March 31, 2017

Company name: Kenedix, Inc.
Representative: Taisuke Miyajima, CEO & President
Stock code: 4321
Listing: First Section, Tokyo Stock Exchange
Contact: Hikaru Teramoto,
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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 Sales of Assets (Retail Facilities)

Kenedix, Inc. will sell properties to Kenedix Retail REIT Corporation as follows.

1. Reason for sale

Kenedix will sell retail facilities listed below (1) that is included in consolidated inventories and (2) that is included in consolidated fixed assets through its subsidiary. The trust beneficiary right (3) will be sold by the non-consolidated SPC that Kenedix has made a silent partnership (tokumei kumiai) investment. Kenedix believes that these transactions will contribute to the formation and growth of the Kenedix Group's J-REIT investment portfolio.

2. Assets to be sold

	Description and location	Selling price (Million yen, net of taxes)	Category
(1)	Yumemachi Narashinodai Mall (Funabashi-shi, Chiba)	3,416	Retail facility
(2)	Kawamachi Yahagi Mall (Chiba-shi, Chiba)	3,097	Retail facility
(3)	SunStreet Hamakita (Hamamatsu-shi, Shizuoka)	10,746	Retail facility

3. Outline of purchaser

Name	Kenedix Retail REIT Corporation

4. Schedule

Contract signing	March 31, 2017
Transaction closing date (tentative)	(1) April 19, 2017 (2) May 18, 2017 (3) April 27, 2017

5. Outlook

The impact of the sales of properties (1) and (3) on the 2017 results of operations is negligible. Kenedix expects to record an extraordinary income of approximately 0.3 billion yen from the sales of the property (2). There is no change in the 2017 consolidated forecast announced on February 13, 2017. An announcement will be made promptly if a forecast is revised 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 Kenedix. 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. Kenedix 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.