

**Translation Purpose Only**

June 16, 2017

**To All Concerned Parties**

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Frontier Real Estate Investment Corporation  
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(Securities Code: 8964)

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**Notice Concerning the Execution and the Repayment of Long-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 long-term borrowing on June 20, 2017. Details are provided below.

## 1. The Execution of Long-term Borrowing

## (1) Purpose

To appropriate for the repayment of long-term borrowing as of December 20, 2010.

## (2) Details

- ① Drawdown Date : June 20, 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
Sumitomo Mitsui Banking Corporation	¥2,000 Million	June 21, 2021	0.16830 % (Interest Rate is fixed until the maturity date.)

## 2. The Repayment of Long-term Borrowing

Details of the repayment of long-term borrowing on June 20, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Banking Corporation	¥2,000 Million	December 20, 2010	June 20, 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	3,000	—
Long-term Borrowings(*)	80,400	80,400	—
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.

(\*\*) The table above shows the status after the execution and the repayment of borrowings in the press release “Notice Concerning the Execution of Short-term and Long-term Borrowings, and the Repayment of Short-term Borrowings” dated June 15, 2017.

### 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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