

October 29, 2008

To whom it may concern

Company name: Kenedix, Inc.  
Representative: Atsushi Kawashima, President  
Stock code: 4321  
Listing: First Section, Tokyo Stock Exchange  
Contact: Taiji Yoshikawa,  
Director,  
Corporate Planning & Strategy

### Notice of the Organizational Change of a Subsidiary

The Company hereby announces that the below-mentioned *Tokumei-Kumiai* (Common law limited partnership) has become a consolidated subsidiary of the Company.

#### 1. Reason for the organizational change

The below-mentioned *Tokumei-Kumiai* has become a consolidated subsidiary of the Company as a result of an investment by the Company into said *Tokumei-Kumiai*.

#### 2. Outline of the subsidiary subject to the organizational change

##### (1) Outline of the Tokumei-Kumiai "Roseo"

- |        |   |   |
|--------|---|---|
| (i)    | Designation   | Tokumei-Kumiai Roseo  |
|        | Operator  | Roseo Limited Liability Company   |
| (ii)   | Representative  | Representative Partner, Roseo Limited Liability<br>Intermediate Corporation |
|        | Executor  | Mitsutaka Nakamura  |
| (iii)  | Address   | 2-9, Shinbashi 2-chome, Minato-ku, Tokyo                                    |
| (iv)   | Establishment   | August 20, 2008   |
| (v)    | Business  | Real estate investment  |
| (vi)   | Accounting term   | November 30   |
| (vii)  | Date of organizational change                           | August 20, 2008   |
| (viii) | Reason for organizational change                        | Investment in Tokumei-Kumiai  |
| (ix)   | Total amount of the investment in the<br>Tokumei-Kumiai | ¥2,200 million (as of its establishment)                                    |
| (x)    | Investment ratio in the Tokumei-Kumiai:                 |   |

	Before the organizational change	After the organizational change
Balance of the amount invested by the Company in the <i>Tokumei-Kumiai</i>	¥ -	¥2,200 million
Ratio of the Company's investment in the <i>Tokumei-Kumiai</i>	- %	100%

##### (2) Outline of the Tokumei-Kumiai "KWR Fourth"

- |       |                 |  |
|-------|-----------------|--|
| (i)   | Designation     | Tokumei-Kumiai KWR Fourth                |
|       | Operator        | KWR Fourth Limited Liability Company     |
| (ii)  | Representative  | Mitsutaka Nakamura                       |
| (iii) | Address         | 2-9, Shinbashi 2-chome, Minato-ku, Tokyo |
| (iv)  | Establishment   | August 20, 2008                          |
| (v)   | Business        | Real estate investment                   |
| (vi)  | Accounting term | October 31                               |

- (vii) Date of organizational change August 28, 2008
- (viii) Reason for organizational change Investment in Tokumei-Kumiai
- (ix) Total amount of the investment in the Tokumei-Kumiai ¥3,090 million (as of its establishment)
- (x) Investment ratio in the Tokumei-Kumiai:

	Before the organizational change	After the organizational change
Balance of the amount invested by the Company in the <i>Tokumei-Kumiai</i>	¥ -	¥3,090 million
Ratio of the Company's investment in the <i>Tokumei-Kumiai</i>	- %	100%

### 3. Schedule

#### (1) Tokumei-Kumiai "Roseo"

Septemeber 22, 2008 Resolutions of the board of directors  
August 20, 2008 Investment in the Tokumei-Kumiai

#### (2) Tokumei-Kumiai "KWR Fourth"

August 19, 2008 Resolutions of the board of directors  
August 28, 2008 Investment in the Tokumei-Kumiai

### 3. Perspective

Benefits based on the investment ratio gained from the beneficiary right in the real estate trust held by the operator of the Tokumei-Kumiai should contribute to improving the Company's consolidated and non-consolidated operating results.

The effects on our operating results are reflected on the forecast financial results publicly released on August 11, 2008.