

Translation Purpose Only

March 23, 2018

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.
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Notice Concerning Execution of Short-term and Long-term Borrowings

Frontier Real Estate Investment Corporation (the "Investment Corporation") hereby announces that it has decided to execute short-term and long-term borrowings.

1. Execution of Short-term and Long-term Borrowings**(1) Purpose**

To appropriate for a part of the payment of the acquired property (SAKAE GLOBE), stated in the press release "Notice Concerning Acquisition of Trust Beneficiary Rights in Real Estate Property in Japan < SAKAE GLOBE (60% quasi co-ownership) >" announced on March 23, 2018.

(2) Details

- ① Drawdown Date : March 27, 2018
- 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
Mizuho Bank, Ltd.	¥4,000 Million	April 19, 2018	0.06818 % (Interest Rate is fixed until the maturity date.)
Shinkin Central Bank	¥2,500 Million	March 27, 2024	0.22500 % (Interest Rate is fixed until the maturity date.)
	¥2,500 Million	February 19, 2027	0.34721 % (Interest Rate is fixed until the maturity date.)

2. Change in the Balance of Borrowings

(Unit : ¥Million)

	Before This refinance	After This refinance	Variance
Short-term Borrowings	2,000	6,000	+4,000
Long-term Borrowings	79,400	84,400	+5,000
Investment Corporation Bonds	3,000	3,000	—
Borrowings Total	84,400	93,400	+9,000

(*) Long-term Borrowings include the balance of borrowings due within one year.

3. Others

Regarding the loan repayment risk, there is no important change to the “Investment risks” description in the latest securities report submitted on September 27, 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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