

Translation Purpose Only

October 29, 2009

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 Acquisition of Investment Units by Asset Management Company

Kenedix REIT Management Inc., the company in charge of the asset management (“the Asset Management Company”) of Kenedix Realty Investment Corporation (“the Investment Corporation”), announced as follows that the board of directors meeting of the Asset Management Company (“the Board of Directors Meeting”) held on October 29, 2009, according to the “rules concerning management of businesses , etc. of Members” and the “detailed regulations of rules concerning management of businesses, etc. of Members” designated by The Investment Trusts Association, Japan, resolved the acquisition (“the Acquisition”) of the Investment Corporation’s investment units (“the Investment Units”).

The Acquisition is based on the assumption that the 1,200 of the 33,550 investment units for the Primary Offering (as defined below) underwritten by Nomura Securities Co., Ltd., will be sold to the Asset Management Company as the buyer designated by the Investment Corporation, at the time of the issuance of new investment units (“the Primary Offering”) and secondary offering of investment units (over-allotment) (“the Over-Allotment”) (Note) resolved at the Board of Directors of the Investment Corporation held on October 29, 2009.

Note: For details of the Primary Offering and the Over-Allotment, please refer to the press release “Notice Concerning the Issue of New Investment Units and Secondary Offering” released dated as of October 29, 2009.

1. Resolutions at the Board of Directors Meeting Regarding the Acquisition

(1) Date or period of acquisition or disposal (“the Acquisition, etc.”)

At the payment date of Primary Offering (any day between November 16, 2009 (Monday) and November 19, 2009 (Thursday)); however, that such day should be the fifth business day immediately following the Issue Price Determination Date mentioned in (4)). Also, the delivery and settlement date should be the next business day following the payment date.

(2) Acquisition or disposal
Acquisition

(3) Number of units and total amount of real estate investment trusts and others to be acquired, etc.

Number of Units: 1,200 units

Total amount: The amount multiplying the offer price of the Primary Offering by the 1,200 units (In addition, the estimated amount calculated based on the closing price of the Tokyo Stock Exchange as of October 22, 2009 (Thursday) is 350 million yen.)

(4) Price of Acquisition and others and method to determine the price

Offer price of the Primary Offering

The offer price of the Primary Offering is determined by the Investment Corporation on the Issue Price Determination Date, after considering demand conditions and other factors based on a tentative figure which is calculated by multiplying the closing price (if there was no closing price on said day, then the closing price of the day immediately preceding that day) of the Tokyo Stock Exchange on any of the days ("the Issue Price Determination Date") from November 9, 2009 (Monday) to November 12, 2009 (Thursday) by between 0.90 to 1.00, and taking the resulting price (rounding all fractions down to the nearest yen).

(5) Method for the Acquisition, etc.

By designating a buyer for the Primary Offering

(6) Objective of the Acquisition and others and use of proceeds

The objective for the Asset Management Company to acquire the investment units, as mentioned below in 3., is for the Asset Management Company to lease the investment units to Nomura Securities Co., Ltd. at the Over-Allotment. Moreover, the Acquisition is deemed to further contribution to sharing of interest by the Asset Management Company with the Investment Corporation.

(7) When consigning the instruction, etc. for the acquisition and others to a third party, the name of the party to be consigned and an overview of affairs to be consigned

Not applicable

2. Date of Resolution at the Board of Directors

October 29, 2009

3. Others

The Asset Management Company resolved at the Board of Directors Meeting that the Asset Management Company will lease the investment units (up to 1,450 units) (Note) to Nomura Securities Co., Ltd. for the Over-Allotment.

Furthermore, mainly cash on hand of the Asset Management Company is planned to be applied to fund for the Acquisition, etc.

Note: The total of 1,450 units is the sum of investment units (250 units) already held by the Asset Management Company with the investment units (1,200 units) from the Acquisition.

This notice is the English translation of the Japanese announcement on our Web site released on October 29, 2009. However, no assurance or warranties are given for the completeness or accuracy of this English translation.