

**Translation Purpose Only**

November 28, 2016

**To All Concerned Parties**

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Frontier Real Estate Investment Corporation  
Kazuichi Nagata, Executive Director  
(Securities Code: 8964)

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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 November 30, 2016. Details are provided below.

## 1. The Execution of Short-term Borrowing

## (1) Purpose

To appropriate for the repayment of short-term borrowing as of November 21, 2016.

## (2) Details

① Drawdown Date :November 30, 2016

② Loan Type : Unsecured, Unguaranteed

③ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Mizuho Bank, Ltd.	¥4,000 Million	December 19, 2016	0.04999% (Interest Rate is fixed until the maturity date.)

## 2. The Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on November 30, 2016 are as follows. Short-term Borrowing in the previous section and funds raised with Investment Corporation Bonds will be allocated for the repayment. Regarding the Investment Corporation Bonds, please refer to the press release "Notice Concerning Issuance of Investment Corporation Bonds" announced on November 18, 2016.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥7,000 Million	November 21, 2016	November 30, 2016	Payment in full on the maturity date	Unsecured Unguaranteed

### 3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	10,000	7,000	−3,000
Long-term Borrowings	77,400	77,400	−
Investment Corporation Bonds	3,000	3,000	−
Borrowings Total	90,400	87,400	−3,000

(\*) 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, 2016.

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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