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For Immediate Release

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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 borrowings. The Investment Corporation, additionally, announces it would repay short-term borrowings on April 19, 2011. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of September 21, 2010, February 16, 2011, and March 22, 2011.

(2) Details

① Drawdown Date : April 19, 2011

② Loan Type : Unsecured, Unguaranteed

③ Lenders, Amount, Maturity Date and Interest Rates:

Lenders	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Banking Corporation	¥4,500 Million	September 20, 2011	0.48000%(*) (April 19, 2011 ~ May 18, 2011)
Mizuho Corporate Bank, Ltd.	¥500 Million	May 19, 2011	0.48000% (April 19, 2011 ~ May 18, 2011)
The Sumitomo Trust & Banking Co, Ltd.	¥1,700 Million	July 19, 2011	0.48000%(*) (April 19, 2011 ~ May 18, 2011)

(*) Interest rate on and after May 19, 2011 will be announced when it is determined.

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2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on April 21, 2011 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Banking Corporation	¥4,500 Million	September 21, 2010	April 19, 2011	Payment in full on the maturity date	Unsecured Unguaranteed
Mizuho Corporate Bank, Ltd.	¥500 Million (*)	February 16, 2011			
The Sumitomo Trust & Banking Co, Ltd.	¥1,700 Million	March 22, 2011			

(*)The "Investment Corporation" executed partial prepayment of the short-term borrowing on March 16,2011.

3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 21,200 Million	¥ 21,200 Million	—
Long-term Borrowings	¥ 39,880 Million	¥ 39,880 Million	—
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	—
Borrowings Total	¥ 66,080 Million	¥ 66,080Million	—

(*) 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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