

September 14, 2021

To All Concerned Parties

REIT Issuer:
Kenedix Residential Investment Corporation
Representative: Shin Yamamoto, Executive Director
(Securities Code Number: 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 Changes to Articles of Incorporation and Appointment of Directors

Kenedix Residential Next Investment Corporation (the “Investment Corporation”), at its board of directors’ meeting held on this day, decided to submit proposals as follows concerning partial changes to its Articles of Incorporation and appointment of directors to the seventh general unitholders’ meeting of the Investment Corporation to be held on October 27, 2021.

The following matters will be come into effect upon approval at such general unitholders’ meeting.

1. Partial Changes to Articles of Incorporation

The reasons for the partial changes to the Articles of Incorporation are as follows.

- (1) From the perspective of selecting the most appropriate investment targets in light of the investment policy of the Investment Corporation aiming to gain stable rental income and to achieve steady growth in the asset size, we will revise the provisions regarding the investment posture in order to limit the main use of the real estate-related assets, in which the Investment Corporation mainly invests, to residential facilities and healthcare facilities (Article 30, Paragraph 1 of the current Articles of Incorporation).
- (2) We will revise the relevant provisions in accordance with the changes to the fair valuation method for the securities and the rights pertaining to derivative transactions due to the publication of ASBJ Statement No. 30 “Accounting Standard for Fair Value Measurement” and ASBJ Statement No. 10 “Accounting Standard for Financial Instruments” (including newly established or amended accounting standards, guidelines, etc. relating thereto) and other reasons (Article 35, Paragraph 1, Item 6 and Item 9 of the current Articles of Incorporation).
- (3) In addition to the above, expressions, and words and phrases will be modified and revised for the preparation of provisions, clarification of the contents of provisions or otherwise.

Regarding the details concerning the changes to the provisions regarding the investment posture described in (1) above, please refer to Attachment 1 "Change of Investment Policy", and the details concerning the changes to the Articles of Incorporation, please refer to Attachment 2 "Notice of Convocation of the Seventh General Unitholders’ Meeting".

2. Appointment of Directors

The reasons for the appointment of directors are as follows

- (1) Because the term of office of both Shin Yamamoto and Katsue Okuda, the current executive directors, will expire on October 31, 2021, appointment of a new executive director (candidate: Tetsu Kawashima) on November 1, 2021 will be requested at the general unitholders' meeting.
- (2) In preparation for cases where an executive director position needs to be filled or the number of executive directors falls below the statutory number required, appointment of one alternative executive director (candidate: Shin Yamamoto) on November 1, 2021 will be requested at the general unitholders' meeting.
- (3) Because the term of office of Osamu Chiba, Satoshi Ogawa and Soichiro Iwao, the three supervisory directors, will expire on October 31, 2021, appointment of three new supervisory directors (candidates: Osamu Chiba, Satoshi Ogawa and Osamu Utsunomiya) on November 1, 2021 will be requested at the general unitholders' meeting.

3. Schedule

September 14, 2021	Board of directors' meeting for approval on an agenda to be submitted to the general unitholders' meeting
October 1, 2021	Delivery of the convocation notice of the general unitholders' meeting (scheduled)
October 27, 2021	The general unitholders' meeting (scheduled)

Attachment 1 Change of Investment Policy

Attachment 2 Notice of Convocation of the Seventh General Unitholders' Meeting

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

[Provisional Translation Only]

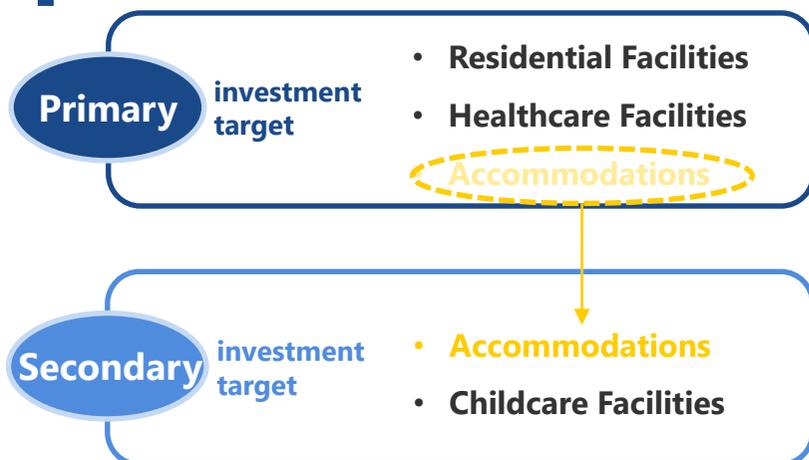
English translation of the original Japanese document is provided solely for information purposes.

