

**Translation Purpose Only**

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**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 the Execution and the Repayment of Short-term Borrowings**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces its decision to executed short-term borrowings has been determined. The Investment Corporation, additionally, announces it would repay short-term borrowings on September 19, 2008. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of September 21, 2007, December 12, 2007 and July 31, 2008.

(2) Details

- ① Drawdown Date : September 19, 2008
- ② Maturity Date : December 19, 2008
- ③ Loan Type : Unsecured, Unguaranteed
- ④ Lenders, Amount and Interest Rate

<b>Lenders</b>	<b>Amount</b>	<b>Interest Rate (*)</b>
Sumitomo Mitsui Banking Corporation	¥15,000 Million	1.00417% (September 19, 2008 ~ October 20, 2008)
Mizuho Corporate Bank, Ltd.	¥3,800 Million	1.01917% (September 19, 2008 ~ October 20, 2008)
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥2,200 Million	1.03917% (September 19, 2008 ~ October 20, 2008)
Mitsubishi UFJ Trust and Banking Corporation	¥1,700 Million	1.03917% (September 19, 2008 ~ October 20, 2008)
The Sumitomo Trust & Banking Co., Ltd.	¥1,700 Million	1.03917% (September 19, 2008 ~ October 20, 2008)
The Chuo Mitsui Trust and Banking Company, Limited	¥1,000 Million	1.01917% (September 19, 2008 ~ October 20, 2008)

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(\*) Interest rate on and after October 21, 2008 will be announced when it is determined.

### 2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on September 19, 2008 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Banking Corporation	¥15,000 Million	July 31, 2008	September 19, 2008	Payment in full on the maturity date	Unsecured Unguaranteed
Mizuho Corporate Bank, Ltd.	¥3,800 Million	July 31, 2008			
Mizuho Bank, Ltd.	¥1,600 Million	September 21, 2007			
	¥600 Million	December 12, 2007			
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,600 Million	September 21, 2007			
	¥600 Million	December 12, 2007			
Mitsubishi UFJ Trust and Banking Corporation	¥800 Million	September 21, 2007			
	¥300 Million	December 12, 2007			
The Sumitomo Trust & Banking Co., Ltd.	¥800 Million	September 21, 2007			
	¥300 Million	December 12, 2007			

### 3. Status of Borrowings etc. following the Current Borrowings

<Outstanding movement of borrowings>

	Before Additional Borrowings	After Additional Borrowings	Variance
Short-term Borrowings	¥ 25,400 Million	¥ 25,400 Million	—
Borrowings Total	¥ 25,400 Million	¥ 25,400 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/>

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