

April 4, 2013

Company name: Kenedix, Inc.
Representative: Taisuke Miyajima, CEO & President
Stock code: 4321
Listing: First Section, Tokyo Stock Exchange
Contact: Masahiko Tajima, Executive Officer,
General Manager of Corporate
Planning Department

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 Revenue Concerning Asset Management Business for the DHL Supply Chain Sagamihara Logistics Center Development Project

Kenedix, Inc. expects to record revenue of about 200 million yen in association with the provision of asset management services for the Sagamihara Logistics Center development project of DHL Supply Chain Ltd.

1. Reason for Recording Revenue

Kenedix was selected on November 6, 2012 to provide asset management services for this project. As part of the provision of these services, a transaction involving trust beneficial rights backed by the land to be developed for this project was completed on April 4, 2013. As a result, Kenedix expects to record revenue of about 200 million yen due to various fees received in association with this transaction.

2. Project Overview

This project is a build-to-suit (BTS) development project that is a joint undertaking of Kenedix, ITOCHU Corporation and DHL Supply Chain. The Sagamihara Logistics Center will be a multi-user hub that handles the logistics operations of many tenants. DHL Supply Chain has signed a 10-year lease for the facility and plans to sub-lease space for the distribution operations of companies in the consumer products and retail sectors.

The significance of this project for Kenedix goes far beyond the receipt of revenue from the development of this logistics center. By participating in this project, Kenedix has established a relationship with DHL Supply Chain, a blue chip company trading globally, and will greatly contribute to strengthening Kenedix's client base. Kenedix plans to build on its relationship with DHL Supply Chain in order to continue developing logistics facilities that meet market needs and expand its asset management business.

Outline of the Sagamihara Logistics Center

Name:	DHL Supply Chain "Sagamihara Logistics Center"
Location:	5-9-1, Nishi-hashimoto, Midori-ku, Sagamihara-shi, Kanagawa
Site area:	22,020.77 sq.m.
Construction area:	11,897.25 sq.m.
Floor area:	44,103.64 sq.m.
Structure/floors:	5-story steel-frame building (reinforced concrete foundation)

Design and construction: NIPPON STEEL & SUMIKIN ENGINEERING CO., LTD.
Construction start: April 2013 (planned)
Completion: April 2014 (planned)

The site of the DHL Supply Chain Sagamihara Logistics Center is near National Highway Route 16 as well as the Sagamihara interchange of the Ken-O Expressway, a highway linking Kanagawa prefecture with Tokyo that is expected to be completed in fiscal 2013 or 2014. This location will give the center's tenants excellent access to the entire Tokyo area, including airports and harbors. In addition, proximity to the EBINA interchange of the TOMEI Expressway, which links Tokyo and Nagoya, means that tenants can easily transport cargo to destinations in central and western Japan.

3. Impact on Operating Results

In association with this matter, Kenedix expects to record revenue of about 200 million yen in 2013. There is no change in the 2013 forecast announced on February 14, 2013. An announcement will be made promptly if a forecast is revised due to changes in the operating environment, real estate market, results of operations or other items.

Reference: Completion image of the Sagamihara Logistics Center



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.