

April 20, 2006

For Immediate Release

Frontier Real Estate Investment Corporation

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Syunpei Nishikata, Executive Director

(Securities Code: 8964)

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Notice Concerning Short-term Borrowings Interest Rate

Frontier Real Estate Investment Corporation (“Frontier Real Estate Investment”) today announced the interest rate applicable to short-term borrowings on March 22, 2006.

Short-term borrowings JPY 3,000 Million undertaken on March 22, 2006.

Interest Rate : 0.46182% (April 24, 2006 ~ May 22, 2006)

Interest rate on and after May 22, 2006 will be announced when it is determined.