KENEDIX
Retail REIT Corporation

Translation of Japanese Original

January 28, 2021

To All Concerned Parties

REIT Issuer:
Kenedix Retail REIT Corporation
Representative: Moyuru Watanabe, Executive Director
(Securities Code: 3453)

Asset Manager:
Kenedix Real Estate Fund Management, Inc.
Representative: Masahiko Tajima, President & CEO
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Notice Concerning the Termination of the Alliance Agreement with ITOCHU Corporation

Kenedix Retail REIT Corporation ("KRR") announced today that KRR and Kenedix Real Estate Fund Management, Inc. ("the Asset Manager"), the asset manager for KRR, have decided to terminate the alliance agreement ("the Alliance Agreement") with ITOCHU Corporation ("ITOCHU") dated August 10, 2016.

1. Reason for the termination of the Alliance Agreement

Kenedix Inc., the parent company of the Asset Manager, and ITOCHU had entered into an agreement on a business alliance for the purpose of strengthening the development capability of retail facilities and the property pipeline to KRR, and worked on joint development projects for retail facilities. As a result of discussions between the two companies, it has been decided that the business alliance will be terminated based on the judgment that the business alliance has achieved a certain level of success. As a result of discussions with ITOCHU, it has also been decided to terminate the Alliance Agreement by mutual consent.

KRR and the Asset Manager have entered into a support-line memorandum of understanding with Kenedix, Inc. and Kenedix Investment Partners, Inc. KRR and the Asset Manager have also entered into alliance agreements with Sumitomo Mitsui Finance and Leasing Co., Ltd., SMFL MIRAI Partners Co., Ltd., Nippon Commercial Development Co., Ltd. and P&D Consulting Co., Ltd. There are no changes to the support for KRR and the Asset Manager from the Sponsor and the Alliance Companies other than ITOCHU.

2. Date of Termination

January 28, 2021

3. Future outlook

There are no changes to the forecasts of fiscal periods ending March 31, 2021 and September 30, 2021 as the impact on the termination of the alliance agreement is minimal.

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

This notice is the English translation of the Japanese announcement on January 28, 2021. However, no assurance or warranties are given for the completeness or accuracy of this English translation.