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

Change of Investment Policy

- Change **the classification of accommodation facilities** in the portfolio construction policy of the Investment Corporation from the primary investment target to **the secondary investment target** in order to the primary target to residential facilities and healthcare facilities.
- Aim to gain stable rental income and to achieve steady growth in the asset size through investment in two primary investment target, residential facilities and healthcare facilities.

Revised investment policy



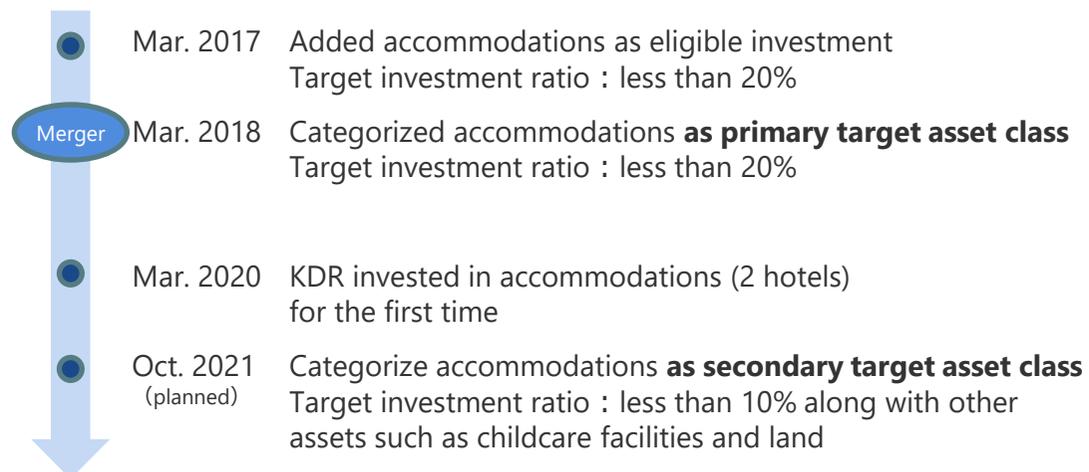
Target portfolio in the management guidelines

Current		Revised		1H 2021
Usage	Ratios	Usage	Ratios	Ratios
Residential facilities	At least 60%	Residential facilities	At least 60%	76.4%
Healthcare facilities	Less than 30%	Healthcare facilities	Less than 30%	21.8%
Accommodations	Less than 20%	Others (Accommodations · Childcare facilities · Land)	Less than 10%	1.8%
Others (Childcare facilities · Land)	Less than 10%			

Reason to revise investment policy

- KDR have initially planned to make investments in order to expand the opportunities for property acquisition and gain stable income, but so far, we have not been able to acquire properties that contributes to the enhancement of the profitability of KDR continuously due to the competitive market. Furthermore, recently, taking into account the situation in which the operating environment of hotels and other facilities has deteriorated significantly due to the spread of Covid-19, KDR have suspended to consider active investment in accommodation facilities.
- It is believed that the demand for accommodation will recover and accommodation facilities will gradually regain a strong profitability as the pandemic subsides in the future, but we still consider that those are the assets with a relatively large risk of fluctuations in profitability due to economic trends and unexpected external shocking events. On the other hand, residential facilities and healthcare facilities are maintaining their stable profitability supported by the steady actual demand even in the coronavirus pandemic.
- In order to construct the portfolio focusing on stability, KDR will lower the priority of investment in accommodations and from now on, KDR will aim to achieve further stability and AUM growth through investment in residential facilities and healthcare facilities as two primary target.

Accommodations in our target portfolio



(Securities Code Number: 3278)
October 1, 2021

To Our Investors

Shin Yamamoto
Executive Director
Kenedix Residential Next Investment Corporation
2-1-6, Uchisaiwaicho, Chiyoda-ku, Tokyo

Notice of Convocation of the Seventh General Unitholders' Meeting

You are cordially invited to attend the Seventh General Unitholders' Meeting of Kenedix Residential Next Investment Corporation ("KDR"). The meeting will be held as described below. In view of the current situation of the new coronavirus infection in Japan, KDR recommends that our unitholders refrain from coming to the general unitholders' meeting.

