July 12, 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 of Assets Under Management at the End of June 2016

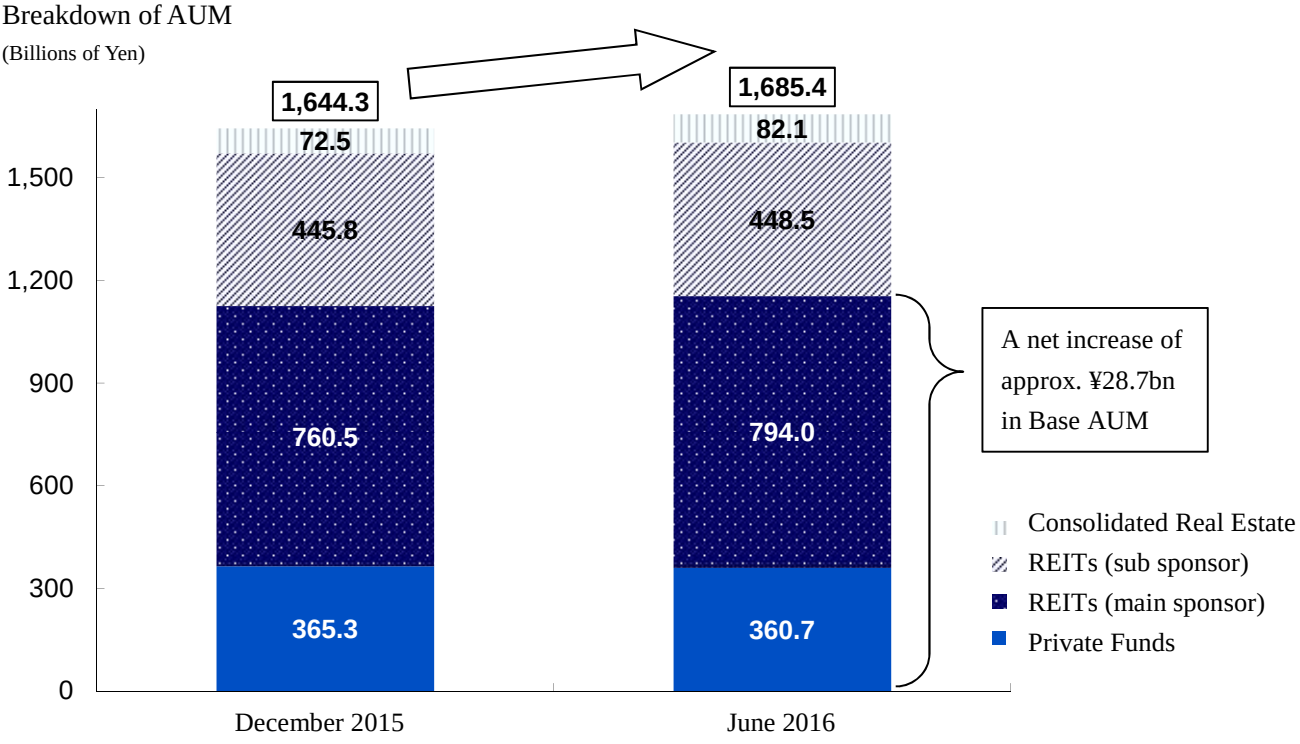
As noted below, there was a net increase of about 41.0 billion yen in the assets under management (AUM) at the Kenedix Group during the first half of 2016. This resulted in the total AUM balance of 1,685.4 billion yen as of June 30, 2016. In addition, Base AUM totaled 1,154.7 billion yen, a net increase of about 28.7 billion yen during the same period.

Growth in AUM (Billions of Yen)

	AUM at the Beginning of Period (End-Dec 2015)	Acquisitions *1	Dispositions *1	Net Increase (Decrease)	AUM at the End of Period (End-June 2016)
Total AUM	1,644.3	148.0	106.9	41.0	1,685.4
Base AUM *2	1,125.9	107.6	78.8	28.7	1,154.7

*1: AUM includes internal transactions between funds managed by the Kenedix Group.
*2: Base AUM comprises total AUM for REITs where Kenedix serves as the main sponsor and private funds.

Breakdown of AUM



Note: The Group uses the following standards for calculating the balance of AUM.
- AUM includes all real estate properties where the Group performs asset management and other services.
- The balance of AUM is calculated based on the acquisition cost of properties (net of taxes). Costs associated with acquisitions, capital expenditures to enhance property's value and other related items, which are typically included in the book value of properties for accounting purposes, are not included in the calculation of AUM.
- Consolidated Real Estate represents properties that the Group holds itself for a short period of time and provides asset management and other services to. AUM includes properties held by the following REITs who are managed by Kenedix affiliates.
  REITs (sub sponsor): Japan Logistics Fund, Inc. and Premier Investment Corporation
  REITs (main sponsor): Kenedix Office Investment Corporation, Kenedix Residential Investment Corporation, Kenedix Retail REIT Corporation, Kenedix Private Investment Corporation and Japan Senior Living Investment Corporation
- The balance of AUM may potentially decrease as a result of the Group's activities which include disposition of properties.