

Translation Purpose Only

June 29, 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 Borrowing,
and the Repayment of Long-term Borrowing

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term borrowing. The Investment Corporation, additionally, announces it would repay long-term borrowing on July 3, 2017. Details are provided below.

1. The Execution of Short-term Borrowing**(1) Purpose**

To appropriate for the repayment of long-term borrowing as of July 2, 2010.

(2) Details

- ① Drawdown Date : July 3, 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.	¥1,000 Million	July 19, 2017	0.04636 % (Interest Rate is fixed until the maturity date.)

2. The Repayment of Long-term Borrowing

Details of the repayment of long-term borrowing on July 3, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Development Bank of Japan Inc.	¥1,000 Million	July 2, 2010	July 3, 2017	Payment in full on the maturity date	Unsecured Unguaranteed

3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	3,000	4,000	+1,000
Long-term Borrowings	80,400	79,400	-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.

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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