If you are unable to attend the meeting, you can exercise your voting rights in writing. Please review the "Reference Material for the General Unitholders' Meeting" mentioned below, vote on the proposals in the enclosed Voting Rights Exercise Form, and return it no later than 5:00 pm on Tuesday, October 26, 2021.

In addition, KDR established the provision of "deemed approval" in Article 15 of the current Articles of Incorporation pursuant to Article 93.1, of the Investment Trusts and Investment Corporations Law. Accordingly, if you will not attend the meeting and will not vote using the Voting Rights Exercise Form, please be aware that you will be deemed as having attended and approved each agenda item.

(Excerpt from KDR's Current Articles of Incorporation)
Article 15 (Deemed Approval)

1. Unitholders who do not attend a general unitholders' meeting and do not exercise voting rights shall be deemed to have voted in favor of the proposals for resolution submitted to the general unitholders' meeting (excluding, in cases where multiple proposals are submitted, any proposals whose purposes conflict with each other).
2. The number of voting rights of unitholders deemed to have voted in favor of the proposals for resolution pursuant to the preceding paragraph will be included in the number of voting rights of unitholders present.

Respectfully yours.

1. Date and Time

Wednesday, October 27, 2021, 2:00 p.m.
(start accepting 1:30 p.m.)

2. Place

2-1-1, Uchisaiwaicho, Chiyoda-ku, Tokyo
Iino Building 4F, Iino Hall and Conference Center Room A1, A2 and A3

3. Agenda of the Meeting

Resolution Agenda:

Agenda No. 1: Partial Changes to Articles of Incorporation

Agenda No. 2: Election of One (1) Executive Director

Agenda No. 3: Election of One (1) Alternative Executive Director

Agenda No. 4: Election of Three (3) Supervisory Directors

Note:

(Requests)

- For those attending the meeting, please present the enclosed Voting Rights Exercise Form at the reception desk.
- For those voting by proxy, a unitholder can vote by having another individual unitholder who holds voting rights attend the general unitholders' Meeting and act as your proxy. In that case, please submit a document evidencing the authority of proxy and the Voting Rights Exercise Form at the reception desk.
- Upon attendance, please bring this notice for resource-saving.

(Information)

- Method of Revising the Reference Materials of the General Unitholders' Meeting
When it is necessary to revise agenda items contained in the Reference Materials of the General Unitholders' Meeting, we will post the revisions on KDR's website (<https://www.kdr-reit.com/en/>).
- KDR would appreciate your understanding that in order to shorten the time unitholders spend at the venue, Kenedix Real Estate Fund Management, Inc., the asset management company for the Investment Corporation, has decided not to hold the "the Asset Management Status Briefing", which was previously held after the general unitholders' Meeting.
- KDR would appreciate your understanding that no gift will be given to the unitholders who attend the General Unitholders' Meeting.

Regarding the measures to the new coronavirus infection

In light of the spread of the new coronavirus infection in Japan, the Investment Corporation plans to take the following measures in reference to the “Q&A Concerning the Operation of General Meetings of Shareholders” (including subsequent revisions) published by the Ministry of Economy, Trade and Industry and the Ministry of Justice on April 2, 2020, in order to prevent the spread of the new coronavirus infection at the general unitholders’ meeting. KDR would like to ask for the understanding and cooperation of our unitholders.

(Requests to Unitholders)

- Voting rights at the general unitholders’ meeting may also be exercised in writing. In order to ensure the safety of our unitholders and prevent the spread of the new coronavirus infection, KDR recommends that our unitholders refrain from visiting the general unitholders’ meeting and exercise your voting rights by preliminary mailing of the enclosed Voting Rights Exercise Form.

