

Translation Purpose Only

March 27, 2008

To All Concerned Parties

REIT Issuer:
 Kenedix Realty Investment Corporation
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 Taisuke Miyajima, Executive Director
 (Securities Code: 8972)

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**Notice Concerning Change in the Company Regulation (Management Guideline)
 of the Asset Management Company**

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

1. Overview

The Investment Corporation has revised sections of the “Development Properties” of the Asset Management Company’s management guideline.

2. The Major Changes in the Management Guideline

Before the Change in Management Guideline	After the Change in Management Guideline
Article 24 (Development Properties) 1. As a rule, investment in properties already producing stable rental revenues or similar revenues, or properties projected to produce such revenue may be considered. 2. Notwithstanding the preceding paragraph, <u>regarding properties being developed or constructed by a third party, investment prior to completion of construction may be considered if, based on the lease market, lease reservation agreements, etc., there is sufficient possibility of securing tenants after construction and minimal risk of the completion and transfer.</u>	Article 24 (Development Properties) 1. As a rule, investment in properties already producing stable rental revenues or similar revenues, or properties projected to produce such revenue may be considered. 2. Notwithstanding the preceding paragraph, <u>regarding land and buildings that are yet to be constructed or are being constructed, investment prior to completion of construction may be considered (i) If risks associated with building permit and approval and risks associated with completion of construction have been reduced; (ii) If, based on lease market conditions, existence of lease reservation agreements, etc., there is sufficient possibility of securing tenants after construction; and (iii) If the investment will not materially impact the overall portfolio. In the event of such, the Investment Corporation may also be the party placing the order in the agreement on building construction contract work.</u>

3. The Investment Corporation may not acquire land and invest in projects in which it would develop or build.

3. The Investment Corporation may not engage in transactions in which the Investment Corporation itself prepares building lots or carries out the construction for constructing the building.

3. Details of the Changes

The Investment Corporation has changed management guideline to stipulate that, as a means to acquire prime properties under favorable terms and conditions, investment in properties that are in the development stage may be considered after various risks have been reduced.

This notice is the English translation of the Japanese announcement on our Web site released on March 27, 2008. However, no assurance or warranties are given for the completeness or accuracy of this English translation.