

December 10, 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 and Repayment of Short-term Borrowing

Frontier Real Estate Investment Corporation (“Frontier Real Estate Investment”) today announced its decision to executed short-term borrowings has been determined. Frontier Real Estate Investment, additionally, announced it would repay short-term borrowing as of November 7, 2007 on December 12, 2007. The details are as follows;

1. The execution of short-term borrowings

(1) Rational

To appropriate for the repayment of short-term borrowing as of November 7, 2007

(2) Details

Amount	JPY 1,800 Million
Lenders and breakdown amount	Mizuho Bank, Ltd. JPY 600 Million The Bank of Tokyo-Mitsubishi UFJ, Ltd. JPY 600 Million Mitsubishi UFJ Trust and Banking Corporation. JPY 300 Million The Sumitomo Trust & Banking Co., Ltd. JPY 300 Million
Interest rate (*)	1.11917% (December 12, 2007 ~ February 11, 2008)
Loan Type	Unsecured, Unguaranteed
Drawdown date	December 12, 2007
Maturity date	September 19, 2008

(*) Interest rate on and after February 12, 2008 will be announced when it is determined.

2. The repayment of short-term borrowing

Details of the repayment of short-term borrowing on December 12, 2007 are as follows.

Lender	Mizuho Bank, Ltd.
Amount	JPY 1,800 Million
Loan Type	Unsecured, Unguaranteed
Drawdown date	November 7, 2007
Maturity date	December 12, 2007

Reference

Outstanding movement of borrowings

	Before Additional Borrowings	After Additional Borrowings	Variance
Short-term Borrowings	JPY 6,600 Million	JPY 6,600 Million	-
Borrowings Total	JPY 6,600 Million	JPY 6,600 Million	-

- 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/eng/>