

Translation of Japanese Original  
To All Concerned Parties

December 26, 2012

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

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

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### **Notice Concerning Debt Financing (Series 79)**

Kenedix Realty Investment Corporation (“the Investment Corporation”) today announced its decision to undertake debt financing (total of ¥3,000 million). Details are provided as follows.

#### **1. Rationale**

The Investment Corporation has decided to execute debt financing agreements to apply the funds toward the repayment of Series 26-C (total of ¥3,000 million) with a repayment date of December 28, 2012.

Note: For details, please refer to the press release “Notice Concerning Debt Financing,” dated June 26, 2008 for Series 26-C.

#### **2. Details of Debt Financing**

##### **(a) Long-Term Borrowing (Series 79-A)**

- |     |                       |  |
|-----|-----------------------|--|
| (1) | Lender                | : Development Bank of Japan Inc.   |
| (2) | Amount                | : ¥2,000 million   |
| (3) | Interest Rate         | : Fixed interest rate: 1.0125%   |
| (4) | Drawdown Date         | : December 28, 2012  |
| (5) | Debt Financing Method | : The Investment Corporation executed an individual debt financing agreement with the aforementioned lender on December 26, 2012   |
| (6) | Interest Payment Date | : First interest payment on March 29, 2013, 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 December 28, 2016. |
| (7) | Repayment Date        | : December 28, 2016  |
| (8) | Repayment Method      | : Principal repayment in full on maturity  |
| (9) | Collateral            | : Unsecured, unguaranteed  |

##### **(b) Long-Term Borrowing (Series 79-B)**

- |     |                       |  |
|-----|-----------------------|--|
| (1) | Lender                | : The Bank of Fukuoka, Ltd.  |
| (2) | Amount                | : ¥500 million   |
| (3) | Interest Rate         | : Fixed interest rate: 1.08625%  |
| (4) | Drawdown Date         | : December 28, 2012  |
| (5) | Debt Financing Method | : The Investment Corporation executed an individual debt financing agreement with the aforementioned lender on December 26, 2012   |
| (6) | Interest Payment Date | : First interest payment on March 29, 2013, 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 December 28, 2017. |
| (7) | Repayment Date        | : December 28, 2017  |
| (8) | Repayment Method      | : Principal repayment in full on maturity  |
| (9) | Collateral            | : Unsecured, unguaranteed  |

(c) Long-Term Borrowing (Series 79-B)

- (1) Lender : Mizuho Trust & Banking Co., Ltd.
- (2) Amount : ¥500 million
- (3) Interest Rate : Fixed interest rate: 1.08625%
- (4) Drawdown Date : December 28, 2012
- (5) Debt Financing Method : The Investment Corporation executed an individual debt financing agreement with the aforementioned lender on December 26, 2012
- (6) Interest Payment Date : First interest payment on March 29, 2013, 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 December 29, 2017.
- (7) Repayment Date : December 29, 2017
- (8) Repayment Method : Principal repayment in full on maturity
- (9) Collateral : Unsecured, unguaranteed

**3. Use of Funds**

Debt financing shall be used for repayment of Series 26-C.

**4. Total Debt Financing Balance after Additional Borrowing and Status of Investment Corporation Bonds  
(as of December 28, 2012)**

(Billions of yen)

		Balance Prior to Additional Debt Financing	Balance After Additional Debt Financing	Change
	Short-Term Borrowings (Note 1)	5.7	5.7	+0
	Long-Term Borrowings (Note 2)	128.881	128.881	+0
	Total Borrowings Balance	134.581	134.581	+0
	Investment Corporation Bonds	6.0	6.0	+0
	Total of Debt Financing	140.581	140.581	+0

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.

**5. Other**

For the risks concerning repayment of the aforementioned borrowings, there are no significant changes in the “Investment Risks” described in the Securities Report (submitted July 30, 2012) for the 14th fiscal period.

This notice is the English translation of the Japanese announcement on our Web site released on December 26, 2012. However, no assurance or warranties are given for the completeness or accuracy of this English translation.