KENEDIX
Office Investment Corporation

Translation of Japanese Original

October 15, 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 Debt Financing (Series 111)

Kenedix Office Investment Corporation ("the Investment Corporation") today announced its decision to undertake debt financing (total of ¥6,400 million).
Please see below for additional details.

1. Purpose of Debt Financing

The Investment Corporation has decided to execute the debt financing agreements to apply the fund towards the acquisition of Urban Square Yokohama and associated costs.

Note: For additional details, please refer to the press release "Notice Concerning Acquisition of Property (Conclusion of Agreement) (Urban Square Yokohama)," dated October 15, 2014 regarding the acquisition of Urban Square Yokohama.

2. Details of Debt Financing

Short-Term Borrowing (Series 111)

①	Lender	:	(1) Sumitomo Mitsui Banking Corporation (2) The Bank of Tokyo-Mitsubishi UFJ, Ltd. (3) Sumitomo Mitsui Trust Bank, Limited
②	Amount	:	(1) ¥3,000 million (2) ¥2,000 million (3) ¥1,400 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.40% (Note)
④	Drawdown Date	:	October 29, 2014
⑤	Debt Financing Method	:	The Investment Corporation executed individual debt financing agreements with the aforementioned lenders on October 15, 2014.
⑥	Interest Payment Date	:	The first interest payment is due at the end of November 2014, and on the last day of every month thereafter, with the last interest payment due on October 29, 2015. (If any corresponding dates are 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	:	October 29, 2015 (If this day is a non-business day, then the repayment will be due on the next business day.)
⑧	Repayment Method	:	Repayment of principal in full on maturity date
⑨	Collateral	:	Unsecured, unguaranteed

Note: The base rate for the period commencing October 29, 2014 through the end of November, 2014 will be the Japanese Yen TIBOR for 1 month which JBA TIBOR Administration (the "JBATA") release on October 27, 2014. Thereafter, the base rate shall be calculated based on Japanese Yen TIBOR for 1 month, which 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 ¥6,400 million) is to apply the fund towards the acquisition of Urban Square Yokohama and the part of associated costs.

4. Debt Financing Before and After the Borrowings with Corporate Bonds (as of October 29, 2014)

(Millions of yen)

		Debt Financing Before Borrowings	Debt Financing After Borrowings	Difference
	Short-Term Borrowings (Note 1)	12,500.0	18,900.0	+6,400.0
	Long-Term Borrowings (Note 2)	160,509.0	160,509.0	0.0
	Total Borrowings	173,009.0	179,409.0	+6,400.0
	Corporate Bonds	8,300.0	8,300.0	0.0
Total Borrowings and Corporate Bonds		181,309.0	187,709.0	+6,400.0

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 October 15, 2014. However, no assurance or warranties are given for the completeness or accuracy of this English translation.