KENEDIX
Office Investment Corporation

Translation of Japanese Original

April 22, 2016

To All Concerned Parties

REIT Issuer:
Kenedix Office Investment Corporation
Naokatsu Uchida, Executive Director
(Securities Code: 8972)

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Notice Concerning the Issuance of the Investment Corporation Bonds

Kenedix Office Investment Corporation ("the Investment Corporation") today announced the decision to issue investment corporation bonds through public offering based on the comprehensive resolution adopted at the board of directors' meeting held on March 1, 2016.
Details are provided as follows.

1. Outline of the Investment Corporation Bonds

(1) Name of investment corporation bonds

Kenedix Office Investment Corporation Seventh Series Unsecured Investment Corporation Bonds
(Ranking *pari passu* among the specified investment corporation bonds)
(The aforementioned investment corporation bonds shall hereafter be referred to as "the Seventh Series Bonds.")

(2) Total amount of the bonds

1.0 billion yen

(3) Form of bonds certificate

The Bonds Transfer Act is applicable to the Seventh Series Bonds, thus investment corporation bond certificates will not be issued.

(4) Issue price

100 per yen value of 100 yen for each bond

(5) Redemption price

100 per yen value of 100 yen for each bond

(6) Interest rate

0.900% per annum

(7) Denomination of each bond

0.1 billion yen

(8) Offering method

Public offering

(9) Offering period

April 22, 2016 (Friday)

(10) Payment date

April 28, 2016 (Thursday)

(11) Collateral

No collateral or guarantee is applicable, and no assets are specifically reserved as collateral for the Seventh Series Bonds.

(12) Redemption method and maturity

(a) The total amount of the Seventh Series Bonds shall be redeemed on April 28, 2028.

(b) The Seventh Series Bonds may be purchased and cancelled at any time after the payment date, except for the case of service regulations and other rules that the statutory or depository otherwise stipulates.

(c) If the maturity date of the Seventh Series Bonds falls on the bank holiday, the payment will be brought forward to the previous bank business day.

(13) Interest payment dates

April 28 and October 28, every year and the maturity date

(14) Financial covenants

The negative pledge is applicable to the Seventh Series Bonds.

(15) Ratings

A+ (Japan Credit Rating Agency, Ltd.)

(16) Depository

Japan Securities Depository Center, Inc.

(17) Fiscal agent, issuing agent and paying agent

Sumitomo Mitsui Banking Corporation

(18) Underwriting securities companies

SMBC Nikko Securities Inc.

2. Reason for Bonds Issuance

To apply the fund towards the repayment of a portion of borrowings with repayment date of April 28, 2016.

3. Total Amount to be Procured, Use of Funds and Scheduled Outlay Period

(1) Total amount to be procured (approximate net balance)

986.61 million yen

(2) Specific use of funds and scheduled outlay period

The estimated issuance cost of ¥13.39 million is deducted from the total paid-in Seventh Series Bonds value of ¥1,000 million, and the approximate net balance of ¥986.61 million is planned to use as a source of funds for the repayment of a portion of borrowings with repayment date of April 28, 2016.

4. Status of Debt Financing and Investment Corporation Bonds after Issuance of the Seventh Series Bonds and the partial repayment (as of April 28, 2016).

(Millions of yen)

		Balance Before Issuance of the Seventh Series Bonds and the partial repayment	Balance After Issuance of the Seventh Series Bonds and the partial repayment	Difference
	Short-Term Borrowings (Note 1)	2,500.0	2,500.0	0.0
	Long-Term Borrowings (Note 2)	164,300.0	163,300.0	-1,000.0
	Total Borrowings	166,800.0	165,800.0	-1,000.0
	Corporate Bonds	8,300.0	9,300.0	+1,000.0
Total Borrowings and Corporate Bonds		175,100.0	175,100.0	0.0

Notes:

1. Short-term borrowings refer to debt financing with a period of less than or equal to one year from the drawdown date to the repayment date. However, the borrowings whose period until repayment date have surpassed one year because the repayment date 1 year from the drawdown date is not a business day and for which the repayment date has been moved to the following business day, are included in short-term borrowings.
2. Long-term borrowings refer to debt financing with a period of more than one year from the drawdown date to the repayment date.

5. Other

For risks concerning the redemption, etc. of the Seventh Series Bonds, there are no significant changes to "the Investment Risks" described in the 21st Securities Report (submitted on January 29, 2016).

【Reference】

The Investment Corporation submitted Shelf Registration Supplements to the Director of Kanto Local Finance Bureau concerning the Seventh Series Bonds today.

The Investment Corporation's web site: http://www.kdo-reit.com/en/

This notice is the English translation of the Japanese announcement on our web site released on April 22, 2016. However, no assurance or warranties are given for the completeness or accuracy of this English translation.