

February 7, 2008

**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:  
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**Notice Concerning Short-term Borrowings Interest Rate**

Frontier Real Estate Investment Corporation today announced the interest rate applicable to short-term borrowings on September 21, 2007 and December 12, 2007.

Drawdown date	September 21, 2007	December 12, 2007
Total Amount and breakdown amount by lenders	JPY 4,800 Million	JPY 1,800 Million
Mizuho Bank, Ltd.	JPY 1,600 Million	JPY 600 Million
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	JPY 1,600 Million	JPY 600 Million
Mitsubishi UFJ Trust and Banking Corporation.	JPY 800 Million	JPY 300 Million
The Sumitomo Trust & Banking Co., Ltd.	JPY 800 Million	JPY 300 Million
Interest rate (*)	1.09583% (February 12, 2008 ~ April 13, 2008)	

(\*) Interest rate on and after April 14, 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/>