

**Translation Purpose Only**

December 17, 2014

**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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Mitsui Fudosan Frontier REIT Management Inc.  
Hiroshi Tanaka  
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**Notice Concerning the Execution and the Repayment of Short-term Borrowing**

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term borrowing. The Investment Corporation, additionally, announces it would repay short-term borrowing on December 19, 2014. Details are provided below.

**1. The Execution of Short-term Borrowing****(1) Rational**

To appropriate for the repayment of short-term borrowing as of September 19, 2014.

**(2) Details**

- ① Drawdown Date : December 19, 2014
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Date and Interest Rate:

Lender	Amount	Maturity Date	Interest Rate
Mizuho Bank, Ltd.	¥500 Million	February 19, 2015	0.19273%(*) (December 19, 2014 ~ January 18, 2015)

(\*)Interest rate on and after January 19, 2015 will be announced when they are determined.

**2. The Repayment of Short-term Borrowing**

Details of the repayment of short-term borrowing on December 19, 2014 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥500 Million	September 19, 2014	December 19, 2014	Payment in full on the maturity date	Unsecured Unguaranteed

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## 3. Change in the Balance of Borrowings

	Before This refinance	After This refinance	Variance
Short-term Borrowings	¥2,500 Million	¥2,500 Million	—
Long-term Borrowings	¥62,800 Million	¥62,800 Million	—
Investment Corporation Bonds	¥5,000 Million	¥5,000 Million	—
Borrowings Total	¥70,300 Million	¥70,300 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 25, 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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