

Translation Purpose Only

February 15, 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 and 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 February 19, 2018. Details are provided below.

1. Execution of Short-term Borrowings

(1) Purpose

To appropriate for the repayment of short-term borrowings as of January 19, 2018 and February 1, 2018.

(2) Details

- ① Drawdown Date : February 19, 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.	¥3,500 Million	February 28, 2018	0.03857 % (Interest Rate is fixed until the maturity date.)
	¥1,000 Million	April 19, 2018	0.07818 % (Interest Rate is fixed until the maturity date.)
The 77 Bank, Ltd.	¥1,000 Million	April 19, 2018	0.07818 % (Interest Rate is fixed until the maturity date.)

2. Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on February 19, 2018 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥3,500 Million	January 19, 2018	February 19, 2018	Payment in full on the maturity date	Unsecured Unguaranteed
	¥1,000 Million	February 1, 2018			
The 77 Bank, Ltd.	¥1,000 Million	January 19, 2018			

3. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	5,500	5,500	—
Long-term Borrowings	75,900	75,900	—
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.

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Frontier Real Estate Investment website: <http://www.frontier-reit.co.jp/eng/>

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