

July 27, 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 has been prepared and is being provided solely for the convenience of the readers. All readers are strongly recommended to refer to the original Japanese version of the news release for complete and accurate information.

Announcement of Determination of Amount to be Paid and Other Matters  
Relating to the Issuance of New Shares Through Third-party Allotment to ITOCHU Corporation

Kenedix, Inc. (hereinafter referred to as “Kenedix”) hereby announces that, today, Kenedix determined the amount to be paid and other matters relating to the issuance of new shares through the third-party allotment to ITOCHU Corporation (hereinafter referred to as “ITOCHU”) (such issuance of new shares through the third-party allotment to ITOCHU is hereinafter referred to as the “Third Party Allotment”), which was resolved at the meeting of Kenedix’s board of directors held on July 15, 2010, as set forth below.

Separately, Kenedix determined today the issue price, selling price and other matters relating to the global offering in domestic and overseas markets (hereinafter collectively referred to as the “Global Offering of Shares”), which were resolved at the meeting of Kenedix’s board of directors held on July 15, 2010. For details regarding these matters, please see the “Notice Regarding Determination of Issue Price, Selling Price and Other Matters” released today.

As announced in the “Announcement of Business Alliance with ITOCHU Corporation and Issuance of New Shares through Third Party Allotment” dated July 15, 2010, the Third Party Allotment and Business Alliance (collectively with the Third Party Allotment, the “Capital and Business Alliance”) subject to the Third Party Allotment is subject to the completion of payments for the total number of shares of our common stock (904,000 shares) offered in the Global Offering of Shares, and other customary conditions generally attached to similar transactions.

1. Outline of offering

(1) Number of shares to be newly issued	60,000 shares of common stock
(2) Amount to be paid	14,855 yen per share (Note 1)
(3) Total amount to be paid	891,300,000 yen
(4) Amount of stated capital and amount of additional paid-in capital to be increased	The amount of stated capital to be increased: 445,650,000 yen The amount of additional paid-in capital to be increased: 445,650,000 yen

This document has been prepared solely for the purpose of making a public announcement regarding determination of certain matters relating to a third party allotment to ITOCHU Corporation. This document shall not be construed as an offer or solicitation to make an investment or purchase the common shares of Kenedix. This document contains forward-looking statements that include “intends,” “will” and other similar words and phrases, statements regarding the intent, belief, strategy, plans or current expectations of Kenedix. Such forward-looking statements are not guarantees of future performance or events and involve risks and uncertainties. Actual results may differ materially from those described in such forward-looking statements as a result of various factors. Kenedix does not undertake any obligation to update the forward-looking statements contained herein, or to update the reasons why actual results could differ from those projected in the forward-looking statements, except as required by law.

(5) Subscription Date	July 29, 2010 (Thursday)
(6) Payment Date (Issue Date)	August 4, 2010 (Wednesday)

Notes 1. This is the same price as the issue price (offer price) of the new shares offered in the Global Offering of Shares.  
2. Payment by ITOCHU shall be subject to the completion of payment for the total number of new shares (904,000 shares) expected to be purchased and underwritten in the Global Offering of Shares and other customary conditions generally attached to similar transactions.

2. Amount, use and scheduled expenditure of funds to be raised

(1) Amount of funds to be raised

Aggregate amount to be paid:	891,300,000 yen
Estimated cost of issuance (Note):	13,976,285 yen
Estimated net proceeds:	877,323,715 yen

Note The cost of issuance includes costs related to commercial registration and listing fees.

(2) Specific use and scheduled expenditure of funds to be raised

Of the 15,004,905,781 yen of maximum total amount of the estimated proceeds, which is obtained by adding the maximum estimated proceeds of the Global Offering of Shares, in the amount of 13,851,000,896 yen, and the maximum estimated proceeds of the issuance of shares of Kenedix's common stock through the third party allotment conducted in connection with the over-allotment for the Global Offering of Shares, in the amount of 276,581,170 yen, to the estimated net proceeds of the Third Party Allotment, in the amount of 877,323,715 yen, we plan to use approximately 7.5 billion yen in connection with the repayment of an aggregate principal amount of 14.9 billion yen of bonds of Kenedix scheduled to mature on November 9, 2010. The remaining amount is expected to be used to further our strategies, including acquiring minority interests in funds and newly acquiring real estate assets with the goal of reselling to funds. In addition, until the proceeds are actually used, they will be held at a deposit account.

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