

November 27, 2009

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

Please note that this document is a translation of the official announcement that was released in Tokyo. The translation is prepared and provided for the purpose of the readers' convenience only. All readers are strongly recommended to refer to the original Japanese version of the news release for complete and accurate information.

### Cancellation of Zero Coupon Convertible Bonds due 2011

The Board of Directors of Kenedix, Inc. resolved at its meeting held on November 27, 2009, to cancel the Zero Coupon Convertible Bonds due 2011 that were purchased in exchange for the newly issued Zero Coupon Convertible Bonds due 2012 and a cash amount as per the October 23, 2009, press release titled "Results of Exchange Offer and Determination of Total Amounts, etc. of Issuing Price of Zero Coupon Convertible Bonds due 2012 (Japanese text only)."

1. Issue cancelled:	Zero Coupon Convertible Bonds due 2011 Kenedix, Inc.
2. Date of resolution for cancellation:	November 27, 2009
3. Amount cancelled:	¥19,030,000,000
4. Remaining face amount outstanding after cancellation:	¥970,000,000
5. Effect on business results:	None

[Reference]

#### Main details of Zero Coupon Convertible Bonds due 2011

(1) Issue date:	December 15, 2006 (London time)
(2) Total issue amount:	¥20,000,000,000
(3) Maturity:	December 15, 2011
(4) Interest rate:	The bonds pay no interest
(5) Conversion price:	¥314,934.1