KENEDIX
Office Investment Corporation

Translation of Japanese Original

July 11, 2014

To All Concerned Parties

REIT Issuer:
Kenedix Office Investment Corporation
Naokatsu Uchida, Executive Director
(Securities Code: 8972)

Asset Management Company:
Kenedix Real Estate Fund Management, Inc.
Ryosuke Homma, CEO and President
Inquiries:
Hikaru Teramoto
General Manager of Planning Department
Office REIT Division
TEL: +81-3-5623-8979

Notice Concerning the Issuance of the Investment Corporation Bonds and the Prepayment of Debt Financing (Series 101)

Kenedix Office Investment Corporation ("the Investment Corporation") today announced the decision to issue investment corporation bonds through public offering based on the comprehensive resolution adopted at the board of directors' meeting held on June 27, 2014, and to prepay a portion of debt financing.
Details are provided as follows.

1. Outline of the Investment Corporation Bonds

(1) Name of investment corporation bonds
Kenedix Office Investment Corporation Sixth Series Unsecured Investment Corporation Bonds
(Ranking *pari passu* among the specified investment corporation bonds)
(The aforementioned investment corporation bonds shall hereafter be referred to as "the Sixth Series Bonds.")

(2) Total amount of the bonds
2.0 billion yen

(3) Form of bonds certificate
The Bonds Transfer Act is applicable to the Sixth Series Bonds, thus investment corporation bond certificates will not be issued.

(4) Issue price
100 per yen value of 100 yen for each bond

(5) Redemption price
100 per yen value of 100 yen for each bond

(6) Interest rate
1.18% per annum

(7) Denomination of each bond
0.1 billion yen

(8) Offering method
Public offering

(9) Offering period
July 11, 2014 (Friday)

(10) Payment date
July 25, 2014 (Friday)

(11) Collateral
No collateral or guarantee is applicable, and no assets are specifically reserved as collateral for the Sixth Series Bonds.

(12) Redemption method and maturity
(a) The total amount of the Sixth Series Bonds shall be redeemed on July 25, 2024.
(b) The Sixth Series Bonds may be purchased and cancelled at any time after the payment date, except for the case of service regulations and other rules for the Statutory or Depository otherwise stipulates.
(c) If the maturity date of the Sixth Series Bonds falls on the bank holiday, the payment will be brought forward to the previous bank business day.

(13) Interest payment dates
January 25 and July 25, every year and maturity date

(14) Financial covenants
The negative pledge is applicable to the Sixth Series Bonds.

(15) Ratings
A+ (The Japan Credit Rating Agency, Ltd.)

(16) Depository
Japan Securities Depository Center, Inc.

(17) Fiscal agent, issuing agent and paying agent
Sumitomo Mitsui Banking Corporation

(18) Underwriting securities companies
Daiwa Securities Co. Ltd.
SMBC Nikko Securities Inc.

2. Reason for Bonds Issuance
To apply the fund towards prepayment of the portion of debt finance with a repayment date of May 29, 2015.

3. Total Amount to be Procured, Use of Funds and Scheduled Outlay Period
(1) Total amount to be procured (approximate net balance)
1,981.46 million yen

(2) Specific use of funds and scheduled outlay period
The estimated issuance cost of ¥18.36 million is deducted from the paid-in Six Series Bonds value ¥2,000 million , and the approximate net balance ¥1,981.64 million is planned to use as a source of funds for the prepayment (planned payment date: July 25, 2014) of a portion of debt finance with repayment date of May 29, 2015.

4. Details of planned prepayment of a portion of Debt Finance

(1) Short-Term Borrowing (Series 101)

①	Lender	:	Sumitomo Mitsui Banking Corporation
②	Amount	:	¥2,500 million
③	Repayment Amount	:	¥2,000 million
④	Balance after Repayment	:	¥500 million
⑤	Interest Rate	:	0.54636% (Floating interest rate) (Note)
⑥	Drawdown Date	:	May 30, 2014
⑦	Repayment Date	:	May 29, 2015
⑧	Collateral	:	Unsecured, unguaranteed

Notes: Interest rate for June 30, 2014 through July 31, 2014.

(2) Planned Date for the portion of prepayment
July 25, 2014

5. Status of Debt Financing and Investment Corporation Bonds after Issuance of the Sixth Series Bonds and the prepayment (as of July 25, 2014).

(Millions of yen)

		Balance Prior to Issuance of the Sixth Series Bonds and the prepayment	Balance After Issuance of the Sixth Series Bonds and the prepayment	Difference
	Short-Term Borrowings (Note 1)	5,500.0	3,500.0	-2,000.0
	Long-Term Borrowings (Note 2)	158,446.5	158,446.5	0.0
	Total Borrowings	163,946.5	161,946.5	-2,000.0
	Corporate Bonds	6,300.0	8,300.0	+2,000.0
Total Borrowings and Corporate Bonds		170,246.5	170,246.5	0.0

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.

6. Other

Risks related to the repayment of the Sixth Series Bonds will have no material impact on "Investment Risks" described in the Financial Report for the 17th fiscal period (submitted January 30, 2014) and the Securities Report (submitted May 8, 2014, and any amendments thereto).

【Reference】

The Investment Corporation has submitted Shelf Registration Document Supplement to the Kanto Local Finance Bureau concerning the Sixth Series Bond.

This notice is the English translation of the Japanese announcement on our Web site released on July 11, 2014. However, no assurance or warranties are given for the completeness or accuracy of this English translation.