

**Translation Purpose Only**

July 18, 2018

**To All Concerned Parties**

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

Asset Management Company:  
Mitsui Fudosan Frontier REIT Management Inc.  
Goro Toyama  
Chief Executive Officer and Representative Director

Inquiries:  
Mitsui Fudosan Frontier REIT Management Inc.  
Takashi Iwamoto  
Chief Finance Officer and Director  
Tel: +81-3-3289-0440

**Notice Concerning Execution of Long-term Borrowing,  
and Repayment of Short-term Borrowing**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute long-term borrowing. The Investment Corporation, additionally, announces it would repay short-term borrowing on July 20, 2018. Details are provided below.

1. Execution of Long-term Borrowing

(1) Purpose

To appropriate for the repayment of short-term borrowing as of June 20, 2018.

(2) Details

- ① Drawdown Date : July 20, 2018
- 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
MUFG Bank, Ltd.	¥2,000 Million	July 20, 2022	0.16700 % (Interest Rate is fixed until the maturity date.)

## 2. Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on July 20, 2018 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥2,000 Million	June 20, 2018	July 20, 2018	Payment in full on the maturity date	Unsecured Unguaranteed

## 3. Change in the Balance of Borrowings etc.

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	4,000	2,000	-2,000
Long-term Borrowings	84,400	86,400	+2,000
Investment Corporation Bonds	5,000	5,000	—
Total	93,400	93,400	—

(\*) 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 report submitted on March 28, 2018.

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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