

# AMANAHRAYA REAL ESTATE INVESTMENT TRUST QUARTERLY REPORT

## CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

	As At 30.06.2019 RM (Unaudited)	As At 31.12.2018 RM (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment properties	1,401,700,000	1,401,700,000
	<b>1,401,700,000</b>	<b>1,401,700,000</b>
<b>Current assets</b>		
Trade and other receivables	6,475,548	6,626,765
Security deposits in trust accounts	21,014,360	20,628,182
Cash and cash equivalents	39,884,466	34,709,788
Asset classified as held for sale	8,800,000	35,600,000
	76,174,374	97,564,735
<b>TOTAL ASSETS</b>	<b>1,477,874,374</b>	<b>1,499,264,735</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	644,664,328	670,484,115
Tenancy deposits	16,334,731	16,018,913
	660,999,059	686,503,028
<b>Current liabilities</b>		
Tenancy deposits	10,557,626	9,923,732
Trade and other payables	24,151,857	21,760,644
Deferred tax liabilities	5,863,577	5,863,577
	40,573,060	37,547,953
<b>TOTAL LIABILITIES</b>	<b>701,572,119</b>	<b>724,050,981</b>
<b>NET ASSET VALUE ("NAV")</b>	<b>776,302,255</b>	<b>775,213,754</b>
<b>FINANCED BY:</b>		
<b>UNITHOLDERS' FUND</b>		
Unitholders' capital	519,685,916	519,685,915
Distributed income - realised	43,515,733	40,697,832
Undistributed income - unrealised	213,100,606	214,830,007
<b>TOTAL UNITHOLDERS' FUND</b>	<b>776,302,255</b>	<b>775,213,754</b>
<b>NUMBER OF UNITS IN CIRCULATIONS</b>	<b>573,219,858</b>	<b>573,219,858</b>
<b>NET ASSET VALUE ("NAV") PER UNIT (RM):</b>		
- Before income distribution	<b>1.3543</b>	<b>1.3524</b>
- After income distribution	<b>1.3393</b>	<b>1.3379</b>

The Condensed Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached.

**AMANAHRAYA REAL ESTATE INVESTMENT TRUST QUARTERLY REPORT**
**CONDENSED STATEMENT OF PROFIT OF LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 30 JUNE 2019 (UNAUDITED)**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30.06.2019 RM	Preceding Year Corresponding Quarter 30.06.2018 RM	Current Year To-date 30.06.2019 RM	Preceding Corresponding Year To-date 30.06.2018 RM
Revenue	24,146,703	24,682,449	47,947,810	47,589,436
Properties expenses				
Property operating expenses	(4,927,396)	(4,116,352)	(8,627,353)	(7,807,926)
<b>Net property income</b>	<b>19,219,307</b>	<b>20,566,097</b>	<b>39,320,457</b>	<b>39,781,510</b>
Interest income	282,116	337,253	537,966	636,059
Other income	(28,856)	48,026	44,066	55,978
Gains from investment properties disposal	-	3,000,000	-	3,000,000
Trust expenses	(2,067,630)	(2,359,587)	(4,969,597)	(4,338,716)
Borrowing costs	(8,494,959)	(9,239,431)	(16,924,611)	(18,609,649)
<b>Realised income before taxation</b>	<b>8,909,978</b>	<b>12,352,357</b>	<b>18,008,280</b>	<b>20,525,182</b>
Changes in fair value of investment properties	-	-	-	67,144,539
<b>Income before taxation</b>	<b>8,909,978</b>	<b>12,352,357</b>	<b>18,008,280</b>	<b>87,669,721</b>
Taxation	-	-	-	-
<b>Total Income</b>	<b>8,909,978</b>	<b>12,352,357</b>	<b>18,008,280</b>	<b>87,669,721</b>
<b>Distribution to unitholders</b>				
- from current period realised net income	(8,598,556)	(11,117,122)	(17,197,089)	(18,881,305)
- from previous period realised net income	-	-	-	-
	(8,598,556)	(11,117,122)	(17,197,089)	(18,881,305)
<b>Realised income retained</b>	<b>311,422</b>	<b>1,235,236</b>	<b>811,192</b>	<b>1,643,877</b>
<b>Unrealised income retained / (utilised)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,144,539</b>
<b>Net income for the financial period is made up as follows:</b>				
- realised	8,909,978	12,352,357	18,008,280	20,525,182
- unrealised	-	-	-	67,144,539
Changes in fair value of investment properties	-	-	-	67,144,539
	<b>8,909,978</b>	<b>12,352,357</b>	<b>18,008,280</b>	<b>87,669,721</b>
<b>EARNINGS PER UNIT (SEN)</b>				
- after manager fees (sen)	1.5544	2.1549	3.1416	15.2943
- before manager fees (sen)	1.8444	2.4861	3.7187	15.8792
<b>EARNINGS PER UNIT (SEN)</b>				
- realised	1.5544	2.1549	3.1416	3.5807
- unrealised	-	-	-	11.7136
<b>DISTRIBUTION PER UNIT (SEN)</b>				
- realised from current period	1.5000	1.9394	3.0001	3.2939
- realised from previous period	-	-	-	-
	<b>1.5000</b>	<b>1.9394</b>	<b>3.0001</b>	<b>3.2939</b>

