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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 December 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 December 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 December (FY 2012)	Change from the same month of FY 2011 (Note 6)	(Reference) Cumulative total (Note 7)	(Reference) Change in cumulative total from FY 2011 (Note 8)
Kobe Meriken Park Oriental Hotel	Occupancy Rate (%)	81.9%	-7.7%	82.8%	-4.1%
	ADR (Yen)	17,598	1,811	15,399	1,427
	RevPAR (Yen)	14,407	268	12,745	608
	Total Revenues (Million Yen)	507	-11	2,050	-34
Oriental Hotel Tokyo Bay	Occupancy Rate (%)	99.1%	9.0%	99.0%	4.0%
	ADR (Yen)	19,097	219	17,199	86
	RevPAR (Yen)	18,922	1,915	17,035	763
	Total Revenues (Million Yen)	657	72	2,474	115
Namba Oriental Hotel	Occupancy Rate (%)	86.8%	2.8%	84.9%	2.0%
	ADR (Yen)	10,778	688	10,091	251
	RevPAR (Yen)	9,358	885	8,568	406
	Total Revenues (Million Yen)	176	10	618	-8
Hotel Nikko Alivila	Occupancy Rate (%)	54.9%	6.2%	75.8%	6.7%
	ADR (Yen)	23,055	939	20,785	-347
	RevPAR (Yen)	12,666	1,894	15,749	1,155
	Total Revenues (Million Yen)	325	49	1,586	168
Oriental Hotel Hiroshima	Occupancy Rate (%)	76.2%	10.2%	77.3%	6.2%
	ADR (Yen)	8,327	-567	8,342	-525
	RevPAR (Yen)	6,342	477	6,447	143
	Total Revenues (Million Yen)	210	5	752	23
Total	Total Revenues (Million Yen)	1,876	127	7,481	264

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

#### Kobe Meriken Park Oriental Hotel

In the room segment, although the number of foreign visitors to Japan and other factors has declined, ADR increased because the impact of the Great East Japan Earthquake (herein after the “earthquake disaster”) has lessened and we brought in domestic demand centered on leisure customers, so revenues were higher than in the same month of FY2011. In the food and beverages segment, revenues for the overall segment were lower than in the same month of FY2011 due to the decrease in the number of weddings. As a result, the total revenues of the hotel were approximately 11 million yen lower than in the same month of FY2011.

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

In the room segment, occupancy rates were higher than in the same month of FY2011 due to the effect of Tokyo Disney Sea’s 10th anniversary, so revenues were higher than in the same month of FY2011. In the food and beverages segment, revenues for the overall segment were higher than in the same month of FY2011 due to the increase in the number of weddings. As a result, the total revenues of the hotel were approximately 72 million yen higher than in the same month of FY2011.

#### Namba Oriental Hotel

In the room segment, the impact of the earthquake disaster has lessened and both occupancy rates and ADR increased due to diversification of our channels for attracting guests and our wide range of products, so revenues were higher than in the same month of FY2011. Restaurant revenues were lower than in the same month of FY2011 due to the decline in the number of guests in the restaurants, and in the tenant segment some tenant rents declined, but the total revenues of the hotel were approximately 10 million yen higher than in the same month of FY2011.

#### Hotel Nikko Alivila

The room segment is recovering from the impact of the earthquake disaster primarily due to demand from leisure customers, and both occupancy rates and ADR were higher than in the same month of FY2011, so revenues were also higher than in the same month of FY2011. In the food and beverages segment, wedding revenues were higher than in the same month of FY2011 due to the increase in the number of weddings, so revenues for the overall segment were higher than in the same month of FY2011. As a result, the total revenues of the hotel were approximately 49 million yen higher than in the same month of FY2011.

#### Oriental Hotel Hiroshima

In the room segment, occupancy rates were higher than last year because our efforts to bring in demand by enhancing our channels for attracting guests although ADR was lower than last year, so revenues were higher than last year. In the food and beverages segment, the revenues for the overall segment were higher than in the same month of FY2011 due to the increase in the number of general banquets.. As a result, the total revenues of the hotel were approximately 5 million yen higher than in the same month of FY2011.

- (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 3) 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 4) 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 5) 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 6) 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 7) The change from the same month of FY 2011 is the change between the month under review and the same month in FY 2011.
- (Note 8) The cumulative total is the cumulative values from the beginning of the term under review to the month under review.

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