

June 14, 2018

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.

Notice of Sale of Asset

Kenedix, Inc. will sell a senior healthcare facility that is included in consolidated inventories, to Kenedix Residential Next Investment Corporation through its subsidiary as follows.

1. Reason for sale

The senior healthcare facility, which is included in the consolidated inventories of Kenedix, will be sold by a Kenedix wholly owned subsidiary to Kenedix Residential Next Investment Corporation. Kenedix believes that this sale will contribute to the development and growth of the Kenedix Group's J-REIT investment portfolio.

2. Asset to be sold

Description and location	Selling price (Million yen, including tax)	Category
Excellent Kitano (Kyoto-shi, Kyoto)	760	Healthcare

3. Purchaser

Name	Kenedix Residential Next Investment Corporation
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4. Schedule

Contract signing	June 14, 2018
Transaction closing date	July 6, 2018 (tentative)

5. Outlook

In association with this sale, there is no change in the 2018 consolidated forecast announced on February 9, 2018. An announcement will be made promptly if a forecast is revised due to changes in the operating environment, real estate market or results of operations.

Cautionary Statement Concerning Forward-Looking Information

This press release contains forward-looking statements that may include "intends," "will" and other similar words and phrases, statements regarding the intent, belief, strategy, plans or current expectations of Kenedix. 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. Kenedix has no obligation to update forward-looking statements, or to update the reasons why actual results could differ from those projected in the forward-looking statements, except as required by law.