The Condensed Statement of Profit or Loss and Other Comprehensive Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached.

# AMANAHRAYA REAL ESTATE INVESTMENT TRUST QUARTERLY REPORT

## CONDENSED STATEMENT OF CHANGES IN NET ASSET VALUE FOR THE CUMULATIVE QUARTER ENDED 30 JUNE 2019

	Unitholder's Capital RM	---- Undistributed Income ----		Total RM
		Realised RM	Unrealised RM	
<b>At 1 January 2019</b>	519,685,916	40,697,832	214,830,007	775,213,756
<b>Operation for the financial period ended 30 June 2019</b>				
Total comprehensive income for the financial period	-	18,008,280		18,008,280
Realisation of income from disposal of property	-	1,729,401	(1,729,401)	-
<i>Increase in net assets resulting from operations</i>	-	<i>19,737,682</i>	<i>(1,729,401)</i>	<i>18,008,280</i>
<b>Unitholders' transactions</b>				
Distribution to unitholders - 2018 final	-	(8,320,814)	-	(8,320,814)
Distribution to unitholders - Q1, 2019	-	(8,598,967)	-	(8,598,967)
<i>Increase in net assets resulting from unitholders' transactions</i>	-	<i>(16,919,781)</i>	-	<i>(16,919,781)</i>
<b>At 30 June 2019</b>	<b>519,685,916</b>	<b>43,515,733</b>	<b>213,100,606</b>	<b>776,302,255</b>

	Unitholder's Capital RM	---- Undistributed Income ----		Total RM
		Realised RM	Unrealised RM	
<b>At 1 January 2018</b>	519,685,915	27,059,384	181,545,288	728,290,587
<b>Operation for the financial period ended 31 December 2018</b>				
Total comprehensive income for the financial period	-	37,965,743	43,284,719	81,250,462
Realisation of income from disposal of property	-	10,000,000	(10,000,000)	-
<i>Increase in net assets resulting from operations</i>	-	<i>47,965,743</i>	<i>33,284,719</i>	<i>81,250,462</i>
<b>Unitholders' transactions</b>				
Distribution to unitholders - 2017 final	-	(7,683,228)	-	(7,683,228)
Distribution to unitholders - Q1, 2018	-	(7,762,497)	-	(7,762,497)
Distribution to unitholders - Q2, 2018	-	(11,117,235)	-	(11,117,235)
Distribution to unitholders - Q3, 2018	-	(7,764,335)	-	(7,764,335)
<i>Increase in net assets resulting from unitholders' transactions</i>	-	<i>(34,327,295)</i>	-	<i>(34,327,295)</i>
<b>At 31 December 2018</b>	<b>519,685,915</b>	<b>40,697,832</b>	<b>214,830,007</b>	<b>775,213,754</b>

The Condensed Statement of Changes in Net Asset Value should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached.

