

Translation Purpose Only

September 28, 2007

To All Concerned Parties

REIT Issuer:
Kenedix Realty Investment Corporation
2-2-9 Shimbashi, Minato-ku, Tokyo
Taisuke Miyajima, Executive Director
(Securities Code: 8972)

Asset Management Company:
Kenedix REIT Management, Inc.
Taisuke Miyajima, CEO and President

Inquiries:
Masahiko Tajima
Director / General Manager, Financial Planning Division
TEL.: +81-3-3519-3491

Notice Concerning Debt Financing Interest Rate Determination

Kenedix Realty Investment Corporation (“the Investment Corporation”) today announced the details of interest rates and applicable periods for debt financing outlined in the following table.

Lender	Classification (Note 1)	Balance (Billions of Yen)	Interest Rate (Interest Payment Period)	Drawdown Date	Repayment Date
Sumitomo Mitsui Banking Corporation	Series 16-C (Long-Term)	2.0	1.24833% (Note 2) (Note 4) (October 2, 2007 to January 2, 2008)	April 2, 2007	April 2, 2010
The Chuo Mitsui Trust and Banking Co., Ltd.	Series 16-D (Long-Term)	2.0	1.29833% (Note 3) (Note 5) (October 2, 2007 to January 2, 2008)	April 2, 2007	April 2, 2012

Notes:

1. Long-term debt financing refers to debt financing with a period of more than one year from the drawdown date to the repayment date.
2. Three-month yen TIBOR + 0.40%
3. Three-month yen TIBOR + 0.45%
4. The Investment Corporation has entered into an interest-rate swap transaction for a notional principal of ¥2.0 billion. As a result, the interest rate applicable through throughout the loan period is 1.57375%.
5. The Investment Corporation has entered into an interest-rate swap transaction for a notional principal of ¥2.0 billion. As a result, the interest rate applicable through throughout the loan period is 1.87500%.

This notice is the English translation of the Japanese announcement on our Web site released on September 28, 2007. However, no assurance or warranties are given for the completeness or accuracy of this English translation.