

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 of New Borrowings

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute new borrowings. Details are provided below.

1. Rational

To appropriate for the payment of newly acquired properties (Mitsui Shopping Park LaLaport Iwata and GINZA GLASSE).

2. The Execution of Short-term and Long-term Borrowings

(1) Details of Short-term Borrowings

- ① Drawdown Date : July 2, 2010
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Dates and Interest Rates : See accompanying table

Lender	Amount	Maturity Date	Interest Rate (*)
Mitsubishi UFJ Trust and Banking Corporation	¥1,000 Million	January 19, 2011	0.68303% (July 2, 2010 ~ August 18, 2010)
Mizuho Corporate Bank, Ltd.	¥1,000 Million	January 19, 2011	0.71846% (July 2, 2010 ~ August 18, 2010)
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,000 Million	June 20, 2011	0.68302% (July 2, 2010 ~ August 18, 2010)
The Chuo Mitsui Trust & Banking Company, Limited	¥500 Million	June 20, 2011	0.68302% (July 2, 2010 ~ August 18, 2010)

(*) Interest rates on and after August 19, 2010 will be announced when they are determined.

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(2) Details of Long-term Borrowings

- ① Drawdown Date : July 2, 2010
- ② Loan Type: Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Dates and Interest Rates : See accompanying table

Lender	Amount	Maturity Date	Interest Rate (*)
The Norinchukin Bank	¥1,000 Million	January 7, 2015	1.19120%
Sumitomo Mitsui Banking Corporation	¥2,000 Million	July 2, 2015	1.34375%
The Chuo Mitsui Trust & Banking Company, Limited	¥1,500 Million	July 2, 2015	1.34375%
Mitsubishi UFJ Trust and Banking Corporation	¥1,000 Million	July 2, 2015	1.34375%
Development Bank of Japan Inc.	¥1,000 Million	July 3, 2017	1.58375%

(*) Interest rates are fixed until their maturity dates.

3. Change in the balance of borrowings

	Before This Financing	After This Financing	Variance
Short-term Borrowings	¥ 20,200 Million	¥ 23,700 Million	+3,500
Long-term Borrowings	¥ 24,200 Million	¥ 30,700 Million	+6,500
Borrowings Total	¥ 44,400 Million	¥ 54,400 Million	+10,000

(*) 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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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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