# AMANAHRAYA REAL ESTATE INVESTMENT TRUST QUARTERLY REPORT

## CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED) FOR THE CUMULATIVE QUARTER ENDED 30 JUNE 2019

	Current Year To-date 30.06.2019 RM	Preceding Year To-date 31.12.2018 RM
<b>Cash Flows From Operating Activities</b>		
Net income before taxation	18,008,280	87,114,039
<i>Adjustments for:-</i>		
Borrowing costs	16,924,611	36,023,502
Interest income	(537,966)	(1,338,781)
Change in the fair value of properties	-	(49,148,296)
<b>Operating income before changes in working capital</b>	<b>34,394,926</b>	<b>72,650,464</b>
Changes in working capital:-		
Trade and other receivables	(174,253)	(3,051,972)
Trade and other payables	3,425,255	5,013,938
<b>Net cash generated from operating activities</b>	<b>37,645,929</b>	<b>74,612,430</b>
<b>Cash Flows From Investing Activities</b>		
Interest received	477,258	1,284,693
Proceeds from disposal of investment properties	26,800,000	105,000,000
Acquisition of investment property	-	(180,000,000)
Improvement of properties	-	(4,451,704)
Gain on disposal of investment property	-	(3,000,000)
<b>Net cash used in investing activities</b>	<b>27,277,258</b>	<b>(81,167,011)</b>
<b>Cash Flows From Financing Activities</b>		
Distribution paid to unitholders		
- in respect of current financial year	(8,598,967)	(7,683,228)
- in respect of previous financial year	(8,320,814)	(18,879,734)
Repayment of term loan	(25,907,893)	(91,278,477)
Payment of financing expenses	-	(1,369,094)
Interest paid	(16,920,833)	(36,293,093)
<b>Net cash (used in)/ generated from financing activities</b>	<b>(59,748,508)</b>	<b>(155,503,626)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	<b>5,174,678</b>	<b>(162,058,207)</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>34,709,788</b>	<b>196,767,995</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>39,884,466</b>	<b>34,709,788</b>

The Condensed Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2018 and the accompanying explanatory notes attached.

## A. EXPLANATORY NOTES FOR THE QUARTER ENDED 30 JUNE 2019 PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD ("MFRS")

### A1. BASIS OF PREPARATION

This quarterly financial report is unaudited and has been prepared in accordance with Malaysian Financial reporting Standards (MFRSs) where applicable to AmanahRaya Real Estate Investment Trust ("ARREIT" or "Trust" ) that are effective for annual periods beginning on or after 1 January 2019. In preparing this quarterly financial report MFRS 134: Interim Financial Reporting has been applied. In addition, this quarterly financial report has been prepared in accordance with Paragraph 9.44 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This financial report comprise ARREIT and its wholly-owned special purpose company, ARREIT MTN 1 Sdn Bhd, company incorporated in Malaysia, of which the principal activity is to raise financing and on behalf of ARREIT.

### A2. METHOD OF COMPUTATION AND CHANGES IN ACCOUNTING POLICIES

The methods of computation used in the preparation of the quarterly financial report are consistent with those adopted in the preparation of the audited financial statements and audited information of ARREIT for the financial year ended 31 December 2018.

### A3. AUDIT REPORT OF PRECEDING FINANCIAL YEAR ENDED 31 DECEMBER 2018

The audit report of the Trust's financial statements for the financial year ended 31 December 2018 was not subject to any qualification.

### A4. SEASONALITY OR CYCLICALITY OF OPERATIONS

The business operations of the Trust are not affected by any material seasonal or cyclical factor.

### A5. UNUSUAL ITEMS

There were no items of unusual nature that affect the assets, liabilities, equities, net income or cash flows to be disclosed for the quarter under review.

### A6. CHANGES IN ESTIMATES

There were no changes in estimates that have had material effect in the current quarter.

### A7. DEBTS AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter and financial year-to-date.

### A8. INCOME DISTRIBUTION

The Trust has paid its first interim income distribution on 12 July 2019 amounting to RM8,598,532. For the second quarter, the management has proposed and provided RM8,598,556 to be distributed to the unitholders.

### A9. SEGMENTAL REPORTING

No segmental information was prepared as the Trust's activities are predominantly in one segment of the industry and occur predominantly in Malaysia.

### A10. VALUATION OF INVESTMENT PROPERTIES

For the period under review, there were no increase in the fair values of the investment properties held since last revaluation exercise.

### A11. RENTAL INCOME FROM TENANCIES (MFRS 117)

Rental income receivable under tenancy agreement is recognised as straight-line basis over the term of the lease.

### A12. MATERIAL AND SIGNIFICANT EVENT

There was no material event as at the latest practicable date from the date of this report.

### A13. CHANGES IN THE COMPOSITION AND FUND SIZE OF THE TRUST

There were no changes in the composition of ARREIT for the current quarter and the total number of units issued stands at 573,219,858.

