KENEDIX
Office Investment Corporation

Translation of Japanese Original

March 9, 2015

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 116) 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 repayment of Series 69 (total of ¥1,000 million) with the repayment date of March 12, 2015.

Note: For additional details, please refer to the press release "Notice Concerning Debt Financing (Series 69)" dated March 8, 2012.

2. Details of Debt Financing

Long-Term Borrowing (Series 116)

①	Lender	:	Mizuho Bank, Ltd.
②	Amount	:	¥1,000 million
③	Interest Rate	:	Base rate (JPY TIBOR for 1 month) + 0.60% (Note)
④	Drawdown Date	:	March 12, 2015
⑤	Debt Financing Method	:	The Investment Corporation executes an individual debt financing agreement with the aforementioned lender on March 10, 2015.
⑥	Interest Payment Date	:	The first interest payment is due at the end of March 2015, and on the last day of every 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

Note: The base rate for the period commencing March 12, 2015 through the end of March 2015 will be the Japanese Yen TIBOR for 1 month which JBA TIBOR Administration (the "JBATA") release on March 10, 2015. 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

All of the abovementioned Series 116 (total of ¥1,000 million) is to apply the fund towards the repayment of Series 69 (Borrowing balance is ¥1,000 million).

4. Interest Rate Swap Agreement

The Investment Corporation has decided to execute an interest rate swap agreement as stated below. The more details will be announced when determined.

(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 116).

(2) Details of the Interest Rate Swap Agreement

①Interest Rate Swap Agreement (Series 116)

Counterparty	:	To be determined (Note)
Notional Amount	:	¥1,000 million
Interest Rates	:	Fixed interest rate for payment: To be determined (Note) Floating interest rate for receipt: base rate (JPY TIBOR for 1 month)
Commencement Date	:	March 12, 2015
Termination Date	:	February 28, 2025
Payment Date	:	The first payment is due at the end of March 2015, and on the last day of every month thereafter, with the last interest payment 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.)

Note: Any undecided matters shall be determined on March 10, 2015 and will be announced after decision is made.

5. Debt Financing Before and After the Borrowing with Corporate Bonds (as of March 12, 2015)

(Millions of yen)

		Debt Financing Before the Borrowings	Debt Financing After the Borrowings	Difference
	Short-Term Borrowings (Note 1)	1,500.0	1,500.0	0.0
	Long-Term Borrowings (Note 2)	165,050.0	165,050.0	0.0
	Total Borrowings	166,550.0	166,550.0	0.0
	Corporate Bonds	8,300.0	8,300.0	0.0
Total Borrowings and Corporate Bonds		174,850.0	174,850.0	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 January 30, 2015).

This notice is the English translation of the Japanese announcement on our Web site released on March 9, 2015. However, no assurance or warranties are given for the completeness or accuracy of this English translation.