

Translation Purpose Only

January 4, 2017

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

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Notice of Change in Specified Associated Corporation

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby provides notice of change concerning a major associated corporation (specified associated corporation) of Mitsui Fudosan Frontier REIT Management Inc., the asset management company of the Investment Corporation (the "Asset Management Company"). Details are provided below.

1. Events Leading up to the Change

The Investment Corporation acquired "Mitsui Shopping Park LaLaport SHIN-MISATO (Main Building) (Co-ownership 50%)" on August 10, 2016 from SHIN-MISATO Development 3 TMK that falls under the category of Interested Parties etc. as stipulated in the Act on Investment Trusts and Investment Corporations. As the amount the Investment Corporation paid as considerations reached equivalent to 20% or more of the sum total of the amount the Investment Corporation paid or received as considerations for acquisitions or dispositions of real estate, etc. and trust beneficial interests entrusting real estate, etc. during the past three years from the last day of the 25th fiscal period ended December 31, 2016, SHIN-MISATO Development 3 TMK will fall under the category of specified associated corporation.

2. Date of Change

January 1, 2017

3. Overview of the Specified Associated Corporation

Trade name	SHIN-MISATO Development 3 TMK
Address of Head Office	1-4-1 Nihonbashi, Chuo-ku, Tokyo
Name and Title of Representative	Makoto Sugai, Director
Principle Business	Operations related to takeover, management and disposal of specified asset complying with asset liquidation plan based on asset liquidation laws
Share Capital	¥2,048.1 million
Date of Establishment	June 20, 2008
Major Shareholder	Specified equity member: SHIN-MISATO Development Ippan Shadan Hojin

	Preferred equity member: Mitsui Fudosan Co., Ltd.	
Relations of the Specified Associated Corporation	Capital Relationship	The Specified Associated Corporation is a special purpose company to which Mitsui Fudosan Co., Ltd, the parent company of the Asset Management Company, makes a preferred equity investment.
	Personnel Relationship	Not applicable
	Business Relationship	The Specified Associated Corporation is a former owner and a co-owner of “Mitsui Shopping Park LaLaport SHIN-MISATO (Main Building)”, who have exchanged a letter of agreement between the Co-Owners with the Investment Corporation. Except for the above, there are no business relationships to be described between SHIN-MISATO Development 3 TMK and the Investment Corporation and/or the Asset Management Company. The Investment Corporation has concluded commissioning agreement concerning accounting, etc. with another tax accountant corporation at which a managing director of the said company, who is a certified public accountant, serves as a representative partner.

4. Future Prospects

This change will have no impact on the forecasted management situation for the periods ending June 30, 2017 and there will be no change to the forecasts.

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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