

July 15, 2010

**For Immediate Release**

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

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**Notice Concerning Short-term Borrowings Interest Rates**

Frontier Real Estate Investment Corporation today announced the interest rates applicable to the following short-term borrowings.

Lender	Drawdown amount	Interest rates	Drawdown date	Maturity date
Sumitomo Mitsui Banking Corporation	¥4,500 Million	0.71231%(*) (July 20, 2010 ~ August 18, 2010)	January 21, 2010	September 21, 2010
Mitsubishi UFJ Trust and Banking Corporation	¥1,700 Million	0.63231% (July 20, 2010 ~ August 18, 2010)	February 19, 2010	August 19, 2010
	¥1,000 Million	0.63231% (July 20, 2010 ~ August 18, 2010)	December 16, 2009	August 19, 2010
Mizuho Corporate Bank, Ltd.	¥2,300 Million	0.67231%(*) (July 20, 2010 ~ August 18, 2010)	June 21, 2010	October 19, 2010
The Sumitomo Trust & Banking Co., Ltd.	¥1,700 Million	0.63231%(*) (July 20, 2010 ~ August 18, 2010)	June 10, 2010	September 21, 2010

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

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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