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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:
 Mitsui Fudosan Frontier REIT Management Inc.
 Yoshiyuki Tanabe
 Chief Executive Officer And Representative Director

Inquiries:
 Mitsui Fudosan Frontier REIT Management Inc.
 Tatsu Makino,
 Vice President, Financial Division and Director
 Tel: +81-3-3588-1440

Notice concerning Extension of the Period for Preferential Negotiating Rights for “LaLagarden KASUKABE” and “MaxValu Tanashi-Shibakubo Store”

Frontier Real Estate Investment Corporation (the “Investment Corporation”) had been granted preferential negotiating rights for “LaLagarden KASUKABE” and “MaxValu Tanashi-Shibakubo Store” until December 31, 2008 as stated in the agreement concerning preferential negotiating rights for property acquisitions and the basic agreement regarding property dispositions, both concluded between the Investment Corporation and Mitsui Fudosan Co., Ltd. on February 18, 2008. However, the Investment Corporation announced that it has made the following agreement with Mitsui Fudosan Co., Ltd. regarding an extension of that preferential negotiating rights period. There is no change in the Investment Corporation’s operating forecasts for the fiscal period ending December 31, 2008, as a result of this extension of the preferential negotiating rights period.

Amendment	Original	Amended
End date of the period	December 31, 2008	December 31, 2009

In addition, the details of the properties are as follows:

Name of the property	Location	Total leasable floor area *1
LaLagarden KASUKABE	Kasukabe city, Saitama	63,415.76 m ²
MaxValu Tanashi-Shibakubo Store	Nishitokyo city, Tokyo	8,785.30 m ²

*1 The indicated total leasable floor areas are the areas stated in the certificates of inspection stipulated in Article 7-2, Paragraph 5 of the Building Standards Law.

*2 The acquisition price and date for each of the abovementioned properties have yet to be determined. The Investment Corporation will perform the necessary due diligence when considering property acquisitions and make appropriate decisions in line with the Asset Management Company’s Interested-Party Transaction Guidelines. Please

Translation for Reference Purposes Only

note, however, that although the Investment Corporation has been granted preferential negotiating rights to acquire each of the abovementioned properties, it is not guaranteed that it will be able to acquire these properties without fail.

- 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/>