KENEDIX
Retail REIT Corporation

Translation of Japanese Original

August 28, 2019

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.
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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 27-B/Series 27-C) announced on August 27, 2019 in the press release titled "Notice Concerning Debt Financing (Series 27) and Execution of Interest Rate Swaps" as follows.

1. Details of interest rate swap agreement

Series		27-B	27-C
Counterparty		Sumitomo Mitsui Trust Bank, Ltd.	Nomura Securities Co., Ltd.
Notional amount (million yen)		650	890
Interest rates	Fixed interest rate for payment	-0.04035%	-0.01500%
	Floating interest rate for receipt	Base rate (JBA JPY 3-month TIBOR)	
Commencement date		August 30, 2019	
Termination date		August 31, 2024	August 31, 2026
Payment date		The first payment will be made at the end of November 2019, and on the last day of every three months 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 27-B is essentially fixed at 0.45965% and for Series 27-C is essentially fixed at 0.58500%.

For further details concerning long-term borrowings (Series 27-B/Series 27-C) 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 27) and Execution of Interest Rate Swaps" announced on August 27, 2019.

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 March 31, 2019" dated May 16, 2019 as the impact on the financial results is minimal.

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

This notice is the English translation of the Japanese announcement on August 28, 2019. However, no assurance or warranties are given for the completeness or accuracy of this English translation.