

**Translation Purpose Only**

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**For Immediate Release**

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(Securities Code: 8964)

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**Notice Concerning the Execution and the Repayment of Short-term and Long-term Borrowings**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term and long-term borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on May 19, 2011. Details are provided below.

## 1. The Execution of Short-term and Long-term Borrowings

## (1) Rational

To appropriate for the repayment of short-term borrowings as of January 19, 2011, April 4, 2011, and April 19, 2011.

## (2) Details

- ① Drawdown Date : May 19, 2011
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Date and Interest Rates:

Lenders	Amount	Maturity Date	Interest Rate
Mizuho Corporate Bank, Ltd.	¥1,500 Million	May 21, 2018	1.30750% (Interest rate is fixed until the maturity date)
	¥800 Million	June 20, 2011	0.48000% (Interest rate is fixed until the maturity date)
The Chuo Mitsui Trust & Banking Company, Limited	¥2,000 Million	June 20, 2011	0.58000% (Interest rate is fixed until the maturity date)

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

Details of the repayment of short-term borrowings on May 19, 2011 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Corporate Bank, Ltd.	¥1,800 Million	January 19, 2011	May 19, 2011	Payment in full on the maturity date	Unsecured Unguaranteed
	¥500 Million	April 19, 2011			
The Chuo Mitsui Trust & Banking Company, Limited	¥2,000 Million	April 4, 2011			

### 3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 21,200 Million	¥ 19,700 Million	- 1,500 Million
Long-term Borrowings	¥ 39,880 Million	¥ 41,380 Million	+ 1,500 Million
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	-
Borrowings Total	¥ 66,080 Million	¥ 66,080 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 25, 2011.

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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