KENEDIX
Office Investment Corporation

Translation of Japanese Original

February 16, 2015

To All Concerned Parties

REIT Issuer:
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(Securities Code: 8972)

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Notice Concerning Debt Financing (Series 114) and the Execution of Interest Rate Swap Agreements

Kenedix Office Investment Corporation ("the Investment Corporation") today announced its decision to undertake debt financing (total of ¥4,550 million) and the execution of interest rate swap agreements.
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 prepayment of Term Loan 44-B (total of ¥4,125 million) and Series 111 (3) (total of ¥500 million) with a repayment date of February 18, 2015.

Note: For additional details, please refer to the press releases below.

Term Loan 44-B	:	"Notice Concerning Debt Financing (Term Loan 44) and Conclusion of agreements for Posting Additional Collateral" dated February 16, 2010.
Series 111 (3)	:	"Notice Concerning Debt Financing (Series 111)" dated October 15, 2014. "Notice Concerning the Prepayment of Debt Financing (Series 110) and Partial Prepayment of Debt Financing (Series 111)" dated December 15, 2014. "Notice Concerning Partial Prepayment of Debt Financing (Series 111)" dated January 23, 2015. "Notice Concerning Partial Prepayment of Debt Financing (Series 111)" dated February 16, 2015.

2. Details of Debt Financing

Long-Term Borrowing (Series 114-A)

①	Lender	:	Sumitomo Mitsui Trust Bank, Limited
②	Amount	:	¥1,250 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.50% (Note)
④	Drawdown Date	:	February 18, 2015
⑤	Debt Financing Method	:	The Investment Corporation executes an individual debt financing agreement with the aforementioned lender on February 16, 2015.
⑥	Interest Payment Date	:	The first interest payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment due on February 28, 2022. (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	:	February 28, 2022

			(If this day 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

Long-Term Borrowing (Series 114-B)

①	Lender	:	Aozora Bank, Ltd.
②	Amount	:	¥350 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.50% (Note)
④	Drawdown Date	:	February 18, 2015
⑤	Debt Financing Method	:	The Investment Corporation executes an individual debt financing agreement with the aforementioned lender on February 16, 2015.
⑥	Interest Payment Date	:	The first interest payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment due on February 28, 2022. (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	:	February 28, 2022 (If this day 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

Long-Term Borrowing (Series 114-C)

①	Lender	:	Sumitomo Mitsui Banking Corporation
②	Amount	:	¥1,700 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.60% (Note)
④	Drawdown Date	:	February 18, 2015
⑤	Debt Financing Method	:	The Investment Corporation executes an individual debt financing agreement with the aforementioned lender on February 16, 2015.
⑥	Interest Payment Date	:	The first interest payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment due on February 29, 2024. (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	:	February 29, 2024 (If this day 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 February 18, 2015 through the end of February, 2015, for Series 114-A and 114-B is 0.63000% and for Series 114-C is 0.73000% (as of February 16, 2015, the Japanese Yen TIBOR for 1 month is 0.13000%). Thereafter, the interest 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/).

Long-Term Borrowing (Series 114-D)

①	Lender	:	Development Bank of Japan Inc.
②	Amount	:	¥1,250 million
③	Interest Rate	:	1.31375% (Fixed interest rate)
④	Drawdown Date	:	February 18, 2015

⑤	Debt Financing Method	:	The Investment Corporation executes an individual debt financing agreement with the aforementioned lender on February 16, 2015.
⑥	Interest Payment Date	:	The first interest payment is due at the end of February 2015, and on the last day of every sixth month thereafter, with the last interest payment due on February 28, 2025. (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	:	February 28, 2025 (If this day 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

3. Use of the Fund

All of the abovementioned Series 114-A (total of ¥1,250 million) is to apply the fund towards the partial repayment (¥750 million) of Term Loan 44-B (Borrowing balance is ¥4,125 million) and repayment of Series 111(3) (Borrowing balance is ¥500 million). All of the abovementioned Series 114-B (total of ¥350 million), Series 114-C (total of ¥1,700 million) and Series 114-D (total of ¥1,250 million) are to apply the funds towards the partial repayment (¥3,300 million) of Term Loan 44-B. Furthermore, the remaining balance of Term Loan 44-B (¥75 million) will be repaid by cash on hand.

4. Interest Rate Swap Agreement

(1) Purpose

The Investment Corporation has decided to execute interest rate swap agreements as a hedge against possible increases in future interest rates for the abovementioned debt financing (Series 114-A, 114-B and 114-C).

(2) Details of the Interest Rate Swap Agreements

①Interest Rate Swap Agreement (Series 114-A)

Counterparty	:	Nomura Securities Co., Ltd.
Notional Amount	:	¥1,250 million
Interest Rates	:	Fixed interest rate for payment: 0.40700% Floating interest rate for receipt: base rate (JPY TIBOR for 1 month) (Note)
Commencement Date	:	February 18, 2015
Termination Date	:	February 28, 2022
Payment Date	:	The first payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment on February 28, 2022. (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 114-A is essentially fixed at 0.90700%.

②Interest Rate Swap Agreement (Series 114-B)

Counterparty	:	Nomura Securities Co., Ltd.
Notional Amount	:	¥350 million
Interest Rates	:	Fixed interest rate for payment: 0.40700% Floating interest rate for receipt: base rate (JPY TIBOR for 1 month) (Note)
Commencement Date	:	February 18, 2015
Termination Date	:	February 28, 2022
Payment Date	:	The first payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment on February 28, 2022. (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 114-B is essentially fixed at

0.90700%.

③Interest Rate Swap Agreement (Series 114-C)

Counterparty	:	Nomura Securities Co., Ltd.
Notional Amount	:	¥1,700 million
Interest Rates	:	Fixed interest rate for payment: 0.55700% Floating interest rate for receipt: base rate (JPY TIBOR for 1 month) (Note)
Commencement Date	:	February 18, 2015
Termination Date	:	February 29, 2024
Payment Date	:	The first payment is due at the end of February 2015, and on the last day of every month thereafter, with the last interest payment on February 29, 2024. (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 114-C is essentially fixed at 1.15700%.

5. Status of Debt Financing and Corporate Bonds after the borrowings and prepayment (as of February 18, 2015)

(Millions of yen)

		Before the Borrowings and Prepayment	After the Borrowings and Prepayment	Difference
	Short-Term Borrowings (Note 1)	2,600.0	2,100.0	-500.0
	Long-Term Borrowings (Note 2)	164,025.0	164,450.0	+425.0
	Total Borrowings	166,625.0	166,550.0	-75.0
	Corporate Bonds	8,300.0	8,300.0	0.0
Total Borrowings and Corporate Bonds		174,925.0	174,850.0	-75.0

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 January 30, 2015).

This notice is the English translation of the Japanese announcement on our Web site released on February 16, 2015. However, no assurance or warranties are given for the completeness or accuracy of this English translation.