

For Translation Purposes Only

Seventh Fiscal Period (December 1, 2009 to May 31, 2010) Financial Results

July 15, 2010

For Immediate Release

Name: Nomura Real Estate Residential Fund, Inc.

Listed Stock Exchange: Tokyo Stock Exchange

Securities Code: 3240

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URL: <http://www.nre-rf.co.jp/>

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Schedule Issue Date of Securities Report: August 30, 2010

Scheduled Commencement Date of Cash Distribution: August 18, 2010

(Figures below one million yen are omitted)

1. Status of Management and Assets during the Seventh Fiscal Period (ended May 31, 2010)

(1) Status of Management

(Percentage is ratio of increase/decrease from the prior period)

| | Operating Revenue | | Operating Income | | Current Profit | | Net Income | |
|--|-------------------|---------------|------------------|---------------|-----------------|---------------|-----------------|---------------|
| | Millions of Yen | (%) | Millions of Yen | (%) | Millions of Yen | (%) | Millions of Yen | (%) |
| Fiscal Period ended May 31, 2010 | 4,323 | (9.2) | 2,037 | (5.8) | 1,387 | (5.1) | 1,386 | (5.1) |
| Nov. 30, 2009 | 3,959 | (-1.7) | 1,926 | (-1.2) | 1,320 | (-2.0) | 1,319 | (-2.0) |

| | Net Income Per Unit | ROE (Return on Equity) | ROA (Return on Assets) | Current Profits to Operating Revenues Ratio |
|--|---------------------|------------------------|------------------------|---|
| | Yen | % | % | % |
| Fiscal Period ended May 31, 2010 | 11,141 | 2.2 | 1.0 | 32.1 |
| Nov. 30, 2009 | 13,631 | 2.4 | 1.0 | 33.3 |

(2) Status of Distribution

| | Cash Distribution Per Unit | Total Cash Distribution | Distributions in Excess of Net Income Per Unit | Distributions in Excess of Net Income | Payout Ratio | Distribution to Net Asset Ratio |
|--|----------------------------|-------------------------|--|---------------------------------------|--------------|---------------------------------|
| | Yen | Millions of Yen | Yen | Yen | % | % |
| Fiscal Period ended May 31, 2010 | 11,046 | 1,386 | 0 | 0 | 100.0 | 2.1 |
| Nov. 30, 2009 | 13,631 | 1,319 | 0 | 0 | 99.9 | 2.4 |

(Note) Regarding the Payout Ratio, figures below the first decimal are omitted.

(3) Financial Position

| | Total Asset | Net Asset | Capital Adequacy Ratio | Net Asset Per Unit |
|--|-----------------|-----------------|------------------------|--------------------|
| | Millions of Yen | Millions of Yen | % | Yen |
| Fiscal Period ended May 31, 2010 | 138,755 | 63,186 | 45.5 | 503,335 |
| Nov. 30, 2009 | 128,433 | 55,088 | 42.9 | 569,306 |

(4) Status of Cash Flow

| | Cash Flow from Operating Activities | Cash Flow from Investment Activities | Cash Flow from Financing Activities | Cash and Cash Equivalent at Fiscal Period End |
|--|-------------------------------------|--------------------------------------|-------------------------------------|---|
| | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen |
| Fiscal Period ended May 31, 2010 | 2,216 | -10,410 | 8,753 | 5,344 |
| Nov. 30, 2009 | 2,110 | 491 | -3,361 | 4,785 |

2. Forecast of Financial Results for the Seventh Fiscal Period (ending November 30, 2010)

(Percentage is ratio of increase/decrease from the prior period)

| Fiscal Period ending | Operating Revenue | | Operating Income | | Current Profit | | Net Income | | Cash Distribution Per Unit | Distributions in Excess of Net Income Per Unit |
|----------------------|-------------------|-------|------------------|-------|-----------------|-------|-----------------|-------|----------------------------|--|
| | Millions of Yen | (%) | Millions of Yen | (%) | Millions of Yen | (%) | Millions of Yen | (%) | Yen | Yen |
| Nov. 30, 2010 | 4,385 | (1.4) | 2,115 | (3.8) | 1,470 | (5.9) | 1,468 | (5.9) | 11,700 | 0 |

(Reference) Forecast for Net Income Per Unit: 11,700 yen

3. Other

(1) Changes in Accounting Policies

- a. Changes accounting standards due to revisions: None
- b. Changes not mentioned in a. above: None

(2) Number of Investment Units Issued

a. Number of investment units issued (including treasury investment units)

As of May 31, 2010: 125,535 units

As of November 30, 2009: 96,765 units

b. Number of treasury investment units

As of May 31, 2010: 0 units

As of November 30, 2009: 0 units

(Note) Net Income Per Unit is calculated by dividing net income with the weighted average number of investment units.

(3) ROE and ROA

The Seventh Fiscal Period ROE and ROA use the average equity capital of weighted days and average total assets of weighted months in the calculations as equity capital and assets, respectively, as new investment units were offered during the Seventh Fiscal Period.

The forecasts above are based on information currently available to NRF and deemed to be reasonable under certain conditions, and the actual results may vary due to many factors. Also, NRF does not guarantee the cash distribution amount stated above.

This information is an excerpt, which has been translated, from the Brief Report of Financial Results (“Kessan Tanshin”) in Japanese, released on July 15, 2010. To confirm complete information, please refer to the original. [Japanese] <http://www.nre-rf.co.jp/site/file/tmp-FHMfK.pdf>