KENEDIX
Office Investment Corporation

Translation of Japanese Original

December 26, 2017

To All Concerned Parties

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Notice Concerning Interest Rate Determination of Debt Financing (Series 149) and Debt Financing (Series 150)

Kenedix Office Investment Corporation ("the Investment Corporation") has announced today, that the interest rate of debt financing which was disclosed in the press release, "Notice Concerning Debt Financing (Series 149) and Prepayment of Borrowings (Series 79-B)" dated December 1, 2017, was determined, and the Investment Corporation decided to undertake the new debt financing (Series 150: total of 1,000 million yen).
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
149	Mizuho Trust & Banking Co., Ltd.	500 million yen	0.86380% (Fixed interest rate)	December 1, 2017	December 28, 2017	December 28, 2027	Unsecured, unguaranteed・Repayment of principal in full on maturity date
150	The Bank of Fukuoka, Ltd.	500 million yen	0. 74380% (Fixed interest rate)	December 26, 2017		December 28, 2025	
	Development Bank of Japan Inc.	500 million yen	0. 87750% (Fixed interest rate)			December 28, 2026	

Note: The first interest payment excluding the debt from Development Bank of Japan Inc. is due at the end of January 2018, and on the last day of every month thereafter with the principal repayment day. The first interest payment of the debt from Development Bank of Japan Inc. is due at the end of June 2018, and on the last day of every 6 months 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 150 is to apply the fund towards the repayment of Series 79-B (the debt from The Bank of Fukuoka, Ltd.; total of 500 million yen) and Series 135-A (the debt from Development Bank of Japan Inc.; total of 500 million yen) with the principal repayment date of December 28, 2017.

3. Status of Borrowings and Corporate Bonds after the Debt Financing (as of December 28, 2017) (Note 1)

(Millions of yen)

	Classification	Balance before the New Debt Financing	Balance after the New Debt Financing	Difference
	Short-Term Borrowings (Note 2)	6,000	5,500	-500
	Long-Term Borrowings (Note 3)	172,800	173,300	+500
	Total Borrowings	178,800	178,800	0
	Corporate Bonds	7,800	7,800	0
Total Borrowings and Corporate Bonds		186,600	186,600	0

Note 1: An increase or decrease in the balance of borrowings due to Series 79-B (the debt from Mizuho Trust & Banking Co., Ltd.; total of 500

million yen), to be prepaid on December 28, 2017 and Series 149 (the debt from Mizuho Trust & Banking Co., Ltd.; total of 500 million yen) to be undertaken as of the same date is included.

Note 2: 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 3: 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, etc. of the aforementioned debt financing, 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 December 26, 2017. However, no assurance or warranties are given for the completeness or accuracy of this English translation.