

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 that it has decided to execute short-term borrowing. The Investment Corporation, additionally, announces it would repay short-term borrowing on March 13, 2009. Details are provided below.

1. The Execution of Short-term Borrowing

(1) Rational

To appropriate for the repayment of short-term borrowing executed on December 19, 2008 from The Bank of Tokyo-Mitsubishi UFJ, Ltd.

(2) Details

① Drawdown Date : March 13, 2009

② Loan Type : Unsecured, Unguaranteed

③ Lenders, Amount, Maturity Date and Interest Rate : See accompanying table

Lenders	Amount	Maturity Date	Interest Rate (*)
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥2,200 Million	June 15, 2009	1.03583% (March 13, 2009 ~ April 12, 2009)

(*) Interest rate on and after April 13, 2009 will be announced when it is determined.

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2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on March 13, 2009 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥2,200 Million	December 19, 2008	March 13, 2009	Payment in full on the maturity date	Unsecured Unguaranteed

3. Change in the balance of borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 33,500 Million	¥ 33,500 Million	—
Long-term Borrowings	¥ 10,200 Million	¥ 10,200 Million	—
Borrowings Total	¥ 43,700 Million	¥ 43,700 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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