

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 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 property (Summit Store Yokohama Okano).

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

(1) Details of Short-term Borrowing

- ① Drawdown Date : February 24, 2012
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Dates and Interest Rate : See accompanying table

Lender	Amount	Maturity Date	Interest Rate
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥500 Million	February 22, 2013	0.366040%(*) (February 24, 2012 ~ March 18, 2012)

(*) Interest rate on and after March 19, 2012 will be announced when it is determined.

(2) Details of Long-term Borrowings

- ① Drawdown Date : February 24, 2012
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Dates and Interest Rates : See accompanying table

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Lender	Amount	Maturity Date	Interest Rate
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,500 Million	February 22, 2019	0.99000% ^(*) (Interest rate is fixed until the maturity date)
The Bank of Yokohama, Ltd.	¥1,000 Million	April 24, 2015	0.62710% ^(*) (Interest rate is fixed until the maturity date)
The Bank of Fukuoka, Ltd.	¥1,000 Million	February 24, 2017	0.75375% ^(*) (Interest rate is fixed until the maturity date)
The Hiroshima Bank, Ltd.	¥1,000 Million	November 25, 2014	0.60532% ^(*) (Interest rate is fixed until the maturity date)
The Hachijuni Bank, Ltd.	¥500 Million	November 19, 2015	0.66161% (Interest rate is fixed until the maturity date)

3. Change in the balance of borrowings

	Before This Financing	After This Financing	Variance
Short-term Borrowings	¥ 17,200 Million	¥ 17,700 Million	+500 Million
Long-term Borrowings	¥ 44,220 Million	¥ 49,220 Million	+5,000 Million
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	—
Borrowings Total	¥ 66,420 Million	¥ 71,920 Million	+5,500 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.

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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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