

Translation Purpose Only

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For Immediate Release

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

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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 and long-term borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on November 19, 2010. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of December 16, 2009.

(2) Details

- ① Drawdown Date : November 19, 2010
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lenders, Amount, Maturity Date and Interest Rate

Lenders	Amount	Maturity Date	Interest Rate
The Iyo Bank, Ltd.	¥1,000 Million	December 3, 2010	0.53690% (November 19, 2010 ~ December 2, 2010)
The Hachijuni Bank, Ltd.	¥500 Million	November 19, 2015	1.10625% (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 November 19, 2010 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
The Iyo Bank, Ltd.	¥1,000 Million	December 16, 2009	November 19, 2010	Payment in full on the maturity date	Unsecured Unguaranteed
The Hachijuni Bank, Ltd.	¥500 Million				

3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 23,700 Million	¥ 23,200 Million	-500
Long-term Borrowings	¥ 30,540 Million	¥ 31,040 Million	+500
Borrowings Total	¥ 54,240 Million	¥ 54,240 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 September 29, 2010.

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

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