

Translation for Reference Purposes Only

July 7, 2008

For Immediate Release

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

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Notice Concerning Execution of Short-term Borrowings

Frontier Real Estate Investment Corporation hereby today announces its decision to executed short-term borrowings has been determined.

1. Rational

To appropriate for the acquisition of new real estates.

2. Details

- (1) Drawdown Date : July 9, 2008
- (2) Maturity Date : July 31, 2008
- (3) Loan Type : Unsecured, Unguaranteed
- (4) Lenders, Amount and Interest Rate

Lenders	Amount	Interest Rate
Sumitomo Mitsui Banking Corporation	¥15,000 million	0.87604% (July 9, 2008 – July 30, 2008)
Sumitomo Mitsui Banking Corporation	¥3,000 million	0.91104% (July 9, 2008 – July 30, 2008)
Mizuho Corporate Bank, Ltd.	¥4,600 million	0.91417% (July 9, 2008 – July 30, 2008)

3. Status of Borrowings etc. following the Current Borrowings

<Outstanding movement of borrowings>

	Before Additional Borrowings	After Additional Borrowings	Variance
Short-term Borrowings	¥23,900 million	¥46,500 million	+¥ 22,600 million
Borrowings Total	¥23,900 million	¥46,500 million	+ ¥22,600 million

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- 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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