KENEDIX
Office Investment Corporation

Translation of Japanese Original

August 25, 2017

To All Concerned Parties

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

Asset Management Company:
Kenedix Real Estate Fund Management, Inc.
Masahiko Tajima, President & CEO
Inquiries:
Jiro Takeda
Head of Planning Division
Office REIT Department
TEL: +81-3-5623-8979

Notice Concerning Debt Financing (Series 143) and the Execution of an Interest Rate Swap Agreement

Kenedix Office Investment Corporation ("the Investment Corporation") today announced its decision to undertake debt financing (total of 2,000 million yen) and the execution of an interest rate swap agreement. Please see below for the details.

1. Outline of Debt Financing

Series	Lender	Amount	Interest Rate (Note 1) (Note 2)	Contract Date	Drawdown Date	Principal Repayment Date (Note 1)	Collateral・Repayment Method
143-A	Mizuho Bank, Ltd.	1,000 million yen	Base rate (JPY TIBOR for 1 month) + 0.25000%	August 25, 2017	August 31, 2017	August 31, 2018	Unsecured, unguaranteed・Repayment of principal in full on maturity date
143-B	Sumitomo Mitsui Banking Corporation	1,000 million yen	Base rate (JPY TIBOR for 1 month) + 0.45000%			August 31, 2023	

Note 1: The first interest payment is due at the end of September 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.

Note 2: The base rate that is applied during interest period for the interest due on each interest payment date shall be calculated based on Japanese Yen TIBOR for 1 month, which the JBA TIBOR Administration ("the JBATA") releases two business days before each interest payment date. The Japanese Yen TIBOR of the JBATA is available on the JBATA website (http://www.jbatibor.or.jp/english/rate/).

2. Purpose of Debt Financing

Series 143 is to apply the fund towards the repayment of Series 131-A (2,000 million yen) with the principal repayment date of August 31, 2017.

3. Interest Rate Swap Agreement

The Investment Corporation decided to undertake the execution of an interest rate swap agreement as follows. The details will be announced upon determination.

(1) Purpose

For a hedge against possible increases in future interest rate for Series 143-B with floating interest rate.

(2) Details of the Interest Rate Swap Agreement

		Series 143-B
Counterparty		To be determined (Note)
Notional Amount		1,000 million yen
Interest Rate	Fixed interest rate for payment	To be determined (Note)
	Floating interest rate for receipt	Base rate (JPY TIBOR for 1 month)
Commencement Date		August 31, 2017
Termination Date		August 31, 2023
Payment Date		The first payment is due at the end of September 2017, and on the last day of every month thereafter, with August 31, 2023. (If each payment day is a non-business day, then the payment 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.)

Note: The undecided matters will be announced upon determination.

4. Status of Debt Financing and Corporate Bonds after the Borrowings (as of August 31, 2017)

(Millions of yen)

Classification	Balance before the Borrowings	Balance after the Borrowings	Difference
Short-Term Borrowings (Note 1)	5,000	6,000	+1,000
Long-Term Borrowings (Note 2)	166,800	165,800	-1,000
Total Borrowings	171,800	171,800	0
Corporate Bonds	9,300	9,300	0
Total Borrowings and Corporate Bonds	181,100	181,100	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.

5. 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 on July 28, 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 August 25, 2017. However, no assurance or warranties are given for the completeness or accuracy of this English translation.