

Translation of Japanese Original

November 12, 2019

To All Concerned Parties

REIT Issuer:
Kenedix Retail REIT Corporation
Representative: Akihiro Asano, Executive Director
(Securities Code: 3453)

Asset Manager:
Kenedix Real Estate Fund Management, Inc.
Representative: Masahiko Tajima, President & CEO
Contact: Koichiro Nobata, Head of Planning Division,
Retail REIT Department
TEL: +81-3-5157-6013

Notice Concerning Determination of the Number of New Investment Units
to be Issued through Third-Party Allotment

Kenedix Retail REIT Corporation (“KRR”) announced today that KRR received a notice from the allottee that it will subscribe to part of the investment units to be issued through third-party allotment (the “third-party allotment”), whose issuance was resolved, together with the issuance of new investment units through public offering and secondary offering of investment units (secondary offering through over-allotment), at the Board of Directors Meetings held on October 8, 2019 and on October 16, 2019, as follows.

- (1) Number of new investment units to be issued through the third-party allotment: 1,177 units
(Number of units originally scheduled to be issued: 1,300 units)
- (2) Total amount to be paid (issue amount) of such units: 321,744,720 yen
(273,360 yen per unit)
- (3) Subscription period (subscription date): Wednesday, November 13, 2019
- (4) Payment date: Thursday, November 14, 2019
- (5) Allottee: SMBC Nikko Securities Inc.

Disclaimer: This press release is intended to disclose to the public KRR’s determination of the number of new investment units to be issued through third-party allotment, and is not an offer to sell or a solicitation of any offer to buy the securities of KRR in the United States or elsewhere. Please undertake any investment upon your own investigation and responsibility. This press release does not constitute an offer of securities in the United States of America. The investment units have not been, and will not be, registered under the United States Securities Act of 1933 (the “Securities Act”). The investment units may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The investment units referred to above will not be offered, publicly or otherwise, in the United States.

Reference:

1. The third-party allotment above was resolved together with the issuance of new investment units through public offering and secondary offering of investment units (secondary offering through over-allotment) at the Board of Directors Meetings held on October 8, 2019 and on October 16, 2019. For further details of the issuance of new investment units through the third-party allotment, please refer to the press release “Notice Concerning Issuance of New Investment Units and Secondary Offering” dated October 8, 2019 and “Notice Concerning Pricing for Issuance of New Investment Units and Secondary Offering” dated October 16, 2019.

2. Change in the total number of investment units issued and outstanding as a result of the third-party allotment

Current total number of investment units issued and outstanding	535,000 units
Increase in investment units through the third-party allotment	1,177 units
Total number of investment units issued and outstanding after the third-party allotment	536,177 units

3. Use of proceeds procured through the third-party allotment

The proceeds from the third-party allotment (321,744,720 yen) will be retained as cash on hand to fund part of the acquisition of specified assets or repayment of borrowings in the future.

Note: The proceeds will be deposited to a bank until used.

KRR’s website address: <https://www.krr-reit.com/en/>

This notice is the English translation of the Japanese announcement on November 12, 2019. However, no assurance or warranties are given for the completeness or accuracy of this English translation.

Disclaimer: This press release is intended to disclose to the public KRR’s determination of the number of new investment units to be issued through third-party allotment, and is not an offer to sell or a solicitation of any offer to buy the securities of KRR in the United States or elsewhere. Please undertake any investment upon your own investigation and responsibility. This press release does not constitute an offer of securities in the United States of America. The investment units have not been, and will not be, registered under the United States Securities Act of 1933 (the “Securities Act”). The investment units may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The investment units referred to above will not be offered, publicly or otherwise, in the United States.