

**Translation Purpose Only**

March 2, 2015

**To All Concerned Parties**

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

Asset Management Company:  
Mitsui Fudosan Frontier REIT Management Inc.  
Hiroshi Tanaka  
Chief Executive Officer and Representative Director

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**Notice Concerning the Execution of New Borrowing**

Frontier Real Estate Investment Corporation (the “Investment Corporation”) hereby announces that it has decided to execute new borrowing. Details are provided below.

**1. Rational**

To appropriate for the payment of newly acquired property (Shinsaibashi Square), stated in the press release “Notice Concerning Acquisition of Investment Asset” announced on December 22, 2014.

**2. The Execution of Long-term Borrowing****Details of Long-term Borrowing**

- ① Drawdown Date : March 2, 2015
- ② Loan Type : Unsecured, Unguaranteed
- ③ Lender, Amount, Maturity Dates and Interest Rate : See accompanying table

Lender	Amount	Maturity Date	Interest Rate
Mitsubishi UFJ Trust and Banking Corporation	¥1,500 Million	March 4, 2024	0.54400% (Interest Rate is fixed until the maturity date.)
	¥1,500 Million	March 3, 2025	0.62000% (Interest Rate is fixed until the maturity date.)

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## 3. Change in the balance of borrowings

(Unit: ¥ Million)

	Before This Financing	After This Financing	Variance
Short-term Borrowings	500	500	—
Long-term Borrowings	65,800	68,800	+ 3,000
Investment Corporation Bonds	5,000	5,000	—
Borrowings Total	71,300	74,300	+ 3,000

(\*) 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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