

Translation Purpose Only

December 14, 2009

For Immediate Release

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

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Notice Concerning the Execution of New Borrowings

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute new borrowings. The details are as follows.

1. The Execution of New Borrowings

(1) Rational

To appropriate for new property acquisition (TSUTAYA Fukuoka Tenjin).

(2) Details

- ① Drawdown Date : December 16, 2009
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Date and Interest Rate: See accompanying table

Lenders	Amount	Maturity Date	Interest Rate
Mitsubishi UFJ Trust and Banking Corporation	¥1,000 Million	August 19, 2010	0.77545% * (Dec. 16, 2009 ~ January 18, 2010)
The Iyo Bank, Ltd.	¥1,000 Million	November 19, 2010	0.69360% * (Dec. 16, 2009 ~ January 18, 2010)
The Hachijuni Bank, Ltd.	¥500 Million	November 19, 2010	1.03273% ** (Dec. 16, 2009 ~ Nov. 18, 2010)
The Gunma Bank, Ltd.	¥1,000 Million	December 16, 2014,	1.63125% ** (Dec. 16, 2009 ~ December 15, 2014)

* Interest rate on and after Jan. 19, 2010 will be announced when it is determined.

** Interest rates applicable to these borrowings are fixed until their maturity date.

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2. Change in the balance of borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 17,700 Million	¥ 20,200 Million	+ ¥ 2,500 Million
Long-term Borrowings	¥ 23,360 Million	¥ 24,360 Million	+ ¥ 1,000 Million
Borrowings Total	¥ 41,060 Million	¥ 44,560 Million	+ ¥ 3,500 Million

(*) Long-term Borrowings include the balance of borrowings due within one year.

3. Others

Regarding the loan repayment risk, there is no important change to the "Investment risks" description in the latest securities report submitted on September 29, 2009.

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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