

**Translation Purpose Only**

March 15, 2013

**For Immediate Release**

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

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

Inquiries:  
 Mitsui Fudosan Frontier REIT Management Inc.  
 Tatsu Makino  
 Vice President, Finance Division and Director  
 Tel: +81-3-3289-0440

**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 March 19, 2013. Details are provided below.

## 1. The Execution of Short-term Borrowings

## (1) Rational

To appropriate for the repayment of short-term borrowings as of February 19, 2013 and March 15, 2013.

## (2) Details

- ① Drawdown Date : March 19, 2013
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Trust Bank, Limited	¥1,000 Million	April 19, 2013	0.33500% (Interest Rate is fixed until the maturity date)
Mizuho Corporate Bank, Ltd.	¥500 Million	October 21, 2013	0.29500%(*) (March 19, 2013 ~ April 18, 2013)

(\*):Interest rate on and after April 19, 2013 will be announced when they are determined.

## 2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on March 19, 2013 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Trust Bank, Limited	¥2,000 Million	February 19, 2013	March 19, 2013	Payment in full on the maturity date	Unsecured Unguaranteed

## Translation Purpose Only

Mizuho Corporate Bank, Ltd.	¥500 Million	March 15, 2013	March 19, 2013	Payment in full on the maturity date	Unsecured Unguaranteed
--------------------------------	--------------	-------------------	-------------------	--	---------------------------

(\*) Short-term Borrowing from Sumitomo Mitsui Trust Bank, Limited (¥1,000 million) will be covered with cash on hand.

### 3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 9,000 Million	¥ 8,000 Million	- 1,000 Million
Long-term Borrowings	¥ 62,700 Million	¥ 62,700 Million	-
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	-
Borrowings Total	¥ 76,700 Million	¥ 75,700 Million	- 1,000 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 February 15, 2013.

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/>

### Disclaimer

This information was originally publicized in the original Japanese language and has been translated for reference purposes only. Frontier Real Estate Investment Corporation guarantees neither the completeness nor the accuracy of this English translation. For complete and accurate information, please refer to the press release in Japanese. In addition, this press release is not prepared as an inducement or invitation for investment. All readers are advised to consult their own investment advisors before investing in the Investment Corporation. Investment decisions are made at the investor's sole discretion and responsibility and are made at their own risk. The Investment Corporation and its affiliates disclaim any responsibility or liability for the consequence of investment in the Investment Corporation.