

Translation Purpose Only

July 28, 2017

To All Concerned Parties

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 Frontier Real Estate Investment Corporation
 Kazuichi Nagata, Executive Director
 (Securities Code: 8964)

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Notice Concerning Execution and 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 August 1, 2017. Details are provided below.

1. Execution of Long-term Borrowing

(1) Purpose

To appropriate for the repayment of long-term borrowing as of August 1, 2013.

(2) Details

- ① Drawdown Date : August 1, 2017
 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
The Daishi Bank, Ltd.	¥1,000 Million	February 19, 2025	0.29785 % (Interest Rate is fixed until the maturity date.)

2. Repayment of Long-term Borrowing

Details of the repayment of long-term borrowing on August 1, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
The Daishi Bank, Ltd.	¥1,000 Million	August 1, 2013	August 1, 2017	Payment in full on the maturity date	Unsecured Unguaranteed

3. Change in the Balance of Borrowing

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	4,000	4,000	—
Long-term Borrowings	79,400	79,400	—
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	86,400	86,400	—

(*) 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 29, 2017.

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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