

October 1, 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 Completion of Corporate Rehabilitation for Pacific Holdings and other Companies
and End of Kenedix Sponsorship**

The corporate rehabilitation procedure for Pacific Holdings, Inc. (PHI) and Pacific Properties Investment, Ltd. (PPI), both of which were being reorganized with the sponsorship of Kenedix, Inc. ("Kenedix"), was completed on September 28, 2012.

1. Overview

As was announced in the press release titled "Conclusion of Basic Contract for Sponsorship of Pacific Holdings, Inc., etc., Currently in Need of Reorganization" on December 15, 2009, Kenedix and a foreign investment company have sponsored PHI and PPI to rebuilt their operations.

Kenedix made minority investments in PHI and PPI. In addition, as the asset manager, Kenedix provided extensive support for increasing the value of real estate owned by PHI, PPI and other companies and selling these properties. Overall, Kenedix continuously extended assistance with the goals of maximizing repayments to creditors and increasing the future value of PHI and PPI. As a result, the rehabilitation process was completed in less time than the initially planned five years. Due to the completion of the rehabilitation procedure, support provided by Kenedix has ended as well.

While focusing on the creation and management of real estate funds, Kenedix will continue to seek opportunities to earn profits through involvement in various activities that utilize its expertise concerning asset management

2. Earnings outlook

There is no change in the 2012 forecast announced on August 9, 2012. An announcement will be made promptly if a forecast revision is needed because of changes in the operating environment, real estate market, results of operations or other items.

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.