(Requests to Unitholders who will attend)

- Please note in advance that in order to take necessary measures to prevent the spread of the new coronavirus infection, we may restrict visits to the venue on the day of the event.
- KDR would appreciate your understanding that candidates of executive director and alternative executive director, and the management staff of the general unitholders’ meeting will respond with masks, etc.
- KDR would like to ask our unitholders to come to the venue wearing a mask, etc. and to disinfect your hands with alcohol at the reception desk.
- We will conduct body temperature measurements at the entrance of the venue. Please note in advance that unitholders who have problems such as cough or heating at 37.5°C or higher at the time of measurement may refuse to participate in the general unitholders’ meeting.
- Please note in advance that the management staff may make a comment to those who seem to be in poor health during the general unitholders’ meeting and may leave your seat.
- KDR would appreciate your understanding that in addition to the above, we may take necessary measures from the perspective of maintaining the order of the general unitholders’ meeting and preventing the spread of the new coronavirus infection.

Depending on future changes in conditions, the general unitholders’ meeting may be postponed or the venue may be changed, and the above measures may be changed.

In that case, the notification will be posted on the website of the Investment Corporation (<https://www.kdr-reit.com/en/>), so please check it as well.

Reference Material for the General Unitholders' Meeting

Proposals and Reference Items

Agenda No. 1: Partial Changes to Articles of Incorporation

1. Reasons for changes

- (1) From the perspective of selecting the most appropriate investment targets in light of the investment policy of the Investment Corporation aiming to gain stable rental income and to achieve steady growth in the asset size, we will revise the provisions regarding the investment posture in order to limit the main use of the real estate-related assets, in which the Investment Corporation mainly invests, to residential facilities and healthcare facilities (Article 30, Paragraph 1 of the current Articles of Incorporation).
- (2) We will revise the relevant provisions in accordance with the changes to the fair valuation method for the securities and the rights pertaining to derivative transactions due to the publication of ASBJ Statement No. 30 "Accounting Standard for Fair Value Measurement" and ASBJ Statement No. 10 "Accounting Standard for Financial Instruments" (including newly established or amended accounting standards, guidelines, etc. relating thereto) and other reasons (Article 35, Paragraph 1, Item 6 and Item 9 of the current Articles of Incorporation).
- (3) In addition to the above, expressions, and words and phrases will be modified and revised for the preparation of provisions, clarification of the contents of provisions or otherwise.

2. Proposed Changes to the Articles of Incorporation

Details of the changes are as follows.

(Proposed changes are underlined.)

Current Articles of Incorporation	Proposed Changes
<p>Article 30 (Investment Posture)</p> <p>1. The real estate-related assets (as defined in Article 31, paragraph 4, and the same applying hereinafter) in which the Investment Corporation will primarily invest will be the real estate constituting the underlying substance of a real estate-related asset or real estate-related assets where the main use of the underlying real estate is as <u>(i) residential facilities, (ii) healthcare facilities (including hospitals and other medical facilities) or (iii) accommodation facilities.</u></p> <p>2. - 4. (Details omitted)</p> <p>Article 35 (Method, Criteria and Reference Date of Asset Assessment)</p> <p>1. (1) - (5) (Details omitted)</p> <p>(6) Securities (listed in Article 31, Paragraph 3 and Article 31, Paragraph 4, Item 4, Item 7 and Item 8)</p> <p>If there is a market price for the relevant securities, the value based on the market price shall be used. <u>If there is no market price, it shall be valued based on a reasonably calculated value.</u></p> <p>(7) - (8) (Details omitted)</p>	<p>Article 30 (Investment Posture)</p> <p>1. The real estate-related assets (as defined in Article 31, paragraph 4, and the same applying hereinafter) in which the Investment Corporation will primarily invest will be the real estate constituting the underlying substance of a real estate-related asset or real estate-related assets where the main use of the underlying real estate is as residential facilities <u>or</u> healthcare facilities (including hospitals and other medical facilities).</p> <p>2. - 4. (No change)</p> <p>Article 35 (Method, Criteria and Reference Date of Asset Assessment)</p> <p>1. (1) - (5) (No change)</p> <p>(6) Securities (listed in Article 31, Paragraph 3 and Article 31, Paragraph 4, Item 4, Item 7 and Item 8)</p> <p>If there is a market price for the relevant securities, the value based on the market price shall be used. <u>Stocks and other securities without a market price shall be valued at acquisition cost.</u></p> <p>(7) - (8) (No change)</p>

