

May 28, 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 Stock Split, Adoption of the Unit Stock System,
and Partial Amendments to the Articles of Incorporation**

The Board of Directors of Kenedix, Inc. approved a resolution today concerning a stock split, adoption of the unit stock ("tangen") system, and partial amendments to the Articles of Incorporation as follows.

1. Purpose

Kenedix will conduct a stock split for the purpose of changing the trading unit to 100 shares and begin using the unit stock system in which each unit is 100 shares to reflect the Action Plan for the Consolidation of Trading Units, which was announced by stock exchanges in Japan on November 27, 2007. There will be no effective change in the monetary value of an investment unit due to this stock split and adoption of the unit stock system.

2. Overview of the stock split

(1) Method of the stock split

Shareholders listed or recorded in the final shareholder register on the record date of June 30, 2013 (Sunday) will receive 100 shares of Kenedix stock for each share held on the same day (effectively June 28, 2013 (Friday) because June 30 is a holiday for the transfer agent) .

(2) Increase in the number of shares due to the stock split

Number of shares outstanding before the stock split:	2,291,186 shares
Increase in the number of shares due to the stock split:	226,827,414 shares
Number of shares outstanding after the stock split:	229,118,600 shares
Number of shares authorized after the stock split:	350,000,000 shares

(3) Schedule

Announcement date:	June 4, 2013 (Tuesday)
Record date*:	June 30, 2013 (Sunday)
Effective date:	July 1, 2013 (Monday)

*Effectively June 28, 2013 (Friday) because June 30 is a holiday for the transfer agent.

(4) Adjustment of exercise price of stock options

For the Kenedix, Inc. Stock Acquisition Rights No. 6 that were announced in “Notice regarding Issuance of Stock Options (Stock Acquisition Rights)” dated April 23, 2013 and “Notice regarding Determination of the Terms of Issuance of Stock Options (Stock Acquisition Rights)” dated May 17, 2013, there is no change in the exercise price (one yen) for each stock acquisition right. Furthermore, starting on the date the stock split becomes effective, the number of shares granted for each stock acquisition right will be increased by 100 times.

(5) Others

The stock split will have no effect on the capital stock of the Company.

3. Overview of the unit stock system

(1) Number of shares per unit

A unit stock system will be used in which each unit is 100 shares.

(2) Schedule

Effective date: July 1, 2013 (Monday)

Reference: The trading unit of Kenedix stock on the Tokyo Stock Exchange will change to 100 shares on June 26, 2013 (Wednesday).

4. Partial amendments to the Articles of Incorporation

(1) Summary

In association with this stock split, Articles 6 of the Kenedix Articles of Incorporation will be amended on July 1, 2013 to revise the authorized number of shares and establish a unit stock system based on a May 28, 2013 resolution of the Board of Directors in accordance with the provisions of Article 184, Paragraph 2 and Article 191 of the Companies Act.

(2) Details of amendments (Underlined parts are amended.)

After amendment	Current
(Number of shares authorized) Article 6 The authorized number of shares of the Company’s stock is <u>350,000,000 shares.</u>	(Number of shares authorized) Article 6 The authorized number of shares of the Company’ stock is <u>3,500,000 shares.</u>
<u>Article 6-2 The number of shares in one unit (“tangen”) of Company’s stock is 100.</u>	(New addition)

(3) Schedule

Effective date: July 1, 2013 (Monday)

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.