

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 borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on December 21, 2009. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of December 19, 2008.

(2) Details

- ① Drawdown Date : December 21, 2009
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Date and Interest Rate

Lenders	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Banking Corporation	¥7,500 Million	January 21, 2010	0.82364%(*1) (December 21, 2009 ~ January 20, 2010)
The Chuo Mitsui Trust and Banking Company, Limited	¥1,000 Million	January 21, 2010	0.82364%(*1) (December 21, 2009 ~ January 20, 2010)
The Sumitomo Trust & Banking Co., Ltd.	¥1,000 Million	March 23, 2010	0.69364%(*2) (December 21, 2009 ~ January 20, 2010)

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

(*2) Interest rate on and after January 21, 2010 will be announced when it is determined.

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2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on December 19, 2008 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Banking Corporation	¥7,500 Million	December 19, 2008	December 21, 2009	Payment in full on the maturity date	Unsecured Unguaranteed
The Chuo Mitsui Trust and Banking Company, Limited	¥1,000 Million				
The Sumitomo Trust & Banking Co., Ltd.	¥1,000 Million				

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.

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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