

April 13, 2010

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.

Notice of the Organizational Change of a Subsidiary

Kenedix, Inc. (the "Company") hereby announces that it has made the silent partnership outlined below its consolidated subsidiary.

1. Reason for change

The silent partnership outlined below has been made a consolidated subsidiary of the Company as a result of the Company's investment in that silent partnership.

2. Overview of subsidiary subject to the organizational change

Overview of silent partnership KRF35

- (1) Name: KRF35
Operator: KRF35 LLC
- (2) Representative: Representative Partner: Hiranochō General Incorporated Association
Executor : Tadatsugu Ishimoto
- (3) Address (Operator): 2-9, Shinbashi 2-chome, Minato-ku, Tokyo
- (4) Business: Investment in real estate trust beneficiary interests
- (5) Fiscal year end: November 30
- (6) Date of organizational change: March 30, 2010
- (7) Reason for organizational change: Investment in silent partnership
- (8) Total capital of silent partnership: ¥3,500 million
- (9) Overall investment ratio in silent partnership:

	Before Change	After Change
Company investment in silent partnership (when created)	¥—million	¥2,500 million
Company investment ratio in silent partnership	—%	71.43%

Note: ¥1,073 million of the Company's investment in the silent partnership was allocated from advance payments in the silent partnership. The amount of Company investment in the silent partnership as of March 30, 2010 is ¥1,426 million.

3. Schedule

March 23, 2010: The Company's Board of Directors' resolution for investment in silent partnership

March 30, 2010: Investment in silent partnership

4. Future outlook

Distributions paid to the Company from the profits obtained from the real estate trust beneficiary interests held by the silent partnership operator, based on the silent partnership contract, will contribute to the Company's consolidated and non-consolidated results.

The impact on results for the current fiscal year is reflected in the business results forecast announced on February 12, 2010.