

December 26, 2006

For Immediate Release

2-17-22 Akasaka, Minato-ku, Tokyo
Frontier Real Estate Investment
Corporation
Shunpei Nishikata, Executive Director
(Securities Code : 8964)

Asset Management Company:
2-17-22 Akasaka, Minato-ku, Tokyo
Frontier REIT Management Inc.
Shinichi Totani
Chief Executive Officer And Representative Director

Inquiries:
Frontier REIT Management Inc.
Izumi Maeda, Chief Financial Officer, Finance Div.
TEL: +81-3-3588-1440

Notice Concerning Assignment of Corporate Rating

Frontier Real Estate Investment Corporation (“Frontier Real Estate Investment” or “the Investment Corporation”) has been assigned corporate credit ratings by Standard and Poor’s (“S&P”) and also an Issuer Rating by Moody’s Investors Service (“Moody’s”) as follows:

Rating Firm	Category	Rating	Outlook
S&P	Long-term Issuer Credit Rating	A+	Stable
	Short-term Issuer Credit Rating	A-1	Stable
Moody’s	Issuer Rating	A1	Stable

Frontier Real Estate Investment Corporation will consistently undertake diverse and agile financing while adhering to conservative financial management. In this manner, the Investment Corporation will strive to secure stable earnings over the medium to long term.

For the inquiry concerning the type of ratings and other matters, please contact S&P and Moody’s.

(Reference)

S&P Website (Japanese): <http://www.standardandpoors.co.jp/>

Moody’s website : <http://www.moody's.co.jp/>

This document is released to media organizations through the “Kabuto Club” (the press club of the Tokyo Stock Exchange), the Ministry of Land, Infrastructure and Transport Press Club, and the press Club for the Ministry of Land, Infrastructure and Transport Construction Paper.

Frontier Real Estate Investment website : <http://www.frontier-reit.co.jp/>