

May 17, 2011

**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 Short-term Borrowings Interest Rates**

Frontier Real Estate Investment Corporation today announced the interest rates applicable to the following short-term borrowings.

Lender	Drawdown amount	Interest rates	Drawdown date	Maturity date
Sumitomo Mitsui Banking Corporation	¥2,500 Million	0.58000%(*) (May 19, 2011 ~ June 19, 2011)	December 20, 2010	July 19, 2011
	¥1,500 Million	0.53000%(*) (May 19, 2011 ~ June 19, 2011)	March 14, 2011	July 19, 2011
	¥4,500 Million	0.48000%(*) (May 19, 2011 ~ June 19, 2011)	April 19, 2011	September 20, 2011
Mitsubishi UFJ Trust and Banking Corporation	¥2,000 Million	0.53000% (May 19, 2011 ~ June 19, 2011)	February 16, 2011	June 20, 2011
	¥2,200 Million	0.53000% (May 19, 2011 ~ June 19, 2011)	February 21, 2011	June 20, 2011
The Chuo Mitsui Trust & Banking Company, Limited	¥500 Million	0.60000% (May 19, 2011 ~ June 19, 2011)	July 2, 2010	June 20, 2011
The Sumitomo Trust & Banking Co, Ltd.	¥1,700 Million	0.48000%(*) (May 19, 2011 ~ June 19, 2011)	April 19, 2011	July 19, 2011
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥1,000 Million	0.60000% (May 19, 2011 ~ June 19, 2011)	July 2, 2010	June 20, 2011

(\* ) Interest rates on and after June 20, 2011 will be announced when they are determined.

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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