

This announcement is prepared for the purpose of public disclosure issuance of its new shares by way of public offering and the secondary offering of the shares and does not constitute a solicitation of an offer for the purchase of any securities within or outside of Japan. This announcement is not for distribution, directly or indirectly, in or into the United States. This announcement does not constitute or form a part of any offer of securities for sale in the United States. The securities of the Company referred to below have not been, and will not be, registered under the U.S. Securities Act of 1933 (the "Securities Act") and may not be offered or sold in the United States absent registration or an exception from registration under the Securities Act. No public offering of securities of the Company will be made in the United States.

September 17, 2013

To whom it may concern:

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 regarding the Determination of the Number of New Shares to be Issued

Kenedix, Inc. (the "Company") hereby announces that, relating to the issuance of new shares of its common stock by way of public offering as resolved at the meeting of the board of directors on August 30, 2013, the number of new shares to be issued has been determined upon the exercise of the option to purchase additional newly issued shares of common stock granted to the international managers in connection with the international offering, as set forth below.

Number of shares to be issued upon the exercise of the option granted to the international managers:
3,500,000 shares

Reference

1. Number of Newly Issued Shares Offered by way of Public Offering

Number of Shares to be Offered 35,300,000 shares of common stock of the Company which is the sum of (i) through (iii) below.

- (i) 16,116,500 shares of common stock of the Company to be purchased and underwritten by the Japanese underwriters in the public Japanese offering.
- (ii) 15,683,500 shares of common stock of the Company to be purchased and underwritten by the international underwriters in the international offering.
- (iii) 3,500,000 shares of common stock of the Company to be issued upon exercise of the options granted to the international managers for the purchase of the additionally issued common stock of the Company.

This announcement is prepared for the purpose of public disclosure issuance of its new shares by way of public offering and the secondary offering of the shares and does not constitute a solicitation of an offer for the purchase of any securities within or outside of Japan. This announcement is not for distribution, directly or indirectly, in or into the United States. This announcement does not constitute or form a part of any offer of securities for sale in the United States. The securities of the Company referred to below have not been, and will not be, registered under the U.S. Securities Act of 1933 (the "Securities Act") and may not be offered or sold in the United States absent registration or an exception from registration under the Securities Act. No public offering of securities of the Company will be made in the United States.

2. Change in the total number of issued shares as a result of a capital increase by Public Offering

Total number of issued shares at present:	229,118,600 shares
Increase in the number of shares as a result of a capital increase by Public Offering:	35,300,000 shares
Total number of issued shares after a capital increase by Public Offering:	264,418,600 shares

An additional 1,239,600 new shares as the maximum number of shares may be issued on September 30, 2013, pursuant to third-party allotment to SMBC Nikko Securities Inc. in connection with the domestic over-allotment.

3. Use of proceeds

Of the maximum total net amount of 17,637,594,008 yen, which is the sum of the approximate total net amount from the Japanese Public Offering, the International Offering, and issuance of new shares by way of third-party allotment, the Company plans to use approximately 5 billion yen before the end of December 2013, and the remaining amount before the end of December 2014, for part of its planned principal investments (including sole investments as well as co-investments with client investors) and its strategic investments aimed at business expansion including the increase of AUM. Until the proceeds are actually used for principal or strategic investments, they will be invested in low-risk investment instruments such as negotiable certificates of deposit and commercial paper.

For details regarding the above-mentioned principal investments and strategic investments for the expansion of the Company's business, please refer to the press release "*Notice Regarding Issuance of New Shares by way of Public Offering and Secondary Offering*" dated August 30, 2013.