

**Translation Purpose Only**

May 17, 2018

**To All Concerned Parties**

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Frontier Real Estate Investment Corporation  
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(Securities Code: 8964)

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**Notice Concerning Execution and Repayment of Short-term and Long-term Borrowings**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term and long-term borrowings. The Investment Corporation, additionally, announces it would repay short-term and long-term borrowings on May 21, 2018. Details are provided below.

## 1. Execution of Short-term and Long-term Borrowings

## (1) Purpose

To appropriate for the repayment of short-term borrowing as of April 19, 2018 and long-term borrowing as of May 19, 2011.

## (2) Details

- ① Drawdown Date : May 21, 2018
- ② Repayment of Principal : Payment in full on the maturity date
- ③ Loan Type : Unsecured, Unguaranteed
- ④ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Mizuho Bank, Ltd.	¥3,000 Million	June 19, 2018	0.08364 % (Interest Rate is fixed until the maturity date.)
	¥1,500 Million	November 24, 2026	0.36856 % (Interest Rate is fixed until the maturity date.)
SUMITOMO LIFE INSURANCE COMPANY	¥1,000 Million	May 22, 2028	0.44130 % (Interest Rate is fixed until the maturity date.)

## 2. Repayment of Short-term and Long-term Borrowings

Details of the repayment of short-term and long-term borrowings on May 21, 2018 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥4,000 Million	April 19, 2018	May 21, 2018	Payment in full on the maturity date	Unsecured Unguaranteed
	¥1,500 Million	May 19, 2011			

## 3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	6,000	5,000	-1,000
Long-term Borrowings	84,400	85,400	+1,000
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	93,400	93,400	—

(\*) 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 report submitted on March 28, 2018.

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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