

**Translation Purpose Only**

July 27, 2015

**To All Concerned Parties**

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

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**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 borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on July 29, 2015. Details are provided below.

## 1. The Execution of Short-term Borrowings

## (1) Rational

To appropriate for the repayment of short-term borrowings as of June 29, 2015.

## (2) Details

- ① Drawdown Date : July 29, 2015
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Date and Interest Rate:

Lenders	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Trust Bank, Limited	¥2,000 Million	August 31, 2015	0.17000% (Interest Rate is fixed until the maturity date.)
Resona Bank, Limited.	¥1,000 Million	August 31, 2015	0.17000% (Interest Rate is fixed until the maturity date.)

## 2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on July 29, 2015 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Trust Bank, Limited	¥2,000 Million	June 29, 2015	July 29, 2015	Payment in full on the maturity date	Unsecured Unguaranteed
Resona Bank, Limited.	¥1,000 Million				

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## 3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	3,500	3,500	—
Long-term Borrowings	68,680	68,680	—
Investment Corporation Bonds	5,000	5,000	—
Borrowings Total	77,180	77,180	—

(\*) 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 March 26, 2015.

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

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