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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 Short-term and Long-term Borrowings Interest Rate

Frontier Real Estate Investment Corporation today announced the interest rates applicable to the following short-term borrowings.

Lenders	Drawdown amount	Interest rate	Drawdown date	Maturity date
Sumitomo Mitsui Banking Corporation	¥4,500 Million	0.43000% ^(*) (February 20, 2012 ~ March 18, 2012)	December 19, 2011	April 19, 2012
The Chuo Mitsui Trust & Banking Company, Limited	¥3,000 Million	0.38000% ^(*) (February 20, 2012 ~ March 18, 2012)	January 19, 2012	January 18, 2013
Mitsubishi UFJ Trust and Banking Corporation	¥2,000 Million	0.40500% ^(*) (February 20, 2012 ~ March 18, 2012)	January 16, 2012	November 19, 2014
	¥1,700 Million	0.38000% ^(*) (February 20, 2012 ~ March 18, 2012)	January 19, 2012	May 21, 2012
The Sumitomo Trust & Banking Co, Ltd.	¥1,700 Million	0.38000% ^(*) (February 20, 2012 ~ March 18, 2012)	December 19, 2011	June 19, 2012

(*) Interest rates on and after March 19, 2012 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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