

IGB REAL ESTATE INVESTMENT TRUST

Interim Financial Report for the period ended 30 June 2021

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IGB Real Estate Investment Trust

Condensed Consolidated Statement of Comprehensive Income

(The figures have not been audited)

	Quarter		Period-To-Date	
	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Gross rental income	56,740	34,536	126,674	123,005
Revenue from contracts with customers	28,184	27,442	57,688	63,980
Gross revenue	84,924	61,978	184,362	186,985
Utilities expenses	(7,924)	(5,684)	(14,182)	(17,912)
Maintenance expenses	(4,525)	(4,838)	(9,622)	(10,724)
Quit rent and assessment	(3,525)	(3,827)	(7,037)	(7,655)
Reimbursement costs	(4,479)	(9,635)	(25,231)	(23,901)
Upgrading costs	(1,327)	(633)	(2,768)	(1,040)
Property operating expenses	(21,780)	(24,617)	(58,840)	(61,232)
Net property income	63,144	37,361	125,522	125,753
Interest income	1,691	1,407	3,415	3,177
Net investment income	64,835	38,768	128,937	128,930
Manager fee	(7,077)	(5,744)	(14,039)	(14,043)
Trustees' fee	(80)	(80)	(159)	(159)
Other trust expenses	(136)	(216)	(398)	(416)
Finance costs	(13,229)	(13,229)	(26,313)	(26,458)
Profit before taxation	44,313	19,499	88,028	87,854
Taxation	-	-	-	-
Profit after taxation	44,313	19,499	88,028	87,854
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	44,313	19,499	88,028	87,854
Distribution adjustments ^{*1}	4,972	4,482	9,870	10,609
Distributable income	49,285	23,981	97,898	98,463
Profit for the period comprise the following:				
- Realised	44,313	19,499	88,028	87,854
- Unrealised	-	-	-	-
	44,313	19,499	88,028	87,854
Basic earnings per Unit (sen)				
- before Manager fee	1.44	0.71	2.86	2.87
- after Manager fee	1.24	0.55	2.47	2.47

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Condensed Consolidated Statement of Comprehensive Income (continued)

(The figures have not been audited)

Note:

*1 *The composition of distribution adjustments is as follows:-*

	Quarter		Period-To-Date	
	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Manager fee payable in Units	4,600	3,734	9,125	9,128
Amortisation of capitalised borrowing costs	65	65	130	130
Depreciation of plant & machinery	307	683	615	1,351
Distribution Adjustments	4,972	4,482	9,870	10,609

Statement of Income Distribution:-

	Quarter		Period-To-Date	
	30.06.2021 RM'000	30.06.2020 RM'000	30.06.2021 RM'000	30.06.2020 RM'000
Gross rental income	56,740	34,536	126,674	123,005
Revenue from contracts with customers	28,184	27,442	57,688	63,980
Interest income	1,691	1,407	3,415	3,177
	86,615	63,385	187,777	190,162
Less: Expenses	(42,302)	(43,886)	(99,749)	(102,308)
Total comprehensive income for the period	44,313	19,499	88,028	87,854
Distribution adjustment	4,972	4,482	9,870	10,609
Distributable income	49,285	23,981	97,898	98,463
Previous period undistributed realised income	1,245	5,382	-	-
Total realised income available for distribution	50,530	29,363	97,898	98,463
Less: Proposed/declared income distribution	(48,090)	(22,253)	(95,458)	(91,353)
Balance undistributed realised income	2,440	7,110	2,440	7,110
Distribution per Unit ("DPU") (sen)	1.35	0.62	2.68	2.56

The unaudited condensed consolidated statement of comprehensive income and statement of income distribution should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 ("AFS FY2020") and the accompanying notes attached to this Interim Financial Report.