### A14. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets to be disclosed.

### A15. TRADE AND OTHER PAYABLES

Included in the Current and Non-Current Liabilities - Trade and Other Payables are tenant deposits of RM26.9 million received from lessees for tenancy contracts with tenure of one to twenty five years (Current; RM10.6 million and Non Current: RM16.3 million).

**A. EXPLANATORY NOTES FOR THE QUARTER ENDED 30 JUNE 2019 PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARD ("MFRS") - Cont'd**

**A16. TRADE AND OTHER RECEIVABLES**

Included in the Current Assets - Trade and Other Receivables are refurbishment in progress at Selayang Mall of RM1.8 million, accrual of expenses of RM2.0 million and properties utilities deposit amounting to RM1.5 million.

**B. ADDITIONAL INFORMATION PURSUANT TO PARAGRAPH 9.44 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. REVIEW OF PERFORMANCE**

For the period ended 30 June 2019, the Trust recorded a cumulative rental income of RM47.9 million as against preceding corresponding period of RM47.6 million. The slight increase in rental income of was mainly due to the contribution from Vista Tower which mitigated the loss of rental from Holiday Villa Alor Star and Wisma AIC that are vacant. Interest income and other income drop to RM0.6 million, a decrease of 15.9% compared with the cumulative preceding quarter.

A total of RM8.6 million was incurred for property expenses during cumulative quarter, an increase of 10.5% as compared to the preceding corresponding period. The increase of the expenses was mainly due to higher maintenance costs are being incurred including statutory payments, property manager fees and refurbishment costs which incurred at Help University, Toshiba Building, Segi University, Selayang Mall and Vista Tower. The net property income were recorded lower at RM39.3 million in comparison to the cumulative preceding quarter of RM39.8 million resulting from higher of property expenses.

On the other hand, total cumulative non-property expenses for the period fell to RM21.9 million mainly underpinned by lower borrowing cost from RM18.6 million in 2018 to RM16.9 million in 2019 due to the settlement of Affin Term Loan and the decrease in the Overnight Policy Rate (OPR) in May 2019 by 25 basis points to 3% from 3.25%. However, the expenses such as leasing commission fee and property agency fee have rose by RM0.66 million compared to the preceding corresponding period.

For the cumulative quarter under review, net income drop by 12.3% to RM18.0 million from RM20.5 million mainly due to RM3.0 million disposal gains from Silverbird Factory disposal which was completed on 2018. However, the net income is higher by 3% if it excluded the gains from the disposal. This translates to a Q2 2019 distributable income per unit of 1.500 sen, which is lower by 22.7% compared with distributable income per unit of 1.9394 sen recorded in Q2 2018.

Gearing ratio was 43.62%, reduced from last quarter of 44.45% and well below the regulatory limit of 50.0%.

**B2. COMPARISON OF INCOME BEFORE TAXATION BETWEEN CURRENT QUARTER AND PRECEDING QUARTER**

	Current Quarter 30.06.2019 RM	Preceding Corresponding Quarter 30.06.2018 RM
Revenue		
- Gross revenue (rental income)	24,146,703	24,682,449
- Interest and other income	253,260	385,279
- Gains from investment property disposal	-	3,000,000
Total	<u>24,399,963</u>	<u>28,067,727</u>
Expenses		
Property expenses	(4,927,396)	(4,116,352)
Non-property expenses	(10,562,588)	(11,599,018)
Total	<u>(15,489,985)</u>	<u>(15,715,370)</u>
Realised Income before taxation	<u>8,909,978</u>	<u>12,352,357</u>

The Trust's rental income for the current quarter ended 30 June 2019 is lower by 2.2% than the preceding corresponding quarter contributed by the loss of rental from Holiday Villa Alor Star and Wisma AIC which being vacant. Interest income was slightly lower than last corresponding quarter by 34.3%.

The Trust's property expenses incurred for the current quarter was significantly higher in comparison to the preceding quarter partly due to higher maintenance and repair incurred at Vista Tower, Help University and Contraves Building. As result of that, the net property income were recorded lower at RM19.2 million in comparison to the cumulative preceding quarter of RM20.6 million. Non-property expenses fell to RM10.6 million mainly underpinned by lower borrowing cost due to the settlement of Affin Term Loan and the decrease in the Overnight Policy Rate (OPR) in May 2019 by 25 basis points to 3% from 3.25%.

Net realised income before tax is recorded at RM8.9 million, a decrease of 27.9% compared to the preceding corresponding quarter mainly due to RM3.0 million disposal gains from Silverbird Factory disposal which was completed on 2018.

