KENEDIX
Office Investment Corporation

Translation of Japanese Original

March 24, 2017

To All Concerned Parties

REIT Issuer:
Kenedix Office Investment Corporation
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(Securities Code: 8972)

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Notice Concerning Debt Financing (Series 138)

Kenedix Office Investment Corporation today announced its decision to undertake debt financing (total of ¥500 million).
Please see below for the details.

1. Outline of Debt Financing

Series	Lender	Amount	Interest Rate (Note)	Contract Date	Drawdown Date	Principal Repayment Date (Note)	Collateral・Repayment Method
138	The Bank of Fukuoka, Ltd.	¥500 million	0.85000% (Fixed interest rate)	March 24, 2017	March 28, 2017	March 31, 2027	Unsecured, unguaranteed・Repayment of principal in full on maturity date

Note: The first interest payment is due at the end of April 2017, and on the last day of every month thereafter with the principal repayment day. If each interest payment day or the principal repayment day is a non-business day, then the interest payment or the principal repayment will be due on the next business day and if that next business day is in the next month, then previous business day will be applied.

2. Purpose of Debt Financing

Series 138 is to apply the fund towards the repayment of Series 70-A (¥500 million) with the principal repayment date of March 28, 2017.

3. Status of Debt Financing and Corporate Bonds after the Borrowings (as of March 28, 2017)

(Millions of yen)

	Classification	Balance before the Borrowings	Balance after the Borrowings	Difference
	Short-Term Borrowings (Note 1)	4,500	4,500	0
	Long-Term Borrowings (Note 2)	164,300	164,300	0
	Total Borrowings	168,800	168,800	0
	Corporate Bonds	6,300	6,300	0
Total Borrowings and Corporate Bonds		175,100	175,100	0

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

4. Other

For risks concerning the repayment of the aforementioned borrowings, there are no significant changes to the "Investment Risks" as described in the Securities Report (submitted January 30, 2017).

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

This notice is the English translation of the Japanese announcement on our website released on March 24, 2017. However, no assurance or warranties are given for the completeness or accuracy of this English translation.