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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 Expiration of the Period for Preferential Negotiating Rights for  
“LaLagarden KASUKABE”**

Frontier Real Estate Investment Corporation (the “Investment Corporation”) had been granted preferential negotiating rights for “LaLagarden KASUKABE” until December 31, 2009, as stated in the basic agreement regarding property dispositions and in the memorandum of the partial revision of the basic agreement regarding property dispositions, concluded between the Investment Corporation and Mitsui Fudosan Co., Ltd. on February 18, 2008 and on December 15, 2008, respectively. However, the Investment Corporation announced the expiration of that preferential negotiating rights period as of December 31, 2009. There is no change in the Investment Corporation’s operating forecasts for the fiscal period ending December 31, 2009 and for the fiscal period ending June 30, 2010, as a result of this expiration of the preferential negotiating rights period. Brief details of “LaLagarden KASUKABE” are as follows.

Name of the property	Location	Total leasable floor area *
LaLagarden KASUKABE	Kasukabe City, Saitama	63,415.76 m <sup>2</sup>

\* The indicated total leasable floor areas are the areas stated in the certificates of inspection stipulated in Article 7-2, Paragraph 5 of the Building Standards Law.

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