

**Translation Purpose Only**

March 18, 2010

**For Immediate Release**

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**Notice Concerning the Execution and the Repayment of Short-term Borrowing**

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 March 23, 2010. Details are provided below.

1. The Execution of Short-term Borrowing

(1) Rational

To appropriate for the repayment of short-term borrowing executed on December 21, 2009.

(2) Details

① Drawdown Date : March 23, 2010

② Loan Type : Unsecured, Unguaranteed

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

Lender	Amount	Maturity Date	Interest Rate (*)
Sumitomo Trust & Banking Co., Ltd.	¥1,000 Million	June 10, 2010	0.63171% (March 23, 2010 ~ April 11, 2010)

(\*) Interest rate on and after April 12, 2010 will be announced when it is determined.

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### 2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on March 23, 2010 are as below.

<b>Lender</b>	<b>Borrowing Amount</b>	<b>Drawdown Date</b>	<b>Maturity Date</b>	<b>Repayment of Principal</b>	<b>Loan Type</b>
Sumitomo Trust & Banking Co., Ltd.	¥1,000 Million	December 21, 2009	March 23, 2010	Payment in full on the maturity date	Unsecured Unguaranteed

### 3. Change in the balance of borrowings

	<b>Before This refinance</b>	<b>After This refinance</b>	<b>Variance</b>
Short-term Borrowings	¥ 20,200 Million	¥ 20,200 Million	—
Long-term Borrowings	¥ 24,360 Million	¥ 24,360 Million	—
<b>Borrowings Total</b>	<b>¥ 44,560 Million</b>	<b>¥ 44,560 Million</b>	<b>—</b>

(\*) 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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