

December 15, 2011

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 Early Redemption of Convertible Bonds

Kenedix, Inc. ("Kenedix") hereby notifies early redemption of the 2.5% Coupon Convertible Bonds due 2012 ("the Bonds") as follows:

1. Issue for early redemption:  
¥2,093,300,000 2.5 per cent. Convertible Bonds due 2012
2. Date of early redemption:  
December 14, 2011
3. Reason for early redemption:  
Kenedix has sent notification of requests for early redemption of the Bonds to bondholders as per "7.3 Redemption at the Option of the Company upon Reduced Outstanding Amounts" of the Trust Deed.
4. Details of early redemption:
  - (1) Principal amount of the Bonds outstanding:  
JPY 1,100,000
  - (2) Total principal amount of early redemption:  
JPY 1,100,000
  - (3) Total proceed amount of early redemption:  
JPY 1,100,000 (100% of total principal amount of early redemption)
  - (4) Principal amount of the Bonds outstanding after early redemption:  
None
5. Effect on Kenedix business result forecast:  
Except very minor reduction of interest payments, we do not expect any impact on our full-year forecast for the fiscal year 2011.

Reference: Basic terms and conditions of the Bonds:

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|----------------------------|--|
| (1) Date of issuance:      | November 9, 2009   |
| (2) Total amount of issue: | JPY 2,093,300,000  |
| (3) Maturity date:         | November 9, 2012   |
| (4) Coupon:                | 2.5% per annum   |
| (5) Conversion price:      | JPY 34,881.3 per share<br>(after adjustment on August 5, 2010) |

**Cautionary Statement Concerning Forward-Looking Information**

This press release 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 the Group. 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. The Group 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.