

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 December 18, 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 August 18, 2009.

(2) Details

① Drawdown Date : December 18, 2009

② Loan Type : Unsecured, Unguaranteed

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

Lender	Amount	Maturity Date	Interest Rate (*)
The Chuo Mitsui Trust and Banking Company, Limited	¥1,000 Million	January 21, 2010	0.83155% (December 18, 2009 ~ January 20, 2010)

* Interest rate applicable to this borrowing is fixed until its maturity date.

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2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on December 18, 2009 are as below.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
The Chuo Mitsui Trust and Banking Company, Limited	¥1,000 Million	August 18, 2009	December 18, 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	¥ 20,200 Million	¥ 20,200 Million	—
Long-term Borrowings	¥ 24,360 Million	¥ 24,360 Million	—
Borrowings Total	¥ 44,560 Million	¥ 44,560 Million	—

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

4. 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.

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Frontier Real Estate Investment website : <http://www.frontier-reit.co.jp/eng/>

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