Current Articles of Incorporation	Proposed Changes
<p>(9) Rights pertaining to derivative transactions (as defined in Article 31, Paragraph 4, Items 10 and 11)</p> <p>① <u>Receivables and payables arising from derivative transactions listed on a financial instruments exchange</u></p> <p><u>The value shall be calculated based on the last price on the relevant financial instruments exchange (The closing price, or if there is no closing price, the quoted price (the lowest price of the published offer or the highest price of the published bid, or the middle price of them if they are both published). If there is no final price on the same day, the value shall be calculated based on the latest final price before the same day.</u></p> <p>②<u>Receivables and payables arising from unlisted derivative transactions that are not quoted on a financial instruments exchange</u></p> <p><u>The value calculated by a reasonable method as equivalent to the market price. In cases where it is deemed extremely difficult to calculate the fair value, it shall be valued at the acquisition price.</u></p> <p>③Notwithstanding the above, hedge accounting may be applied to transactions that are deemed to be hedge transactions in accordance with generally accepted corporate accounting practices, and exceptional accounting may be applied to transactions that meet the requirements for exceptional accounting of interest rate swaps in accordance with the Accounting Standard for Financial Instruments and the Practical Guidelines on Accounting for Financial Instruments.</p> <p>(10) (Details omitted)</p> <p>2.-3. (Details omitted)</p>	<p>(9) Rights pertaining to derivative transactions (as defined in Article 31, Paragraph 4, Items 10 and 11)</p> <p>①Receivables and payables arising from derivative transactions <u>shall be valued at fair value.</u></p> <p>(Deletion)</p> <p>②Notwithstanding the above, hedge accounting may be applied to transactions that are deemed to be hedge transactions in accordance with generally accepted corporate accounting practices, and exceptional accounting may be applied to transactions that meet the requirements for exceptional accounting of interest rate swaps in accordance with the Accounting Standard for Financial Instruments and the Practical Guidelines on Accounting for Financial Instruments.</p> <p>(10) (No change)</p> <p>2.-3. (No change)</p>

Agenda No. 2: Election of One (1) Executive Director

Because the term of office of both Shin Yamamoto and Katsue Okuda, the current executive directors, will expire on October 31, 2021, appointment of a new executive director on November 1, 2021 will be requested at the General Unitholders' Meeting.

For the purposes of this Proposal, in accordance with Article 19, Paragraph 2 of the Articles of Incorporation of KDR, the term of office for the executive director shall be two years beginning from November 1, 2021.

This Proposal has been submitted with the unanimous consent of all supervisory directors of KDR at the Board of Directors meeting held on September 14, 2021.

The candidate for the executive director position is as follows.

Name (Date of birth)	Career summary (company names reflect company name as of the date indicated)	Number of Investment Corporation investment units held
Tetsu Kawashima (August 11, 1979)	<p>April 2006 Pacific Management Corporation</p> <p>March 2009 Pacific Commercial Corporation</p> <p>December 2010 Japan REIT Advisors Co., Ltd</p> <p>September 2011 Strategic Investment Department, Kenedix, Inc.</p> <p>February 2017 Seconded to Kennedy Wilson Multifamily Management Group, LLC</p> <p>August 2018 General Manager of Business Development Department, Kenedix, Inc.</p> <p>February 2019 President, Kenedix Westwood, LLC</p> <p>December 2020 General Manager of Business Development Department, Kenedix, Inc.</p> <p>March 2021 Deputy Head of Residential REIT Department, Kenedix Real Estate Fund Management, Inc.</p> <p>August 2021 Head of Residential REIT Department, Kenedix Real Estate Fund Management, Inc. (current)</p>	0 units

- Candidate for executive director Tetsu Kawashima is Head of Residential REIT Department of Kenedix Real Estate Fund Management, Inc., with which KDR has executed an asset management agreement.
- Other than the abovementioned relationship, Tetsu kawashima has no special interests in KDR.
- The Investment Corporation has concluded a directors' liability insurance contract with an insurance company as set forth in Article 116-3, Paragraph 1 of the Act on Investment Trust and Investment Corporation, and the Investment Corporation shall compensate for damages, litigation expenses, and other damages incurred by the insured as a result of receiving a claim for damages arising from an act performed by the insured in connection with its business as a director of the Investment Corporation to a certain extent under the insurance contract. In the event the above-named candidate for executive director is appointed as executive director, such candidate shall be included in the insured under the relevant insurance contract. In addition, upon the expiration of the applicable insurance contract, the same type of contract is planned to be entered into again.

