

November 5, 2007

For Immediate Release

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

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Notice Concerning Execution of Short-term Borrowing

Frontier Real Estate Investment Corporation today announced its decision to execute short-term borrowing and the interest rate applicable to short-term borrowings has been determined. The details are as follows.

1. The purpose of short-term borrowings
To appropriate for the acquisition of Joyfultown Tosu (Sokochi)

2. Details
 - (1) Lender : Mizuho Bank, Ltd.
 - (2) Borrowing amount : JPY 1,800 Million
 - (3) Interest rate : 1.12167% (November 7, 2007 ~ December 11, 2007)
 - (4) Loan type : Unsecured, Unguaranteed
 - (5) Drawdown date : November 7, 2007
 - (6) Maturity date : December 12, 2007

< Reference : Outstanding movement of borrowings >

	Before Additional Borrowings	After Additional Borrowings	Variance
Short-term Borrowings	JPY 4,800MM	JPY 6,600MM	+ JPY 1,800MM
Borrowings Total	JPY 4,800MM	JPY 6,600MM	+ JPY 1,800MM

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