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To whom it may concern:

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Representative: Atsushi Kawashima, President
Stock Code: 4321
Listing: First Section, Tokyo Stock
Exchange
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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 Kenedix Group's Assets Under Management at the End of 2011

Kenedix Group (the "Group") hereby announces preliminary figures of the Group's assets under management (AUM) at the end of December, 2011. The Group has achieved net AUM growth of ¥14.0 billion during the three months from September to December, 2011, which resulted in the total AUM balance of ¥1,111.3 billion.

| | Acquisitions | Dispositions | Net Increase | AUM |
|------------|--------------|--------------|--------------|-----------|
| FY 2010 | — | — | — | 1,097.9bn |
| Q1 FY 2011 | 6.5bn | 30.9 bn | -24.4 bn | 1,073.5bn |
| Q2 FY 2011 | 2.6bn | 24.2 bn | -21.5 bn | 1,051.9bn |
| Q3 FY 2011 | 72.2bn | 26.8 bn | 45.4 bn | 1,097.3bn |
| Q4 FY 2011 | 53.1bn | 39.0 bn | 14.0 bn | 1,111.3bn |
| FY 2011 | 134.5bn | 121.1 bn | 13.4 bn | 1,111.3bn |

In the fiscal year 2011, the Group's AUM growth was lower than previous years, primarily due to the slump in real estate transaction volumes after the Great East Japan Earthquake and ongoing uncertainty in the global economy, as well as higher volume of our AUM dispositions, which was typically encouraged in a corporate rehabilitation transaction (the Group serves as a rehabilitation sponsor) and in matured multiple private funds in which the Group serves as an asset manager.

Notwithstanding, even under such market environment, the Group has accomplished ¥73.0 billion of AUM in the third quarter (the largest quarterly AUM growth post Lehman Crisis), and ¥13.4 billion AUM growth for the full year 2011 as a result of the Group's efforts to expand its new client investor base, origination of quality investment opportunities, especially in the second half of 2011, and steady AUM growth of Kenedix Realty Investment Corporation (the Group's listed J-REIT).

Notes: The Kenedix Group (the "Group") uses the following standards for calculating the balance of assets under management (AUM).

- AUM includes all real estate properties where the Group performs asset management services.
- The balance of AUM is calculated based on the acquisition prices of properties (net of taxes). Costs associated with acquisitions, capital expenditures to enhance property's value and other related items, which are typically included in the book value of properties for accounting purposes, are not included in the calculation of AUM.
- AUM includes properties that the Group holds on its balance sheet and provides asset management services to. AUM also includes properties held by J-REITs (Kenedix Realty Investment Corporation and Japan Logistics Fund) who are managed by Kenedix affiliates.
- The balance of AUM may potentially decrease as a result of the Group's activities which include disposition of properties.

Kenedix Group's Historical AUM Growth

