

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 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 September 21, 2007.

Amount	JPY 4,800 Million	
Lenders and breakdown amount	Mizuho Bank, Ltd.	JPY 1,600 Million
	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	JPY 1,600 Million
	Mitsubishi UFJ Trust and Banking Corporation.	JPY 800 Million
	The Sumitomo Trust & Banking Co., Ltd.	JPY 800 Million
Interest rate (*)	1.11917% (December 12, 2007 ~ February 11, 2008)	

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

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/>