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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 the Execution and the 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 April 21, 2014. Details are provided below.

1. The Execution of Short-term Borrowings

(1) Rational

To appropriate for the repayment of short-term borrowings as of February 19, 2014.

(2) Details

① Drawdown Date : April 21, 2014

② Loan Type : Unsecured, Unguaranteed

③ Lenders, Amount, Maturity Date and Interest Rate:

Lenders	Amount	Maturity Date	Interest Rate
Sumitomo Mitsui Banking Corporation	¥3,000 Million	May 19, 2014	0.26636% (Interest Rate is fixed until the maturity date.)
Mizuho Bank, Ltd.	¥500 Million	July 22, 2014	0.28136%(*) (April 21, 2014 ～ May 18, 2014)

(*)Interest rate on and after May 19, 2014 will be announced when they are determined.

2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on April 21, 2014 are as follows.

Lenders	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Sumitomo Mitsui Banking Corporation	¥3,000 Million	February 19, 2014	April 21, 2014	Payment in full on the maturity date	Unsecured Unguaranteed

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Mizuho Bank, Ltd.	￥500 Million	February 19, 2014	April 21, 2014	Payment in full on the maturity date	Unsecured Unguaranteed

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	￥ 62,420 Million	￥ 62,420 Million	―
Investment Corporation Bonds	￥ 5,000 Million	￥ 5,000 Million	―
Borrowings Total	￥ 70,920 Million	￥ 70,920 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 March 27, 2014.

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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