

August 11, 2020

To All Concerned Parties

REIT Issuer:
Kenedix Residential Next Investment Corporation
Representative: Keisuke Sato, Executive Director
(Securities Code: 3278)

Asset Management Company:
Kenedix Real Estate Fund Management, Inc.
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Notice Concerning Completion of Seismic Isolation Oil Dampers Replacement
by KYB Corporation and Kayaba System Machinery Co., Ltd.

Kenedix Residential Investment Corporation (the “Investment Corporation”) and Kenedix Real Estate Fund Management, Inc., the Asset Management Company of the Investment Corporation announce that in connection with the fact that seismic isolation oil dampers (the “Seismic Isolation Oil Dampers”) manufactured by KYB Corporation (“KYB”) and Kayaba System Machinery Co., Ltd. (“KSM”) with same product certification number(s) as products for which the performance inspection record data was considered to be falsified are used in one property (the “Property”) among properties the Investment Corporation currently owns, announced in the press release “Notice Concerning Seismic Isolation/Mitigation Oil Dampers manufactured by KYB Corporation and Kayaba System Machinery Co., Ltd.” on October 25, 2018 and the follow-up notices, the construction company of the property completed the replacement of the Seismic Isolation Oil Dampers with new ones complying with the performance assessment standards certified by the Minister of Land, Infrastructure at the expense of KSM according to the agreement announced in the press release “ Notice Concerning Conclusion of Seismic Isolation Oil Dampers Replacement Agreement with KYB Corporation and Kayaba System Machinery Co., Ltd” on December 23, 2019 and the corrective action report on the Seismic Isolation Oil Damper was consequently accepted by the local government that holds the jurisdiction over the replacement on August 4, 2020.

*Website URL of the Investment Corporation: <https://www.kdr-reit.com/en/>

[Provisional Translation Only]

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Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.