

Translation Purpose Only

May 27, 2015

To All Concerned Parties

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

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 Mitsui Fudosan Frontier REIT Management Inc.
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Notice Concerning the Execution and the Repayment of Short-term Borrowings

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on May 29, 2015. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of March 31, 2015 and April 24, 2015.

(2) Details

- ① Drawdown Date : May 29, 2015
 ② Loan Type : Unsecured, Unguaranteed
 ③ Lenders, Amount, Maturity Date and Interest Rate:

Lenders	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Trust Bank, Limited	¥2,000 Million	June 29, 2015	0.17000% (Interest Rate is fixed until the maturity date.)
Resona Bank, Limited.	¥1,000 Million	June 29, 2015	0.17000% (Interest Rate is fixed until the maturity date.)

2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on May 29, 2015 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Trust Bank, Limited	¥2,000 Million	March 31, 2015	May 29, 2015	Payment in full on the maturity date	Unsecured Unguaranteed
Resona Bank, Limited.	¥1,000 Million	April 24, 2015			

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3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	3,500	3,500	—
Long-term Borrowings	68,680	68,680	—
Investment Corporation Bonds	5,000	5,000	—
Borrowings Total	77,180	77,180	—

(*) 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 26, 2015.

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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