KENEDIX
Office Investment Corporation

Translation of Japanese Original

September 26, 2014

To All Concerned Parties

REIT Issuer:
Kenedix Office Investment Corporation
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(Securities Code: 8972)

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Notice Concerning Debt Financing (Series 109) and the Execution of an Interest Rate Swap Agreement

Kenedix Office Investment Corporation ("the Investment Corporation") today announced its decision to undertake debt financing (total of ¥1,000 million) and the execution of an interest rate swap agreement.
Please see below for additional details.

1. Purpose of Debt Financing

The Investment Corporation has decided to execute the debt financing agreement to apply the fund towards the payment of Series 63-C (total of ¥1,000 million) with a repayment date of September 30, 2014.

Note: For additional details, please refer to the press release "Notice Concerning Debt Financing (Series 63) and Prepayment of Debt Financing," dated September 28, 2011 for Series 63-C.

2. Details of Debt Financing

Long-Term Borrowing (Series 109)

①	Lender	:	Mizuho Trust & Banking Co., Ltd.
②	Amount	:	¥1,000 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.50% (Note)
④	Drawdown Date	:	September 30, 2014
⑤	Debt Financing Method	:	The Investment Corporation executed an individual debt financing agreement with the aforementioned lender on September 26, 2014.
⑥	Interest Payment Date	:	The first interest payment is due at the end of October 2014, and on the last day of every month thereafter, with the last interest payment due on September 30, 2021. (If the last date of the month is a non-business day, then the interest payment will be due on the next business day and if that next business day is in the next month, then previous business day will be applied.)
⑦	Repayment Date	:	September 30, 2021 (If this day of the month is a non-business day, then the repayment will be due on the previous business day.)
⑧	Repayment Method	:	Repayment of principal in full on maturity date
⑨	Collateral	:	Unsecured, unguaranteed

Note: The interest rate for the period commencing September 30, 2014 through the end of October, 2014 is 0.64636% (as of September 26, 2014, Japanese Yen TIBOR for 1 month is 0.14636%). Thereafter, the base rate shall be calculated based on Japanese Yen TIBOR for 1 month, which the JBA TIBOR Administration (the "JBATA") releases two business days before each interest payment date. The Japanese Yen TIBOR of the JBATA is available on the JBATA website (http://www. jbatibor.or.jp/english/).

3. Use of the Fund

The abovementioned debt financing (total of ¥1,000 million) is to apply the fund towards the repayment of Series 63-C.

4. Interest Rate Swap Agreement

(1) Purpose

The Investment Corporation has decided to execute an interest rate swap agreement as a hedge against possible increases in future interest rates for the abovementioned debt financing (Series 109).

(2) Details of the Interest Rate Swap Agreement

Interest Rate Swap Agreement (Series 109)

Counterparty	:	SMBC Nikko Securities Inc.
Notional Amount	:	¥1,000 million
Interest Rates	:	Fixed interest rate for payment: 0.39275% Floating interest rate for receipt: base rate (JPY TIBOR for 1 month) (Note)
Commencement Date	:	September 30, 2014
Termination Date	:	September 30, 2021
Payment Date	:	The first payment is due at the end of October 2014, and on the last day of every month thereafter, with the last interest payment on September 30, 2021. (If the last date of the month is a non-business day, then the interest payment will be due on the next business day and if that next business day is in the next month, then previous business day will be applied.)

Note: By entering into the interest rate swap agreement, the interest rate for Series 109 is essentially fixed at 0.89275%.

5. Debt Financing Before and After the Borrowings with Corporate Bonds (as of September 30, 2014)

(Millions of yen)

		Debt Financing Before Borrowings	Debt Financing After Borrowings	Difference
	Short-Term Borrowings (Note 1)	4,500.0	4,500.0	0.0
	Long-Term Borrowings (Note 2)	160,509.0	160,509.0	0.0
	Total Borrowings	165,009.0	165,009.0	0.0
	Corporate Bonds	8,300.0	8,300.0	0.0
Total Borrowings and Corporate Bonds		173,309.0	173,309.0	0.0

Notes:

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

6. Other

For risks concerning the repayment of the aforementioned borrowings, there are no significant changes to the "Investment Risks" as described in the Securities Report (submitted July 30, 2014).

This notice is the English translation of the Japanese announcement on our Web site released on September 26, 2014. However, no assurance or warranties are given for the completeness or accuracy of this English translation.