

Translation of Japanese Original

April 25, 2012

To All Concerned Parties

REIT Issuer:
 Kenedix Realty Investment Corporation
 2-2-9 Shimbashi, Minato-ku, Tokyo
 Naokatsu Uchida, Executive Director
 (Securities Code: 8972)

Asset Management Company:
 Kenedix REIT Management, Inc.
 Naokatsu Uchida, CEO and President

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Notice Concerning Debt Financing (Series 72)

Kenedix Realty Investment Corporation (“the Investment Corporation”) today announced its decision to undertake debt financing. Details are provided as follows.

1. Rationale

The Investment Corporation has decided to execute debt financing agreement to apply the funds toward the repayment of Series 38-E (total of ¥1,500 million) with a repayment date of April 27, 2012.

Note: For details, please refer to the press releases “Notice Concerning Debt Financing (Series 38),” dated April 27, 2009 and “Notice Concerning Prepayment of Debt Financing,” dated October 3, 2011 for Series 38-E.

2. Details of Debt Financing

Long-Term Borrowing (Series 72)

- | | | |
|---------------------------|---|--|
| (1) Lender | : | Aozora Bank, Ltd. |
| (2) Amount | : | ¥1,000 million |
| (3) Interest Rate | : | Fixed interest rate: 1.27148% |
| (4) Drawdown Date | : | April 27, 2012 |
| (5) Debt Financing Method | : | The Investment Corporation executed an individual debt financing agreement with the aforementioned lender on April 25, 2012 |
| (6) Interest Payment Date | : | First interest payment on July 31, 2012, and at the end of every three month (on the last business day of each month, if the end of each month is a non-business day) thereafter, and last interest payment on October 30, 2015. |
| (7) Repayment Date | : | October 30, 2015 |
| (8) Repayment Method | : | Principal repayment in full on maturity |
| (9) Collateral | : | Unsecured, unguaranteed |

3. Use of Funds

Debt financing shall be used for repayment portion of Series 38-E. In addition, the remaining amount (¥500 million) shall be provided by cash on hand.

4. Total Debt Financing Balance after Additional Borrowing and Status of Investment Corporation Bonds (as of April 27, 2012)

(Billions of yen)

		Balance Prior to Additional Debt Financing	Balance After Additional Debt Financing	Change
	Short-Term Borrowings (Note 1)	14.7	14.7	+0
	Long-Term Borrowings (Note 2)	117.1965	116.6725	-0.524*
	Total Borrowings Balance	131.8965	131.3725	-0.524*
	Investment Corporation Bonds	6.0	6.0	+0
	Total of Debt Financing	137.8965	137.3725	-0.524*

Notes:

1. Short-term borrowings refer to debt financing with a period of less than or equal to one year from the drawdown date to the repayment date. However, the borrowings whose period until repayment date have surpassed one year because the repayment date 1 year from the drawdown date is not a business day and for which the repayment date has been moved to the following business day, are included in short-term borrowings.
2. Long-term borrowings refer to debt financing with a period of more than one year from the drawdown date to the repayment date.

* These figures includes the 0.5 billion yen provided by cash on hand and the partial repayment of borrowings (0.024 billion yen) based on the debt financing agreements other than the aforementioned borrowings.

5. Other

Risks related to the repayment of the aforementioned borrowing will have no material impact on “Investment Risks” described in the Securities Report (submitted January 30, 2012) for the 13th fiscal period.

This notice is the English translation of the Japanese announcement on our Web site released on April 25, 2012. However, no assurance or warranties are given for the completeness or accuracy of this English translation.