

April 17, 2012

**For Immediate Release**

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

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**Notice Concerning Short-term and Long-term Borrowings Interest Rate**

Frontier Real Estate Investment Corporation today announced the interest rates applicable to the following short-term and long-term borrowings.

Lenders	Drawdown amount	Interest rate	Drawdown date	Maturity date
Sumitomo Mitsui Banking Corporation	¥5,000 Million	0.38000%(*) (April 19, 2012 ~ May 20, 2012)	February 20, 2012	July 19, 2012
	¥8,000 Million	0.33000%(*) (April 19, 2012 ~ May 20, 2012)	February 28, 2012	February 28, 2013
Sumitomo Mitsui Trust Bank, Limited	¥1,700 Million	0.38000%(*) (April 19, 2012 ~ May 20, 2012)	December 19, 2011	June 19, 2012
	¥3,000 Million	0.38000%(*) (April 19, 2012 ~ May 20, 2012)	January 19, 2012	January 18, 2013
Mitsubishi UFJ Trust and Banking Corporation	¥2,000 Million	0.40500%(*) (April 19, 2012 ~ May 20, 2012)	January 16, 2012	November 19, 2014
	¥1,700 Million	0.38000% (April 19, 2012 ~ May 20, 2012)	January 19, 2012	May 21, 2012
Mizuho Corporate Bank, Ltd.	¥1,300 Million	0.38000%(*) (April 19, 2012 ~ May 20, 2012)	February 20, 2012	June 19, 2012
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	¥500 Million	0.38000%(*) (April 19, 2012 ~ May 20, 2012)	February 24, 2012	February 22, 2013

(\* ) Interest rates on and after May 21, 2012 will be announced when they are determined.

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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