

**Translation Purpose Only**

March 16, 2017

**To All Concerned Parties**

6-8-7 Ginza, Chuo-ku, Tokyo  
 Frontier Real Estate Investment Corporation  
 Kazuichi Nagata, 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.  
 Akiko Kaito  
 Chief Finance Officer 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 21, 2017. Details are provided below.

## 1. The Execution of Short-term Borrowings

## (1) Purpose

To appropriate for the repayment of short-term borrowings as of February 20, 2017.

## (2) Details

- ① Drawdown Date : March 21, 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.	¥3,000 Million	April 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)
The 77 Bank, Ltd.	¥1,000 Million	April 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)

## 2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on March 21, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥3,000 Million	February 20, 2017	March 21, 2017	Payment in full on the maturity date	Unsecured Unguaranteed
The 77 Bank, Ltd.	¥1,000 Million				

### 3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	4,000	4,000	—
Long-term Borrowings	79,400	79,400	—
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 September 28, 2016.

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.