February 24, 2016

Company name: Kenedix, Inc.
Representative: Taisuke Miyajima, CEO & President
Stock code: 4321
Listing: First Section, Tokyo Stock Exchange
Contact: Masahiko Tajima, Director,
Head of Corporate Planning Department

Please note that this document is a translation of the official announcement that was released in Tokyo. The translation is prepared and provided for the purpose of the readers' convenience only.
All readers are strongly recommended to refer to the original Japanese version of the news release for complete and accurate information.

Notice Regarding Reduction of Capital Reserve

The Board of Directors of Kenedix, Inc. approved a resolution on February 24, 2016 to submit a proposal to reduce capital reserve as follows at the Ordinary General Meeting of Shareholders to be held on March 25, 2016.

1. Objectives

   The purpose of the reduction in capital reserve and the transfer of the reduced amount to other capital surplus is securing mobility of its capital policy going forward, including stock repurchase.

2. Details

   The capital reserve will be reduced 10,000,000,000 yen from 28,782,247,600 yen as of December 31, 2015 to 18,782,247,600 yen.

3. Schedule of the reduction of capital reserve (tentative)

(1) Board of Directors' resolution	February 24, 2016
(2) Resolution date for shareholders' meeting	March 25, 2016 (tentative)
(3) Official end of period for creditors to submit objections	May 25, 2016 (tentative)
(4) Effective date	June 1, 2016 (tentative)

4. Outlook

   The reduction of capital reserve involves transfer of amounts within net asset items. There is no change in the total amount of net assets and no effect on profit or loss.

Cautionary Statement Concerning Forward-Looking Information

This press release contains forward-looking statements that include "intends," "will" and other similar words and phrases, statements regarding the intent, belief, strategy, plans or current expectations of the Company. Such forward-looking statements are not guarantees of future performance or events and involve risks and uncertainties. Actual results may differ materially from those described in such forward-looking statements as a result of various factors. The Company does not undertake any obligation to update the forward-looking statements contained herein, or to update the reasons why actual results could differ from those projected in the forward-looking statements, except as required by law.