

Translation Purpose Only

September 2, 2019

To All Concerned Parties

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

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Notice Concerning Execution of Long-term Borrowings

Frontier Real Estate Investment Corporation (the “Investment Corporation”) hereby announces that it has decided to execute long-term borrowings.

1. Execution of Long-term Borrowings

(1) Purpose

To appropriate for a part of the payment of the additional acquisition of the property (Ikebukuro GLOBE (50% co-ownership stake)), stated in the press release “Notice Concerning Acquisition of Real Estate Property in Japan (Ikebukuro GLOBE (50% Co-Ownership): Additional Acquisition)” announced on August 15, 2019.

(2) Details

- ① Drawdown Date : September 4, 2019
- 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	¥1,000 Million	September 4, 2025	0.23000% (Interest Rate is fixed until the maturity date.)
	¥2,000 Million	September 4, 2028	0.36000% (Interest Rate is fixed until the maturity date.)

Note: This press release is aimed at publicly announcing the execution of long-term borrowings by the Investment Corporation, and has not been prepared for the purpose of soliciting investments. Prior to making investment judgments, investors are advised to read the prospectus prepared and submitted by the Investment Corporation to describe the details of investment units, as well as any revisions, and engage in investment at their own discretion and responsibility.

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2. Change in the Balance of Borrowings etc.

(Unit : ¥Million)

	Before This Financing	After This Financing	Variance
Short-term Borrowings	11,000	11,000	—
Long-term Borrowings	96,900	99,900	+3,000
Investment Corporation Bonds	5,000	5,000	—
Borrowings Total	112,900	115,900	+3,000

(*) Long-term Borrowings include the balance of borrowings due within one year.

3. Others

Regarding the loan repayment risk, there is no important change to the “Part 2. Reference Information; Section 2. Information Supplementary to Reference Documents; 3. Investment risks” description in the latest securities registration statement submitted on August 15, 2019.

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 Corporation website: <https://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.

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