

Translation Purpose Only

February 26, 2018

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 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 February 28, 2018. Details are provided below.

1. Execution of Long-term Borrowing**(1) Purpose**

To appropriate for the repayment of short-term borrowing as of February 19, 2018.

(2) Details

- ① Drawdown Date : February 28, 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
Mizuho Bank, Ltd.	¥1,500 Million	September 19, 2024	0.27119 % (Interest Rate is fixed until the maturity date.)
	¥2,000 Million	March 19, 2026	0.33130 % (Interest Rate is fixed until the maturity date.)

2. Repayment of Short-term Borrowing

Details of the repayment of short-term borrowing on February 28, 2018 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥3,500 Million	February 19, 2018	February 28, 2018	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	5,500	2,000	-3,500
Long-term Borrowings	75,900	79,400	+3,500
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	84,400	84,400	—

(*) 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 27, 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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