

**Translation Purpose Only**

April 17, 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 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 19, 2017. Details are provided below.

## 1. The Execution of Short-term Borrowings

## (1) Purpose

To appropriate for the repayment of short-term borrowings as of March 21, 2017.

## (2) Details

- ① Drawdown Date : April 19, 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
Mizuho Bank, Ltd.	¥3,000 Million	May 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)
The 77 Bank, Ltd.	¥1,000 Million	May 19, 2017	0.06000% (Interest Rate is fixed until the maturity date.)

## 2. The Repayment of Short-term Borrowings

Details of the repayment of short-term borrowings on April 19, 2017 are as follows.

Lender	Borrowing Amount	Drawdown Date	Maturity Date	Repayment of Principal	Loan Type
Mizuho Bank, Ltd.	¥3,000 Million	March 21, 2017	April 19, 2017	Payment in full on the maturity date	Unsecured Unguaranteed
The 77 Bank, Ltd.	¥1,000 Million				

### 3. Change in the Balance of Borrowings

(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.

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Frontier Real Estate Investment website: <http://www.frontier-reit.co.jp/eng/>

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