

July 17, 2012

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 and long-term borrowings.

Lenders	Drawdown amount	Interest rate	Drawdown date	Maturity date
Sumitomo Mitsui Banking Corporation	¥4,500 Million	0.38000% (July 19, 2012 ~ August 19, 2012)	May 21, 2012	August 20, 2012
Sumitomo Mitsui Trust Bank, Limited	¥1,700 Million	0.38000%(*) (July 19, 2012 ~ August 19, 2012)	June 19, 2012	September 19, 2012
	¥3,000 Million	0.38000%(*) (July 19, 2012 ~ August 19, 2012)	January 19, 2012	January 18, 2013
Mitsubishi UFJ Trust and Banking Corporation	¥2,000 Million	0.40500%(*) (July 19, 2012 ~ August 19, 2012)	January 16, 2012	November 19, 2014
	¥1,700 Million	0.38000% (July 19, 2012 ~ August 19, 2012)	May 21, 2012	August 20, 2012
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥500 Million	0.38000%(*) (July 19, 2012 ~ August 19, 2012)	February 24, 2012	February 22, 2013

(*) Interest rate on and after August 20, 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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