

Translation Purpose Only

June 15, 2017

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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Notice Concerning the Execution of Short-term and Long-term Borrowings,
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 and long-term borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on June 19, 2017. Details are provided below.

1. The Execution of Short-term and Long-term Borrowings**(1) Purpose**

To appropriate for the repayment of short-term borrowings as of May 19, 2017.

(2) Details

- ① Drawdown Date : June 19, 2017
- ② Repayment of Principal : Payment in full on the maturity date
- ③ Loan Type : Unsecured, Unguaranteed
- ④ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Mizuho Bank, Ltd.	¥2,000 Million	July 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)
The 77 Bank, Ltd.	¥1,000 Million	July 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)
The Yamaguchi Bank, Ltd.	¥1,000 Million	June 19, 2029	0.56000% (Interest Rate is fixed until the maturity date.)

2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on June 19, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥3,000 Million	May 19, 2017	June 19, 2017	Payment in full on the maturity date	Unsecured Unguaranteed
The 77 Bank, Ltd.	¥1,000 Million				

3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	4,000	3,000	-1,000
Long-term Borrowings	79,400	80,400	+1,000
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	86,400	86,400	—

(*) 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 29, 2017.

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Frontier Real Estate Investment website: <http://www.frontier-reit.co.jp/eng/>

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