

September 29, 2005

For Translation purpose only

For Immediate Release

Japan Prime Realty Investment Corporation
Hirohito Kaneko
Executive Officer
(Securities Code: 8955)

Inquiries:
Tokyo Realty Investment Management, Inc.
Takeshi Maki
Director and Chief Financial Officer
TEL: +81-3-3516-1591

Notice Concerning Sale of the Park East Sapporo

Japan Prime Realty Investment Corporation (JPR) today announced its decision to sell the Park East Sapporo, as detailed in brief below. The property is scheduled for sale on November 30, 2005.

Details

1. Reason for Sale

The decision to sell the Park East Sapporo is in accordance with JPR's fundamental investment policy and was made after giving due consideration to the current status of real estate markets, an evaluation of future earnings and changes in property prices, portfolio composition and diversification, and the impact on cash distributions.

2. Sale Details (Planned)

- | | |
|--|---|
| 1. Type of Asset to Be Sold | Beneficiary interest |
| 2. Property Name | Park East Sapporo |
| 3. Date Property Was Acquired | June 18, 2002 |
| 4. Sale Price | ¥2,400,000,000 (excluding property tax and urban planning tax, both on a pro rata basis, and consumption tax) |
| 5. Book Value | ¥2,151,166,089 (as of June 30, 2005) |
| 6. Difference Between Sale Price and Book Value | ¥248,833,911 (4-5 above) |
| 7. Contract Date | September 30, 2005 |
| 8. Settlement Date | November 30, 2005 |
| 9. Buyer | Heiwa Real Estate Co., Ltd. |
| 10. Sale Method | Sale of beneficiary interest in the listed property to the listed buyer |
| 11. Brokerage Fee | ¥72,000,000 (excluding consumption tax, which is paid separately) |

3. Details of Property for Planned Sale

Type of Asset		Beneficiary interest	Acquisition Price	¥2,150 million
Term of Trust		April 24, 2001 to April 23, 2011	Asset Custodian	UFJ Trust Bank Limited
Acquisition Date		June 18, 2002	Appraisal Value	¥1,720 million (As of June 30, 2005)
Land	Location	1-2-2, Minami-ichijohigashi, Chuo-ku, Sapporo-shi, Hokkaido (Land)	Site Area (Land)	Total Site Area 1,808.26m ²
				Area for Sale 1,808.26m ²
Type of Ownership		Full ownership	Site Classification	Commercial/Retail use
Bldg.	Type of Structure	SRC B1/8F	Floor Space	Total Bldg. 10,865.75m ²
	Type of Ownership	Full ownership		Area for Sale 10,865.75m ²
	Total Leasable Floor Space	7,647.53m ² (As of September 29, 2005)	Construction Completion Date	November 1985
	Total Leased Floor Space	6,847.37m ² (As of September 29, 2005)	Use	Office use
			PML	7.3%

Note: The appraisal value has been provided by Daiwa Real Estate Appraisal Co., Ltd. In addition, Probable Maximum Loss (PML) has been prepared and disclosed in an earthquake risk report by the Shinozuka Research Institute.

4. Details of Buyer

Company Name	Heiwa Real Estate Co., Ltd.
Head Office Address	1-10, Nihonbashi Kabuto-cho, Chuo-ku, Tokyo
Representative	Kenichi Isaka, President and Director
Capital	¥5,814 million (as of March 31, 2005)
Principal Activities	Real Estate
Relationship with JPR	None

5. Sales Agent Profile

1) Sales Agent: Tokyo Tatemono Co., Ltd.

Tokyo Tatemono Co., Ltd. is a shareholder of JPR's asset management company, Tokyo Realty Investment Management, Inc., and acting in its capacity as sales agent, falls within the scope of interested parties as defined by JPR's Board of Directors. JPR has provided its acknowledgement for this transaction. Interested parties differ from related parties as defined in the Investment Trust Law and ordinances relating to investment corporations.

2) Brokerage Fee: ¥72,000,000 (3% of the sale price, excluding consumption tax)

6. Schedule

September 29, 2005	Decision by JPR to sell the Park East Sapporo
September 30, 2005	Execution of beneficiary interest sale contract
November 30, 2005	Settlement

7. Outlook

The impact on business results following the sale of the Park East Sapporo is expected to be minimal. Accordingly, operating forecasts for the Company's eighth fiscal period, the six months ending December 31, 2005, remain unchanged.

[Attachments]

