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For Immediate Release

Frontier Real Estate Investment Corporation
2-17-22 Akasaka, Minato-ku, Tokyo
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 : 0.47000% (May 22, 2006 ~ June 22, 2006)

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