

**Translation Purpose Only**

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**For Immediate Release**

6-8-7 Ginza, Chuo-ku, Tokyo  
Frontier Real Estate Investment Corporation  
Hirohiko Kamei, Executive Director  
(Securities Code : 8964)

Asset Management Company:  
Mitsui Fudosan Frontier REIT Management Inc.  
Yoshiyuki Tanabe  
Chief Executive Officer and Representative Director

Inquiries:  
Mitsui Fudosan Frontier REIT Management Inc.  
Tatsu Makino  
Vice President, Finance Division and Director  
Tel: +81-3-3289-0440

**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 borrowings on June 30, 2010. Details are provided below.

1. The Execution of Short-term Borrowing

(1) Rational

To appropriate for the repayment of short-term borrowings executed on June 30, 2009 and on January 21, 2010.

(2) Details

- ① Drawdown Date : June 30, 2010
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Date and Interest Rate : See accompanying table

<b>Lender</b>	<b>Amount</b>	<b>Maturity Date</b>	<b>Interest Rate (*)</b>
Sumitomo Mitsui Banking Corporation	¥4,500 Million	December 20, 2010	0.73173% (June 30, 2010 ~ August 18, 2010)

(\*) Interest rate on and after August 19, 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 borrowings on June 30, 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 Mitsui Banking Corporation	¥1,500 Million	June 30, 2009	June 30, 2010	Payment in full on the maturity date	Unsecured Unguaranteed
	¥3,000 Million	January 21, 2010			

### 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	¥ 24,200 Million	¥ 24,200 Million	—
Borrowings Total	¥ 44,400 Million	¥ 44,400 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 registration statement submitted on June 14, 2010.

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

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