Agenda No. 3: Election of One (1) Alternative Executive Director

In preparation for cases where an executive director position needs to be filled or the number of executive directors falls below the statutory number required, appointment of one alternative executive director on November 1, 2021 will be requested at the General Unitholders' Meeting.

For the purposes of this Proposal, the effective term of the resolution concerning the appointment of one alternative executive director, subject to the approval of Proposal No. 2 and in accordance with the main text of Article 19, Paragraph 3 of the Articles of Incorporation of KDR, shall be from November 1, 2021, on which the executive director will be appointed pursuant to Proposal No. 2, until October 31, 2023 on which the term of office of the executive director will expire.

The above appointment may be nullified by a resolution of the Board of Directors, but only before the candidate assumes the role of executive director.

This Proposal was submitted with the unanimous consent of all supervisory directors of KDR at the Board of Directors meeting held on September 14, 2021.

The candidate for alternative executive director is as follows.

Name (Date of birth)	Career summary (company names reflect company name as of the date indicated)		Number of Investment Corporation investment units held
Shin Yamamoto (April 10, 1975)	April 2002	Urban Development Corporation	0 units
	April 2005	Pacific Management Corporation	
	January 2008	Transferred to Business and Asset Solution Corporation	
	March 2009	Manager, Fund Operation Division, Pacific Investment Corporation	
	January 2011	Senior Manager, Investment Planning Division, Cushman & Wakefield Asset Management K. K.	
	January 2015	Manager, Planning Department, Private REIT Division, Kenedix Real Estate Fund Management, Inc.	
	March 2017	Head of Planning Division, Residential REIT Department, Kenedix Real Estate Fund Management, Inc. (current)	
August 2021	Executive Director, Kenedix Residential Investment Corporation (current)		

- The above-named candidate for alternative executive director is the Head of Planning Division, Residential REIT Department of the Kenedix Real Estate Fund Management, Inc., with which KDR has executed an asset management agreement.
- Other than the abovementioned relationship, the above-named candidate for alternative executive director has no special interests in KDR.
- The above-named candidate for alternative executive director is currently executing the overall business of the Investment Corporation as the executive director of the Investment Corporation.
- The Investment Corporation has concluded a directors' liability insurance contract with an insurance company as set forth in Article 116-3, Paragraph 1 of the Act on Investment Trust and Investment Corporation, and the Investment Corporation shall compensate for damages, litigation expenses, and other damages incurred by the insured as a result of receiving a claim for damages arising from an act performed by the insured in connection with its business as a director of the Investment Corporation to a certain extent under the insurance contract. The above-named candidate for alternative executive director is currently included as executive director under the relevant insurance contract, and in the event the above-named alternative executive officer is appointed as executive officer, such candidate shall be again included in the insured under the relevant insurance contract. In addition, upon the expiration of the applicable insurance contract, the same type of contract is planned to be again entered into again.

Agenda No. 4: Election of Three (3) Supervisory Directors

Because the term of office of Osamu Chiba, Satoshi Ogawa, and Soichiro Iwao, the three supervisory directors, will expire on October 31, 2021, appointment of three new supervisory directors (candidates: Osamu Chiba, Satoshi Ogawa and Osamu Utsunomiya) on November 1, 2021, will be requested at the General Unitholders' Meeting.

For the purposes of this Proposal, in accordance with the provisions of Article 19, Paragraph 2 of the Articles of Incorporation of KDR, the term of office for the supervisory directors shall be two years beginning from November 1, 2021.

The candidates for the supervisory director positions are as follows.

