



Translation Purpose Only

March 29, 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

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**Notice Concerning the Change of the Company Regulations (Management Guidelines)
of the Asset Management Company**

Kenedix Realty Investment Corporation (“the Investment Corporation”) announced that the Board of Directors of Kenedix REIT Management, Inc. (“the Asset Management Company”), the asset management company for the Investment Corporation, resolved to change the management guidelines contained in its company regulations. Details are as follows.

1. Overview

The Asset Management Company has changed its management guidelines in order to have a greater range of fund management method options, and may, in addition to an ordinary non-interest bearing debt account and an ordinary savings account, and also deposit surplus funds in a time-deposit account or a negotiable certificate of deposit account for the Investment Corporation.

2. Change in the Management Guidelines

Article 34.1 Supervision of Cash Equivalent

Before the Change in Management Guidelines	After the Change in Management Guidelines
Surplus funds (within specific accounts of the Investment Corporation and within trust accounts of trust beneficially interests in real estate) belonging to the Investment Corporation shall be deposited in an ordinary non-interest bearing account (an ordinary account that is covered by the deposit insurance system for the full value of the deposit) or an <u>ordinary account</u> of a bank that has a short-term debt rating of P-2 or higher by Moody’s Investors Service, Inc.	Surplus funds (within specific accounts of the Investment Corporation and within trust accounts of trust beneficially interests in real estate) belonging to the Investment Corporation shall be deposited in an ordinary non-interest bearing account (an ordinary account that is covered by the deposit insurance system for the full value of the deposit), an ordinary account, <u>a time-deposit account, or a negotiable certificate of deposit</u> of a bank that has a short-term debt rating of P-2 or higher by Moody’s Investors Service, Inc.



3. Details of the Change

As a result of the change to the management guidelines, the Investment Corporation now has a greater range of fund management method options and may, in addition to an ordinary non-interest bearing debt account and an ordinary savings account, also deposit surplus funds in a time-deposit account or a negotiable certificate of deposit.

This notice is the English translation of the Japanese announcement on our Web site released on March 29, 2007. However, no assurance or warranties are given for the completeness or accuracy of this English translation.