

November 20, 2020

Company name: Kenedix, Inc.
Representative: Taisuke Miyajima, President & CEO
Stock code: 4321
Listing: First Section, Tokyo Stock Exchange
Contact: Hikaru Teramoto,
Head of Corporate Planning Department

Please note that this document is a translation of the official announcement that was released in Tokyo. The translation is prepared and provided for the purpose of the readers' convenience only. All readers are strongly recommended to refer to the original Japanese version of the news release for complete and accurate information.

Announcement of Revision of Forecast on Dividend Payments (No Dividend Payment)
for the Fiscal Year Ending December 31, 2020

Kenedix, Inc. (the “Company”) hereby announces that it has resolved as stated below at the the Company’s Board of Directors’ meeting held on November 20, 2020, that it will revise its forecast on the dividend payments for the fiscal year ending December 31, 2020 and will not pay any dividends at the end of the fiscal year ending December 31, 2020, under the condition of a successful completion of the tender offer (the “Tender Offer”) by SMFL MIRAI Investment Partners 2 Co., Ltd. (the “Tender Offeror”) for the Company’s common shares (the “Company’s Common Shares”) as described in the “Representation of Opinion on the Tender Offer for Kenedix Shares by SMFL MIRAI Investment Partners 2 Co., Ltd. and Recommendation for Tender, and Announcement of Capital and Business Alliance with Sumitomo Mitsui Finance and Leasing Company, Limited” which is separately released as of the same date.

1. Reason for revision of the dividend forecast

The Company resolved at the Board of Directors’ meeting held on November 20, 2020, to express its opinion in support of the Tender Offer and to recommend that the Company’s shareholders tender their shares in the Tender Offer.

Said resolution of our Board of Directors has been adopted the assumption that the Tender Offeror, the Tender Offeror’s wholly-owning parent company SMFL MIRAI Partners Company, Limited and Sumitomo Mitsui Finance and Leasing Company, Limited are expected to delist the Company’s Common Shares by limiting our shareholders exclusively to the Tender Offeror and our largest shareholder, ARA REAL ESTATE INVESTORS XVIII PTE. LTD. through the Tender Offer and a set of other procedures (For details, please refer to the “Representation of Opinion on the Tender Offer for Kenedix Shares by SMFL MIRAI Investment Partners 2 Co., Ltd. and Recommendation for Tender, and Announcement of Capital and Business Alliance with Sumitomo Mitsui Finance and Leasing Company, Limited” which is separately released on November 20, 2020).

The Company has regarded the return of profits to shareholders as an important management issue and its basic policy is to continuously pay dividends to the shareholders. However, the Company resolved at the Board of Directors’ meeting held on November 20, 2020, that it will revise its forecast on the dividend payments for the fiscal year ending December 31, 2020 and that it will not pay any dividends at the end of the fiscal year ending December 31, 2020, under the condition of a successful completion of the Tender Offer in view of the facts, among others, that the record date for the final dividend is included in the period for the

Tender Offer and that the purchase price under the Tender Offer has been comprehensively evaluated and determined.

2. Details of revision

	Annual dividends		
	End of the second quarter	Fiscal year-end	Total
Previous forecast (Announced on February 12, 2020)		8.5 yen	17.0 yen
Revised forecast		0.0 yen	8.5 yen
Results for the current fiscal year	8.5 yen		
Results for the previous fiscal year (Fiscal year ending December 31, 2019)	7.5 yen	8.5 yen	16.0 yen

Cautionary Statement Concerning Forward-Looking Information

This press release contains forward-looking statements that include “intends,” “will” and other similar words and phrases, statements regarding the intent, belief, strategy, plans or current expectations of the Company. Such forward-looking statements are not guarantees of future performance or events and involve risks and uncertainties. Actual results may differ materially from those described in such forward-looking statements as a result of various factors. The Company does not undertake any obligation to update the forward-looking statements contained herein, or to update the reasons why actual results could differ from those projected in the forward-looking statements, except as required by law.