1. Real estate portfolio after property sale

Attachment 1

Real estate portfolio after property sale

Area	Type	Property Name	Location	Acquired	Acquisition Price (yen in millions)	% of Total
Tokyo CBDs	Office	Kanematsu Bldg.	Chuo-ku, Tokyo	Dec. 2001	16,276	7.9%
	Office	Kanematsu Bldg. Annex	Chuo-ku, Tokyo	Dec. 2001	2,874	1.4%
	Office	JPR Ningyo-cho Bldg.	Chuo-ku, Tokyo	Nov. 2001	2,100	1.0%
	Office	Shin-Kojimachi Bldg.	Chiyoda-ku, Tokyo	Nov. 2001 Nov. 2002 Nov. 2004	2,420	1.2%
	Office	JPR Crest Takebashi Bldg.	Chiyoda-ku, Tokyo	Jun. 2002	4,000	2.0%
	Office	MS Shibaura Bldg.	Minato-ku, Tokyo	Mar. 2003	11,200	5.5%
	Office	Gotanda First Bldg.	Shinagawa-ku, Tokyo	Jul. 2003	2,920	1.4%
	Office	Fukuoka Bldg.	Chuo-ku, Tokyo	Oct. 2003 Apr. 2005	2,920	1.4%
	Office	JPR Ichigaya Bldg.	Chiyoda-ku, Tokyo	May 2004	5,100	2.5%
	Office	Oval Court Ohsaki Mark West	Shinagawa-ku, Tokyo	Jun. 2004	3,500	1.7%
	Office	Shinjuku Square Tower	Shinjuku-ku, Tokyo	Jul. 2004	10,000	4.9%
	Office	BYGS Shinjuku Bldg.	Shinjuku-ku, Tokyo	Nov. 2004 Apr. 2005	11,821	5.8%
	Office	Across Shinkawa Bldg. Annex	Chuo-ku, Tokyo	Nov. 2004	710	0.3%
	Retail	JPR Shibuya Tower Records Bldg.	Shibuya-ku, Tokyo	Jun. 2003	12,000	5.9%
	Retail	JPR Daikanyama	Shibuya-ku, Tokyo	Oct. 2004	2,160	1.1%
Subtotal					90,001	44.0%
Greater Tokyo	Office	Arca East	Sumida-ku, Tokyo	Nov. 2001	5,880	2.9%
	Office	JPR Chiba Bldg.	Chiba, Chiba	Dec. 2001	2,350	1.1%
	Office	JPR Yokohama Nihon Odori Bldg.	Yokohama, Kanagawa	Nov. 2001	2,927	1.4%
	Office	Shinyokohama 2nd Center Bldg.	Yokohama, Kanagawa	Sep. 2002	920	0.4%
	Office	Kawaguchi Center Bldg.	Kawaguchi, Saitama	Feb. 2004	8,100	4.0%
	Office	JPR Ueno East Bldg.	Taito-ku, Tokyo	Mar. 2004	3,250	1.6%
	Office	Tachikawa Business Center Bldg.	Tachikawa, Tokyo	Sep. 2005 (Planned)	888	0.4%
	Retail	Tanashi ASTA	Nishitokyo, Tokyo	Nov. 2001	10,200	5.0%
	Retail	Tsurumi fuga 1	Yokohama, Kanagawa	Nov. 2001	3,040	1.5%
	Retail	The Cupo-la Main Building (1-1 Kawaguchi Redevelopment Project)	Kawaguchi, Saitama	Mar. 2006 (Planned)	2,100	1.0%
Subtotal					39,655	19.4%

Area	Type	Property Name	Location	Acquired	Acquisition Price (yen in millions)	% of Total
Other Cities	Office	Niigata Ekinan Center Bldg.	Niigata, Niigata	Nov. 2001	2,140	1.0%
	Office	Meiji Yasuda Life Osaka Umeda Bldg.	Osaka, Osaka	Dec. 2001	8,300	4.1%
	Office	Tokyo Tatemono Honmachi Bldg.	Osaka, Osaka	Nov. 2001	4,150	2.0%
	Office	JPR Takamatsu Bldg.	Takamatsu, Kagawa	Dec. 2001	2,130	1.0%
	Office	JPR Hakata Bldg.	Fukuoka, Fukuoka	Nov. 2001	2,900	1.4%
	Office	JPR Naha Bldg.	Naha, Okinawa	Nov. 2001	1,560	0.8%
	Office	North 33 Bldg.	Sapporo, Hokkaido	Jun. 2002	3,700	1.8%
	Office	Sompo Japan Sendai Bldg.	Sendai, Miyagi	Jun. 2002	3,150	1.5%
	Office	Sompo Japan Wakayama Bldg.	Wakayama, Wakayama	Jun. 2002	1,670	0.8%
	Office	Tenjin 121 Bldg.	Fukuoka, Fukuoka	Jun. 2002	2,810	1.4%
	Office	JPR Nagoya Sakae Bldg.	Nagoya, Aichi	Sep. 2003	4,550	2.2%
	Office	Dojima F Bldg.	Osaka, Osaka	Jan. 2004	2,140	1.0%
	Office	Semba Fukuoka Bldg.	Fukuoka, Fukuoka	Jun. 2004	1,920	0.9%
	Office	UFJ Central Leasing Head Office Bldg.	Nagoya, Aichi	Mar. 2005	4,137	2.0%
	Retail	JPR Umeda Loft Bldg.	Osaka, Osaka	May 2003 Jul. 2003	13,000	6.3%
	Retail	Strasse Ichibancho	Sendai, Miyagi	Feb. 2005	4,200	2.1%
	Retail	Benetton Shinsaibashi Bldg.	Osaka, Osaka	May. 2005	5,430	2.7%
	Retail	Housing Design Center Kobe	Kobe, Hyogo	Sep. 2005	7,220	3.5%
	Subtotal					75,107
Total					204,763	100.0%

Notes:

1. The "Acquisition Price" is the amount identified in the purchase agreement and does not include acquisition costs and consumption tax.
2. Percentages are rounded to the nearest first decimal place.
3. JPR contracted to purchase a parcel of the Cupo-la Main Building (1-1 Kawaguchi Redevelopment Project) on November 25, 2004. The planned acquisition date, however, is in March 2006.