KENEDIX
Retail REIT Corporation

Translation of Japanese Original

April 25, 2018

To All Concerned Parties

REIT Issuer:
Kenedix Retail REIT Corporation
Representative: Akihiro Asano, Executive Director
(Securities Code: 3453)

Asset Manager:
Kenedix Real Estate Fund Management, Inc.
Representative: Masahiko Tajima, President & CEO
Contact: Koichiro Nobata, Head of Planning Division, Retail REIT Department
TEL: +81-3-5623-3868

Notice Concerning the Execution of Interest Rate Swap Agreement

Kenedix Retail REIT Corporation ("KRR") announced today its decision to undertake the execution of an interest rate swap agreement regarding the long-term borrowing (Series 21-A/Series 21-B) announced on April 6, 2018 in the press release titled "Notice Concerning Debt Financing (Series 21) and Execution of Interest Rate Swaps" as follows.

1. Details of interest rate swap agreement

Series		21-A
Counterparty		Nomura Securities Co., Ltd.
Notional amount (million yen)		2,000
Interest rates	Fixed interest rate for payment	0.25200%
	Floating interest rate for receipt	Base rate (JBA JPY 1-month TIBOR)
Commencement date		April 27, 2018
Termination date		April 30, 2026
Payment date		The first payment will be made at the end of May 2018, and on the last day of every month thereafter, with the last payment on the principal repayment day. (The interest payment will be made on the following business day in case such date falls on a day that is not a business day and the preceding business day in case such date falls in the next calendar month.)

(Note) By entering into the interest rate swap agreement, the interest rate for Series 21-A is essentially fixed at 0.90200%.

Series		21-B
Counterparty		Daiwa Securities Co. Ltd.
Notional amount (million yen)		1,000
Interest rates	Fixed interest rate for payment	0.34000%
	Floating interest rate for receipt	Base rate (JBA JPY 1-month TIBOR)
Commencement date		April 27, 2018
Termination date		April 30, 2028
Payment date		The first payment will be made at the end of May 2018, and on the last day of every month thereafter, with the last payment on the principal repayment day. (The interest payment will be made on the following business day in case such date falls on a day that is not a business day and the preceding business day in case such date falls in the next calendar month.)

(Note) By entering into the interest rate swap agreement, the interest rate for Series 21-B is essentially fixed at 1.09000%.

For further details concerning long-term borrowings (Series 21-A/Series 21-B) as well as the reasons for our execution of the interest rate swap above, please refer to the KRR's press release "Notice Concerning Debt Financing (Series 21) and Execution of Interest Rate Swaps" announced on April 6, 2018.

2. Future outlook

There are no changes to the forecasts of financial results of KRR published in the "Financial Report for the Fiscal Period Ended September 30, 2017" dated November 14, 2017 as the impact on the financial results is minimal.

KRR's website address: http://www.krr-reit.com/en

This notice is the English translation of the Japanese announcement on April 25, 2018. However, no assurance or warranties are given for the completeness or accuracy of this English translation.