

April 16, 2012

Company name: Kenedix, Inc.  
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 March 2012**

As noted below, there was a net decrease of 1.5 billion yen in the assets under management (AUM) at the Kenedix Group (the "Group") during the first quarter of 2012, which ended on March 31. This resulted in the total AUM balance of 1,109.8 billion yen as of March 31, 2012.

Growth in AUM

(Billions of Yen)

	Acquisitions	Dispositions	Net Increase	AUM
FY2011 (As of the end of December 2011)	-	-	-	1,111.3
Q1 FY2012 (As of the end of March 2012)	14.2	15.8	(1.5)	1,109.8

In the first quarter of 2012, the Group succeeded in increasing AUM by 14.2 billion yen. The establishment of new funds and the purchase of properties by J-REITs were responsible for most of this growth. There was also a decrease of 15.8 billion yen in AUM because of sales of properties. The result was a net decrease of 1.5 billion yen in AUM. The Group will continue to respond with flexibility to changes in market conditions with the goal of maintaining steady growth in AUM.

Note: The Group uses the following standards for calculating the balance of AUM.

- AUM includes all real estate properties where the Group performs asset management services, etc.
- The balance of AUM is calculated based on the acquisition cost 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 itself for a short period of time and provides asset management services to. AUM also includes properties held by J-REITs (Kenedix Realty Investment Corporation and Japan Logistics Fund, Inc.) 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.

#### **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 Company. 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 Company 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.