

Translation of Japanese Original

July 29, 2019

To All Concerned Parties

REIT Issuer:
Kenedix Office Investment Corporation
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(Securities Code: 8972)

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Notice Concerning Execution of Interest Rate Swap Agreements (Series 166)

Kenedix Office Investment Corporation (“the Investment Corporation”) has announced today, that interest rate swap agreements released in the press release, “Notice Concerning Debt Financing (Series 166) and Execution of Interest Rate Swap Agreements” dated July 26, 2019 were executed, following determination of the terms. Please see below for the details.

1. Interest Rate Swap Agreement

The Investment Corporation executed the interest rate swap agreements to hedge against possible increases in future interest rates for Series 166-A, Series 166-B and Series 166-C (Note) with floating interest rate.

Note: For outlines, etc., of Series 166-A, Series 166-B and Series 166-C, please refer to the press release, “Notice Concerning Debt Financing (Series 166) and Execution of Interest Rate Swap Agreements” dated July 26, 2019.

Details of Interest Rate Swap Agreement

		Series 166-A	Series 166-B	Series 166-C	
Counterparty		Sumitomo Mitsui Trust Bank, Limited			
Notional Amount		1,000 million yen	1,000 million yen	1,000 million yen	1,000 million yen
Interest Rate	Fixed interest rate for payment (Note)	-0.00945%	-0.00540%	0.06610%	
	Floating interest rate for receipt	Base rate (JPY TIBOR for 3 months)			
Commencement Date		July 31, 2019			
Termination Date		July 31, 2022	July 31, 2023	April 30, 2027	
Payment Date		The first payment is due at the end of October 2019, and on the last day of every 3 months thereafter with the termination date. (If each payment day is a non-business day, then the payment will be due on the next business day and if that next business day is in the next month, then previous business day will be applied.)			

Note: By entering into the interest rate swap agreements, the interest rates on Series 166-A, Series 166-B and Series 166-C are essentially fixed at 0.29055%, 0.29460% and 0.55360%, respectively.

2. Other

For risks concerning the repayment, etc. of the aforementioned debt financing, there are no significant changes to the “Investment Risks” as described in the Securities Report (submitted on January 30, 2019).

The Investment Corporation’s website: <https://www.kdo-reit.com/en/>

This notice is the English translation of the Japanese announcement on our website released on July 29, 2019. However, no assurance or warranties are given for the completeness or accuracy of this English translation.