

Translation Purpose Only

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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 the Execution of New Borrowing

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

1. Rational

To appropriate for the renewal construction costs of AEON Hadano Shopping Center.

2. The Execution of Short-term Borrowing

(1) Details of Short-term Borrowing

- ① Drawdown Date : September 30, 2011
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Date and Interest Rate : See accompanying table

Lender	Amount	Maturity Date	Interest Rate
The Chuo Mitsui Trust & Banking Company, Limited	¥500 Million	January 19, 2012	0.40711%(*) (September 30, 2011 ~ October 18, 2011)

(*) Interest rates on and after October 19, 2011 will be announced when they are determined.

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3. Change in the balance of borrowings

	Before This Financing	After This Financing	Variance
Short-term Borrowings	¥ 13,700 Million	¥ 14,200 Million	+500 Million
Long-term Borrowings	¥ 47,220 Million	¥ 47,220 Million	—
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	—
Borrowings Total	¥ 65,920 Million	¥ 66,420 Million	+500 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 September 28, 2011.

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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