**B3. PROSPECTS**

The Manager is continuously ensuring the existing assets within the portfolio are well maintained to ensure the stability of rental income and the Trust benefits from capital appreciations.

# AMANAHRAYA REAL ESTATE INVESTMENT TRUST QUARTERLY REPORT

## B. ADDITIONAL INFORMATION PURSUANT TO PARAGRAPH 9.44 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD - Cont'd

### B3. PROSPECTS - Cont'd

Apart from that, the Manager is actively identifying good assets for new acquisition to continuously improve the yield and further diversify the portfolio to minimise the sectoral risk.

The strategy of having assets with long-term leases by reputable lessees shall continue to be the focus of ARREIT to ensure sustainable return.

### B4. TAXATION

Pursuant to Section 61A(1) of the Income Tax Act, 1967 under the Finance Act 2006, where in the basis period for a year of assessment, 90% or more of the total income of the Trust is distributed to its unitholders, the total income of the Trust for that year of assessment shall be exempted from tax.

Thus, based on the income distribution made for the current quarter, the Trust has not provided any tax expenses for the period. A numerical reconciliation between the applicable income tax expense and effective income tax expense on the Trust is as follows:

	Current Quarter 30.06.2019 RM	Preceding Corresponding Quarter 30.06.2018 RM	Current Year To-date 30.06.2019 RM	Preceding Year To-date 30.06.2018 RM
Earnings before taxation	8,909,978	12,352,357	18,008,280	20,525,182
Taxation at Malaysia				
Statutory tax rate @ 25%	2,227,494	2,359,673	4,502,071	2,359,673
Non-deductible expenses	93,394	123,952	248,822	123,952
Effect of interest income and other income not subject to tax	(70,529)	(206,717)	(134,492)	(206,717)
Effect of income distribution exempted from tax	(2,250,359)	(2,276,908)	(4,616,401)	(2,276,908)
Tax expenses	-	-	-	-

### B5. As at 30 June 2019 The Trust's composition of investment portfolio are as follows:

	Acquisition cost (Asset & Enhancement) RM	Fair value as at 30.06.2019 RM	Percentage of fair value to Net Asset Value %	Percentage of fair value to Total Asset %
<b>Investment properties</b>				
<i>Office</i>				
* Vista Tower	456,193,730	525,000,000	67.63	35.52
* Dana 13	99,372,673	119,000,000	15.33	8.05
* Contraves	40,232,532	42,000,000	5.41	2.84
* Wisma Comcorp	30,000,000	37,000,000	4.77	2.50
Toshiba	32,142,972	32,000,000	4.12	2.17
Block A & B, South City Plaza	18,300,000	10,000,000	1.29	0.68
<i>Education</i>				
* SEGi University	145,362,993	185,000,000	23.83	12.52
* Help University	53,946,379	75,700,000	9.75	5.12
SEGi College	52,500,000	73,500,000	9.47	4.97
<i>Industrial</i>				
* Deluge Factory	24,111,510	25,000,000	3.22	1.69
++ Gurun Automotive Warehouse	23,970,000	8,800,000	1.13	0.60
<i>Hospitality</i>				
* Holiday Villa Langkawi	59,536,443	83,500,000	10.76	5.65
Holiday Villa Alor Setar	31,000,000	28,000,000	3.61	1.89
<i>Retail</i>				
* Selayang Mall	130,730,163	166,000,000	21.38	11.23
	1,197,399,394	1,410,500,000	181.69	95.44

**B. ADDITIONAL INFORMATION PURSUANT TO PARAGRAPH 9.44 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD - Cont'd**

**B5. As at 30 June 2019 The Trust's composition of investment portfolio are as follows: - Cont'd**

++ *Asset held for sale*

\* *Charged to financial institution for credit facility*

**Others**

Deposits placed with licensed financial institutions

32,639,856	4.20	2.21
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**B6. VARIANCES OF PROFIT FORECAST OR PROFIT GUARANTEE**

This is not applicable as no profit forecast or profit guarantee was issued for this financial quarter.

**B7. ACQUISITION OR DISPOSAL OF INVESTMENT PROPERTIES**

On December 2018, ARREIT also entered into sale and purchase agreement for the disposal of an investment property Gurun Warehouse for a total consideration of RM8.8 million. The disposal expected to be completed by Quarter 2, 2019.

