY2010. In the food & beverages segment, revenues for the overall segment were higher than in the same month of FY2010 as the number of restaurant guests increased resulting from the rise in room occupancy. As a result, the total revenues of the hotel were approximately 36 million yen higher than in the same month of FY2010.

#### Namba Oriental Hotel

In the room segment, both occupancy rates and ADR were higher than in the same month of FY2010 because the measure to expand our sales channel was successful. In the food & beverages segment, restaurant revenues were higher than in the same month of FY2010 because the occupancy rates and the food intake ratio improved by the various measures we took and because the number of guests increased due to our attraction of group tours. As a result, the total revenues of the hotel were approximately 10 million yen higher than in the same month of FY2010.

#### Hotel Nikko Alivila

In the room segment, although the number of visitors to the main island of Okinawa was lower than in the same month of FY2010, occupancy rates were higher than in the same month of FY2010 due to our aggressive sales of low-price products, so revenues were higher than in the same month of FY2010. In the food & beverages segment, revenues for the overall segment were higher than in the same month of FY2010 as the number of restaurant guests increased resulting from the rise in room occupancy. As a result, the total revenues of the hotel were approximately 73 million yen higher than in the same month of FY2010.

#### Oriental Hotel Hiroshima

In the room segment, although we enhanced our channel for attracting guests, both occupancy rates and ADR were lower than in the same month of FY2010, so revenues were lower than in the same month of FY2010. In the food & beverage segment, revenues for the general banquets were higher than in the same month of FY2010 but revenues for the overall segment were lower than in the same month of FY2010 due to the decrease in the number of weddings. As a result, the total revenues of the hotel were approximately 15 million yen lower than in the same month of FY2010.

- (Note 1) The above comments were prepared based on information provided by the lessee to the asset management company, and have been provided simply as reference information regarding overall trends. Please note that the figures and information seen within the comments have not been subject to procedures such as audits, etc., and cannot be examined independently by the asset management company, and the accuracy as well as completeness of individual figures and content cannot be guaranteed.
- (Note 2) Since the figures for each month have not undergone procedures such as audits, etc., the amount that is the total of each month may not match that of the six-month and one-year revenue totals in the mid-term reports and financial reports submitted later. Furthermore, the figures may differ from the revenues for each month in the mid-term reports and financial reports.
- (Note 3) ADR (Average Daily Rate):  
Total room revenues during a certain period (excluding service charge) / Total number of rooms sold to the guests during the same period.
- (Note 4) RevPAR (Revenue Per Available Room):  
Total room revenues during a certain period / Total number of rooms in service to the guests during the same period.
- (Note 5) Occupancy rate is rounded off to the first decimal place. ADR & RevPAR are rounded off to the nearest yen. Revenues are rounded off to the nearest million yen.
- (Note 6) The change from the same month of FY 2010 is the change between the month under review and the same month in FY 2010.
- (Note 7) The cumulative total is the cumulative values from the beginning of the term under review to the month under review.
- (Note 8) The change in cumulative total from FY 2010 is the change between the cumulative value from the beginning of the term under review to the month under review, and the cumulative value from the beginning of FY 2010 to month under review in FY 2010.

\* Japan Hotel and Resort, Inc. website: <http://www.jhrth.com/>