

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.
 Representative: Masahiko Tajima, President & CEO
 Contact: Shin Yamamoto, Head of Planning
 Division, Residential REIT Department
 TEL: +81-3-5157-6011

Notice Concerning Debt Financing Interest Rate Determination and Execution of Interest Rate Swap Agreements

Kenedix Residential Next Investment Corporation (the “Investment Corporation”) announced today details regarding the interest rate and applicable period for the following debt financing stated in the press release “Notice Concerning Debt Financing and Execution of Interest Rate Swap Agreements” announced on May 29, 2019. In addition, the Investment Corporation announced the execution of interest rate swap agreements. Details are as follows.

1. Borrowing Interest Rate

Series	Lender	Amount (million)	Interest Rate	Drawdown Date	Principal repayment Date
32-B	Mizuho Bank, Ltd.	¥2,000	0.3300% (Note 1) (Fixed rate)	June 3, 2019	May 31, 2025

(Note 1) The interest rate applicable period is from June 3, 2019 to May 31, 2025.

(Note 2) The abovementioned debt financing is unsecured and unguaranteed.

For further details concerning the abovementioned debt financing, please refer to the press release “Notice Concerning Debt Financing and Execution of Interest Rate Swap Agreements” announced on May 29, 2019.

2. Interest Rate Swap Agreements

(1) Reason for Executing the Interest Rate Swap Agreements

For a hedge against possible increases in future interest rate for Series 32-A and Series 32-C with floating interest rate. For further details concerning the abovementioned debt financing, please refer to the press release “Notice Concerning Debt Financing and the Execution of Interest Rate Swap Agreements” announced on May 29, 2019.

(2) Details of the Interest Rate Swap Agreements

		Series 32-A	Series 32-C
Counterparty		Sumitomo Mitsui Trust Bank, Limited	
Notional Amount		¥400 million	¥500 million
Interest Rate	Fixed interest Rate for payment	0.0378%	0.0591%
	Floating interest Rate for receipt	Base rate (JPY TIBOR for 3 month)	

Commencement Date	June 3, 2019	
Termination Date	November 30, 2024	November 30, 2025
Payment Date	The interest payment is due at the end of August 2019, and on the last day of every three month thereafter with termination date. (If each payment day is a non-business day, then the payment will be due on the next business day and if the next business day is in the next month, then the previous business day will be applied.)	

(Note) By entering into the interest swap agreements, the interest rate for Series 32-A is essentially fixed at 0.3628%, and Series 32-C is essentially fixed at 0.4841%.

3. Others

In relation to the risks associated with the borrowings, there have been no significant changes to the "Investment Risks" stated in the securities report (*Yuka shoken hokokusyo*) submitted on April 25, 2019.

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

[Provisional Translation Only]

English translation of the original Japanese document is provided solely for information purposes.

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