Translation Purpose Only

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For Immediate Release

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Frontier Real Estate Investment Corporation
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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 March 17, 2014. Details are provided below.

1. The Execution of Long-term Borrowing

(1) Rational

To appropriate for the repayment of long-term borrowing as of March 16, 2009.

(2) Details

① Drawdown Date : March 17, 2014

② Loan Type : Unsecured, Unguaranteed

③ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Development Bank of Japan Inc.	￥1,500 Million	May 19, 2025	1.17000% (Interest Rate is fixed until the maturity date.)

2. The Repayment of Long-term Borrowing

Details of the repayment of long-term borrowing on March 17, 2014 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Development Bank of Japan Inc.	￥2,000 Million	March 16, 2009	March 17, 2014	¥40 million each at semi-annual installments (every September and March starting from September 30, 2009), ¥1,640 million at final installment.	Unsecured Unguaranteed

(*) Long-term Borrowing (¥140 million) will be covered with cash on hand.

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3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥ 3,500 Million	¥ 3,500 Million	―
Long-term Borrowings	¥ 61,680 Million	¥ 61,540 Million	－140 Million
Investment Corporation Bonds	¥ 5,000 Million	¥ 5,000 Million	―
Borrowings Total	¥ 70,180 Million	¥ 70,040 Million	－140 Million

(*) 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 26, 2013.

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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