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January 20, 2016

REIT Issuer:

Japan Hotel REIT Investment Corporation (TSE code: 8985)

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Notice Concerning Completion of Acquisition of Investment Units by Asset Management Company

Japan Hotel REIT Investment Corporation (hereinafter called “JHR”) is pleased to announce that Japan Hotel REIT Advisors Co., Ltd., the asset management company entrusted by JHR with asset management (hereinafter called the “Asset Management Company”), completed today the acquisition (hereinafter called the “Acquisition”) of investment units of JHR (hereinafter called “JHR investment units”) in accordance with The Investment Trusts Association, Japan’s “Regulations on Business Operations, etc. of Full-Members” and “Detailed Regulations on the Regulations on Business Operations, etc. of Full-Members” (hereinafter collectively referred to as the “JITA Regulations, etc.”) at the meeting of the Board of Directors of the Asset Management Company held on January 5, 2016 as detailed below.

The Acquisition took place in the event of the issuance of new investment units through primary offering (hereinafter called the “Primary Offering”) and secondary offering (hereinafter called the “Secondary Offering Through Over-Allotment”) that were resolved by JHR at the meeting of the Board of Directors of JHR held on January 4, 2016 and January 13, 2016, upon which, of the 170,000 units of JHR investment units subject to the primary offering, the underwriters sold 2,500 units to the Asset Management Company as the party designated as purchaser by JHR.

1. Summary of the acquisition

(1) Date of acquisition

January 20, 2016 (Wednesday)

(2) Number of units and total amount of JHR investment units subject to acquisition

Number of units: 2,500 units

Total amount: JPY 212,550,000.-

Note: This document is intended to serve as a press release to make available the information on acquisition of investment units by the asset management company of JHR. This document should not be construed as an offer to sell or solicitation of an offer to purchase any investment units or other investment of JHR.

(3) Number of units and total amount of JHR investment units held by Asset Management Company after Acquisition

Number of units: 2,500 units

Total amount: JPY 212,550,000.- (The total amount is the total amount of the acquisition price of JHR investment units held by the Asset Management Company.)

(4) Method of acquisition

The method was by designation of the party as purchaser in the Primary Offering.

(5) Other necessary matters from investor protection point of view

The purpose of the Asset Management Company's acquisition of JHR investment units is to make clear commitment on JHR's growth going forward.

The Asset Management Company plans to hold investment units acquired through the Acquisition in the light of the above-mentioned purpose.

2. Other

After the Asset Management Company acquires JHR investment units, the JHR investment units shall be administrated and managed in accordance with the JITA Regulations, etc. and internal codes of the Asset Management Company.

For the Primary Offering and Secondary Offering Through Over-Allotment, please refer to "Notice Concerning Issuance of New Investment Units and Secondary Offering" dated January 4, 2016 and "Notice Concerning Determination of Prices, etc. for Issuance of New Investment Units and Secondary Offering" dated January 13, 2016. Also, for the Acquisition, please refer to "Notice Concerning Acquisition of Investment Units by Asset Management Company" dated January 5, 2016 together with this press release.

\* Website of Japan Hotel REIT Investment Corporation: <http://www.jhrth.co.jp/en/>