

## **Translation Purpose Only**

September 17, 2014

### **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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Mitsui Fudosan Frontier REIT Management Inc.  
Hiroshi Tanaka  
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### **Notice Concerning the Execution and the Repayment of Short-term Borrowing**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term borrowing. The Investment Corporation, additionally, announces it would repay short-term borrowing on September 19, 2014. Details are provided below.

#### 1. The Execution of Short-term Borrowing

##### (1) Rational

To appropriate for the repayment of short-term borrowing as of August 19, 2014.

##### (2) Details

- ① Drawdown Date : September 19, 2014
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Date and Interest Rate:

<b>Lender</b>	<b>Amount</b>	<b>Maturity Date</b>	<b>Interest Rate</b>
Mizuho Bank, Ltd.	¥500 Million	December 19, 2014	0.24636%(*) (September 19, 2014 ~ October 19, 2014)

(\*):Interest rate on and after October 20, 2014 will be announced when they are determined.

#### 2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on September 19, 2014 are as follows.

<b>Lender</b>	<b>Borrowing Amount</b>	<b>Drawdown Date</b>	<b>Maturity Date</b>	<b>Repayment of Principal</b>	<b>Loan Type</b>
Mizuho Bank, Ltd.	¥500 Million	August 19, 2014	September 19, 2014	Payment in full on the maturity date	Unsecured Unguaranteed

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### 3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥500 Million	¥500 Million	—
Long-term Borrowings	¥64,920 Million	¥64,920 Million	—
Investment Corporation Bonds	¥5,000 Million	¥5,000 Million	—
Borrowings Total	¥70,420 Million	¥70,420 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 March 27, 2014.

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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