

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 Borrowings

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute long-term borrowing. The Investment Corporation, additionally, announces it would repay short-term borrowing on July 21, 2009. Details are provided below.

1. The Execution of Long-term Borrowing

(1) Rational

To appropriate for the repayment of short-term borrowing executed on April 20, 2009.

(2) Details

① Drawdown Date : July 21, 2009

② Loan Type : Unsecured, Unguaranteed

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

Lender	Amount	Maturity Date	Interest Rate (*)
Mizuho Corporate Bank, Ltd.	¥2,300 Million	June 21, 2010	0.85909% (*1) (July 21, 2009 ~ August 20, 2009)
	¥1,500 Million	July 23, 2012	1.64250% (*2)

(*1) The interest rate on and after August 21, 2009 will be announced when it is determined.

(*2) The interest rate above is fixed until its maturity.

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2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on July 21, 2009 are as below.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Corporate Bank, Ltd.	¥3,800 Million	April 20, 2009	July 21, 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	¥ 21,800 Million	¥ 20,300 Million	△ ¥ 1,500 Million
Long-term Borrowings	¥ 21,900 Million	¥ 23,400 Million	+ ¥ 1,500 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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