

May 15, 2014

**To All Concerned Parties**

6-8-7 Ginza, Chuo-ku, Tokyo  
Frontier Real Estate Investment Corporation  
Kazuichi Nagata, Executive Director  
(Securities Code : 8964)

Asset Management Company:  
Mitsui Fudosan Frontier REIT Management Inc.  
Hiroshi Tanaka  
Chief Executive Officer and Representative Director

Inquiries:  
Mitsui Fudosan Frontier REIT Management Inc.  
Tatsu Makino  
Vice President, Finance Division and Director  
Tel: +81-3-3289-0440

**Notice Concerning Long-term and Short-term Borrowings Interest Rate**

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

Lenders	Drawdown amount	Interest rate	Drawdown date	Maturity date
Mizuho Bank, Ltd.	¥1,500 Million	0.32136%(*) (May 19, 2014 ~ June 18, 2014)	July 23, 2012	August 19, 2015
	¥1,300 Million	0.31136%(*) (May 19, 2014 ~ June 18, 2014)	July 19, 2012	July 22, 2014
	¥500 Million	0.28136%(*) (May 19, 2014 ~ June 18, 2014)	April 21, 2014	July 22, 2014
Mitsubishi UFJ Trust and Banking Corporation	¥2,000 Million	0.37136%(*) (May 19, 2014 ~ June 18, 2014)	January 16, 2012	November 19, 2014

(\*):Interest rate on and after June 19, 2014 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/>

**Disclaimer**

This information was originally publicized in the original Japanese language and has been translated for reference purposes only. Frontier Real Estate Investment Corporation guarantees neither the completeness nor the accuracy of this English translation. For complete and accurate information, please refer to the press release in Japanese. In addition, this press release is not prepared as an inducement or invitation for investment. All readers are advised to consult their own investment advisors before investing in the Investment Corporation. Investment decisions are made at the investor's sole discretion and responsibility and are made at their own risk. The Investment Corporation and its affiliates disclaim any responsibility or liability for the consequence of investment in the Investment Corporation.