

Translation Purpose Only

May 28, 2008

For Immediate Release

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

Asset Management Company:
Frontier REIT Management Inc.
Shinichi Totani
Chief Executive Officer And Representative Director

Inquiries:
Frontier REIT Management Inc.
Tatsu Makino, Chief Financial Officer And Director

Notice Concerning Short-term Borrowings Interest Rate

Frontier Real Estate Investment Corporation today announced the interest rate applicable to short-term borrowings on April 30, 2008.

Total Amount	JPY 6,300 Million	
Lenders and Breakdown Amount by Lenders	Mizuho Bank, Ltd.	JPY 2,100 Million
	The Bank of Tokyo-Mitsubishi UFJ, Ltd.	JPY 2,100 Million
	Mitsubishi UFJ Trust and Banking Corporation.	JPY 1,050 Million
	The Sumitomo Trust & Banking Co., Ltd.	JPY 1,050 Million
Drawdown Date	April 30, 2008	
Maturity Date	September 19, 2008	
Interest Rate (*)	0.93167% (May 30, 2008 ~ June 29, 2008)	

(*) Interest rate on and after June 30, 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/>

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