

December 7, 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.

Undertaking of Asset Management Business for Saitama Logistics Facility Development Project

Kenedix, Inc. acquired on November 27, 2012 a site for logistics facility in Saitama prefecture by using a fund established with ITOCHU Corporation for the purpose of developing this logistics facility. In addition, Kenedix is undertaking the asset management business for this development project.

1. Overview

This project is a built-to-suit development in order to limit leasing risk following completion of the logistics facility. For this type of development, a fixed-term building leasing forward agreement is signed with the prospective tenants at the design stage. Based on this agreement, the building is configured to incorporate the wishes of the tenants while also maintaining a design that is suitable for general-purpose use to some degree. This is the first joint development project undertaken by Kenedix and ITOCHU in the field of logistics facilities and the two companies plan to conduct more joint projects of this type in the future.

2. Outline of Property

Location: Saitama prefecture
Site area: Approx. 11,000 sq.m.

3. Outline of the Development Project (tentative)

Slated for completion: October 2013
Construction area: Approx. 6,500 sq.m.
Floor area: Approx. 20,000 sq.m.

4. Impact on Business Results

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.

<Reference: Rendering of completed development project>



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.