On December 2018, ARREIT also entered into sale and purchase agreement for the disposal of an investment property Wisma AIC for a total consideration of RM26.8 million. The disposal have been completed on 26 June 2019.

**B8. CORPORATE PROPOSAL AND DEVELOPMENT**

There were no new corporate proposal and development announced during the current quarter.

**B9. BORROWINGS AND DEBT SECURITIES**

	Current Year To-date 30.06.2019 RM	Preceding Year To-date 31.12.2018 RM
Long term borrowings		
- Term Loan 1,II,III and IV	196,154,000	222,150,000
- Unrated medium term notes	450,000,000	450,000,000
- Unamortised transaction costs	(1,489,672)	(1,665,885)

The borrowings are secured by way of legal charge on certain properties of the Trust. The weighted average effective interest rate (annualised) for these borrowings is 5.11% (preceding correspondence quarter: 5.05%). The gearing ratio is currently 43.62%.

**B10. INCOME DISTRIBUTION**

The following withholding tax rates would be applicable on distribution of income which is tax exempt at Trust level:-

Types of unit holders

Rates of tax

**Resident unitholders;**

- Resident company
- Unitholders other than a resident company

No withholding tax; tax at prevailing corporate tax rate  
Withholding tax at 10%; effective from 1 January 2012 to 31 December 2019

**Non-resident unitholders;**

- Non-resident company
- Non-resident institutional investor
- Non-resident other than company and institutional investors

Withholding tax at 24%; effective from 1 January 2012 to 31 December 2019

Withholding tax at 10%; effective from 1 January 2012 to 31 December 2019

Withholding tax at 10%; effective from 1 January 2012 to 31 December 2019

**B11. UTILISATION OF PROCEEDS RAISED FROM ISSUANCE OF NEW UNITS**

There is no issuance of new units during the financial quarter under review.

**B12. SOFT COMMISSION**

During the financial quarter ended 30 June 2019, the Manager or its delegates did not receive any soft commission from its broker, by virtue of transactions conducted by the Trust.

**B13. PURCHASE OR DISPOSAL OF INVESTMENT IN QUOTED SECURITIES**

During the financial quarter ended 30 June 2019, there was no purchase or disposal of investment in quoted securities.



**B. ADDITIONAL INFORMATION PURSUANT TO PARAGRAPH 9.44 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD - Cont'd**

**B14. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

The Trust has no financial instrument with off balance sheet risks as at the latest practicable date from the date of the issuance of this report that might materially affect the position or business of the Trust.

**B15. MATERIAL LITIGATION**

During the financial quarter ended 30 June 2019, there was no material litigation.

**B16. EARNINGS PER UNIT**

The earnings per unit of the Trust have been computed by dividing the income before taxation for the period by the total number of units issued during the period.

	Current Quarter 30.06.2019 RM	Preceding Corresponding Quarter 30.06.2018 RM
Earnings after taxation	8,909,978	12,352,357
Total number of units issued	573,219,858	573,219,858
Earnings per unit (sen)		
- realised	1.5544	2.1549
- unrealised	-	11.7136
	1.5544	13.8685

**B17. DISTRIBUTION PER UNIT**

The distribution per unit of the Trust has been computed by dividing the distribution amount for the period by the total number of units issued.

	Current Quarter 30.06.2019 RM	Preceding Corresponding Quarter 30.06.2018 RM
Provision for income distribution	8,598,556	11,117,122
Total number of units issued	573,219,858	573,219,858
Distribution per unit (sen) (realised)	1.5000	1.9394

**B18. STATEMENT BY THE DIRECTORS OF THE MANAGER**

In the opinion of the Directors of the Manager, the quarterly report has been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.44 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad so as to give a true fair view of the financial position of ARREIT as 30 June 2019 and of its financial performance and cash flows for the quarter/period ended on that date and duly authorised for release by the Board of the Manager on 30 Aug 2019.

By Order of the Board  
 JERRY JESUDIAN A/L JOSEPH ALEXANDER  
 LEONG SHIAK WAN (f)  
 RIZANA BINTI AHMAD RITHAUDDEEN  
 Joint Company Secretaries  
 AmanahRaya-KENEDIX REIT Manager Sdn Bhd (Company No. 856167-A)  
 (As the Manager of AmanahRaya Real Estate Investment Trust)  
 Kuala Lumpur  
 Dated: 30 Aug 2019