December 1, 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 of Agreement for Ginza 8-chome Hotel Project

Kenedix, Inc. has reached an agreement with Royal Park Hotels and Resorts Company, Limited, a member of the Mitsubishi Estate Group, regarding the start of a hotel business by constructing a hotel on a site in Ginza 8-chome of Tokyo's Chuo-ku. Royal Park Hotels and Resorts will operate the hotel for Kenedix.

1. Summary

Kenedix will develop and manage the hotel. Hotel management will be performed by Kenedix Group member Space Design, Inc., which has a serviced apartment business and other activities. Hotel operations will be outsourced to Royal Park Hotels and Resorts.

The hotel will be constructed on a site near Chuo-dori, the main street of the Ginza district, and within walking distance of Ginza Station of the Tokyo Metro subway. This will make the hotel convenient for both business and leisure travelers. Providing lodging to meet a variety of guest requirements will be the hotel's primary activity. Operations are scheduled to begin early in 2019.

2. Plan for the new hotel

■Architectural perspective (plan)



■Map



Location	8-9-4, Ginza, Chuo-ku, Tokyo
Site area	Approx. 422 m^2
Floor area (planned)	Approx. 4,618 m^2
Structure and scale (planned)	Steel frame structure, 14 above-ground floors, height of 47.9 m
Facilities (planned)	Guest rooms (125), restaurants, retail stores, etc.
Hotel management	Space Design, Inc.
Hotel operations	Royal Park Hotels and Resorts Company, Limited (wholly owned by MITSUBISHI ESTATE CO., LTD.)
Design and construction (planned)	SHIMIZU CORPORATION
Design supervision	Garde Co., Ltd.
Schedule (planned)	Jun. 2017: Start of construction Dec. 2018: Completion of construction Early 2019: Grand opening

3. Outlook

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.