April 27, 2016

Company name: Kenedix, Inc.
Representative: Taisuke Miyajima, CEO & President
Stock code: 4321
Listing: First Section, Tokyo Stock Exchange
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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 Concerning Extended-stay Hotel and Residential Property Business in the ASEAN Region

As announced in the press release titled "Notice of Commencement of Business Activities in the ASEAN Region" dated November 6, 2014, Kenedix, Inc. has been involved in the extended-stay hotel and residential property business in the ASEAN region. Kenedix Board of Directors approved a resolution to sell all outstanding shares of Aisa Hotel & Residence Pte. Ltd., the company that operates this business.

1. Overview

Kenedix and subsidiary Space Design, Inc. established Aisa Hotel & Residence Pte. Ltd. for operations involving extended-stay hotels and residential properties in the ASEAN region. However, in view of the progress achieved so far, Kenedix decided to sell all shares of this operating company and as a result will withdraw from its involvement in Aisa Hotel & Residence Pte. Ltd.'s business.

2. Schedule

Resolution date	April 27, 2016
Completion of stock transfer	Mid-June 2016 (planned)

3. Outlook

In association with this matter, Kenedix expects to record an extraordinary loss of up to approximately 160 million yen in 2016. There is no change in the 2016 consolidated forecast announced on February 10, 2016. An announcement will be made promptly if a forecast revision is needed due to changes in the operating environment, real estate market or results of operations.

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.