

October 1, 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 Concerning Completion of the Kenedix Group Reorganization

Measures for the reorganization of the Kenedix Group were completed on October 1, 2013.

1. Overview

As was announced in news releases titled "Notice of Signing of Memorandum Concerning Reorganization" dated May 28, 2013 and "Notice Concerning Reorganization of the Kenedix Group" dated July 10, 2013, the Kenedix Group implemented a reorganization program for the following purposes.

- (1) Consolidate real estate asset management know-how throughout the Group
- (2) Increasing the asset management capability and competitiveness of the Group by strategically strengthening the resources deployed in the acquisition and management of real estate investment targets
- (3) Building up a structure that contributes to the benefit of our client investors by reinforcing our internal management systems
- (4) Aiming to improve the efficiency of the asset management operations within the Group

The reorganization of the Kenedix Group, which included a number of actions, has been completed today. In the asset management business, a new framework has been established in which Kenedix Real Estate Fund Management, Inc. manages REITs and private funds with discretionary investment management and Kenedix, Inc. manages private funds with investment advisory management.

The Kenedix Group is now aiming to achieve the goal of 1.4 trillion yen of assets under management, which is one of the goals of the medium-term management plan announced on February 14, 2013 (partially revised on August 9), earlier than the initial target of December 2015.

2. Outlook

There is no change in the 2013 forecast announced on July 17, 2013. As Kenedix has performed the procedure for the adoption of the consolidated tax payment system starting in 2014, announcement will be made promptly if this decision affects results of operations.

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.