

July 14, 2011

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	0.48000%(*) (July 19, 2011 ~ August 18, 2011)	April 19, 2011	September 20, 2011
Mitsubishi UFJ Trust and Banking Corporation	¥1,700 Million	0.48000% (July 19, 2011 ~ August 18, 2011)	June 20, 2011	August 19, 2011
Mizuho Corporate Bank, Ltd.	¥1,300 Million	0.48000% (July 19, 2011 ~ August 18, 2011)	June 20, 2011	August 19, 2011
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,000 Million	0.48000% (July 19, 2011 ~ August 18, 2011)	June 20, 2011	August 19, 2011

(*) Interest rates on and after August 19, 2011 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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