Candidate No.	Name (Date of birth)	Career summary (company names reflect company name as of the date indicated)		Number of Investment Corporation investment units held
1	Osamu Chiba (October 24, 1963)	April 1987 April 2003 October 2004 October 2006 April 2010 November 2011 June 2016 June 2017 April 2020	Mitsubishi Corporation Legal Training and Research Institute of Japan of Supreme Court of Japan Admitted to the Japanese Bar (Daini Tokyo Bar Association), Akebono Law Office (current) Guest Professor, Toin University of Yokohama Law School Associate Professor, Toin University of Yokohama Law School Supervisory Director of Kenedix Residential Investment Corporation (current) Outside Corporate Auditors, Maruzen Foods Corporation (current) Outside Director, Imagica Robot Holdings Inc. (current) Vice President, Daini Tokyo Bar Association	0 units

2	Satoshi Ogawa (October 24, 1965)	<p>October 1989 March 1993 January 1998 April 1998 November 2011 October 2014 December 2015 June 2017 September 2018</p>	<p>Chuo Shinko Audit Corporation Became a Japanese certified public accountant Established the Ogawa Certified Public Accountant Office (current) Became a Japanese certified tax accountant Supervisory Director of Kenedix Residential Investment Corporation (current) Representative, G.K. Mercury Consulting (current) Corporate Auditor, Ooedo-Onsen Monogatari Co., Ltd. (current) Corporate Auditor, Ooedo-Onsen Monogatari Group Co., Ltd. Corporate Auditor, Ooedo-Onsen Monogatari Hotels & Resorts Co., Ltd. (current)</p>	0 units
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3	Osamu Utsunomiya (September 28, 1960)	April 1986	Technical Official, Ministry of Health and Welfare	0 units
		May 1986	Registration of the licence in the medical register	
		June 1996	Director, Programme on Technology Transfer, Western Pacific Regional Office (WPRO), World Health Organization (WHO)	
		August 2002	Director-General, Health and Welfare, Okayama Prefecture	
		July 2004	Director, Clinical training for physicians office, Medical Professions Division, Health Policy Bureau, Ministry of Health, Labour and Welfare	
		April 2009	Visiting Professor, Keio University School of Medicine (current)	
		September 2009	Director, Division of the Health for the Elderly, Health and Welfare Bureau for the Elderly, Ministry of Health, Labour and Welfare	
		September 2012	Director, Medical Economics Division, Health Insurance Bureau, Ministry of Health, Labour and Welfare	
		July 2014	Director-General, Planning and Strategy Bureau and Director-General, International Health Cooperation, National Center for Global Health and Medicine	
		June 2016	Director-General, Narita Airport Quarantine Station, Ministry of Health, Labour and Welfare	
		July 2017	Councillor for Environmental Health and Food Safety, Minister's Secretariat, Ministry of Health, Labour and Welfare	
		July 2018	Director-General of Health Service Bureau, Ministry of Health, Labour and Welfare	
		July 2019	Retirement from Ministry of Health and Welfare	
		October 2019	Vice President, Medical Corporation KEN-IKU KAI (current)	
		May 2020	Director, Japan Association of Rehabilitation Hospital and Institution (current)	
June 2021	Director, Japan Architectural Hygiene Management Education Center (current)			

- The three above-named candidates for supervisory director have no special interests in KDR.
- The two above-named candidates for supervisory director, Osamu Chiba and Satoshi Ogawa, currently supervise the general executive functions of the executive directors of KDR in their roles as supervisory directors of KDR.
- The Investment Corporation has concluded a directors' liability insurance contract with an insurance company as set forth in Article 116-3, Paragraph 1 of the Act on Investment Trust and Investment Corporation, and the Investment Corporation shall compensate for damages, litigation expenses, and other damages incurred by the insured as a result of receiving a claim for damages arising from an act performed by the insured in connection with its business as a director of the Investment Corporation to a certain extent under the insurance contract. The two above-named candidates for supervisory director, Osamu Chiba and Satoshi Ogawa, are currently included in the insured under the relevant insurance contract as supervisory director, and in the event such candidates are appointed as supervisory director, they will continue to be included in the insured under the relevant insurance contract. In addition, in the event the above-named candidate for supervisory director, Osamu Utsunomiya, is appointed as supervisory director, such candidate shall be newly included in the insured under the relevant insurance contract. Upon the expiration of the applicable insurance contract, the same type of contract is planned to be entered into again.

Reference Matter

Regarding agendas to be submitted to the General Unitholders' Meeting, rules and regulations identified in "Deemed Approval," which are stipulated under Article 93, paragraph 1 of the Act on Investment Trusts and Investment Corporations and Article 15 of the current Articles of Incorporation, shall not be applied to any of the agendas concerned if there are agendas that are, in intent, conflicting with each other. KDR believes that Agendas 1 through 4 do not present any conflict in intent.

End