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Condensed Consolidated Statement of Financial Position

(The figures have not been audited)

	As at 30.06.2021 RM'000	As at 31.12.2020 RM'000
Non-current assets		
Investment properties	4,960,000	4,960,000
Plant and equipment	3,104	3,602
	4,963,104	4,963,602
Current assets		
Trade and other receivables	23,696	35,444
Cash and bank balances	202,240	221,880
	225,936	257,324
TOTAL ASSET VALUE	5,189,040	5,220,926
FINANCED BY:		
Unitholders' fund		
Unitholders' capital	4,493,111	4,483,011
Accumulated losses	(682,242)	(678,521)
Current year profit	88,028	236,793
Income distribution	(95,458)	(240,514)
Total unitholders' fund	3,803,439	3,800,769
Non-current liabilities		
Borrowings	1,199,675	1,199,545
	1,199,675	1,199,545
Current liabilities		
Borrowings	14,611	14,755
Trade and other payables	171,315	205,857
	185,926	220,612
Total liabilities	1,385,601	1,420,157
TOTAL UNITHOLDERS' FUND AND LIABILITIES	5,189,040	5,220,926
Number of Units in circulation ('000 units)	3,566,580	3,560,560
NET ASSET VALUE ("NAV") (RM'000)		
- Before income distribution	3,898,897	4,041,283
- After income distribution	3,803,439	3,800,769
NAV per Unit (RM)		
- Before income distribution	1.0932	1.1350
- After income distribution	1.0664	1.0675

The unaudited condensed consolidated statement of financial position should be read in conjunction with the AFS FY2020 and the accompanying notes attached to this Interim Financial Report.

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Condensed Consolidated Statement of Changes in Net Asset Value

(The figures have not been audited)

	Unitholders' Capital RM'000	Accumulated Losses RM'000	Total Unitholders' Fund RM'000
As at 1 January 2021	4,483,011	(682,242)	3,800,769
Total comprehensive income for the year	-	88,028	88,028
Income distribution	-	(95,458)	(95,458)
Net total comprehensive loss for the year	-	(7,430)	(7,430)
Unitholders' transactions			
- Issue of new Units	10,100*	-	10,100
Manager fee paid in Units			
Increase in net assets resulting from unitholders' transactions	10,100	-	10,100
As at 30 June 2021	<u>4,493,111</u>	<u>(689,672)</u>	<u>3,803,439</u>
As at 1 January 2020	4,462,484	(678,521)	3,783,963
Total comprehensive income for the year	-	87,854	87,854
Income distribution	-	(91,353)	(91,353)
Net total comprehensive loss for the year	-	(3,499)	(3,499)
Unitholders' transactions			
- Issue of new Units	11,070	-	11,070
Manager fee paid in Units			
Increase in net assets resulting from unitholders' transactions	11,070	-	11,070
As at 30 June 2020	<u>4,473,554</u>	<u>(682,020)</u>	<u>3,791,534</u>

Note:

Issue of new Units involves:

	Units '000	Amount RM'000
Manager fee paid in Units:		
- for the financial quarter ended 31 December 2020	3,420	5,575
- for the financial quarter ended 31 March 2021	2,600	4,525
	<u>6,020</u>	<u>10,100*</u>

The unaudited condensed consolidated statement of changes in net asset value should be read in conjunction with the AFS FY2020 and the accompanying notes attached to this Interim Financial Report.

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Condensed Consolidated Statement of Cash Flows

(The figures have not been audited)

	Period-To-Date 30.06.2021 RM'000	Period-To-Date 30.06.2020 RM'000
Operating activities		
Profit before tax	88,028	87,854
Adjustment for:		
Non-cash items	2,295	14,688
Non-operating items	22,898	23,281
Operating profit before changes in working capital	113,221	125,823
Net change in current assets	19,173	1,763
Net change in current liabilities	(7,459)	(8,618)
Net cash generated from operating activities	124,935	118,968
Investing activities		
Purchase of plant and equipment	(120)	(175)
Interest received	3,438	3,659
Movement in pledged deposit	(248)	(415)
Net cash generated from investing activities	3,070	3,069
Financing activities		
Interest paid	(26,327)	(26,328)
Distribution paid to unitholders	(121,566)	(146,752)
Net cash used in financing activities	(147,893)	(173,080)
Net decrease in cash and cash equivalents	(19,888)	(51,043)
Cash and cash equivalents at beginning of period	192,764	197,088
Cash and cash equivalents at end of period	172,876	146,045
<i>Note:</i>		
<i>Cash and bank balances</i>	202,240	174,881
<i>Less:-</i>		
<i>Pledged deposit</i>	(29,364)	(28,836)
<i>Cash and cash equivalents</i>	172,876	146,045

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the AFS FY2020 and the accompanying notes attached to this Interim Financial Report.

Part A – Disclosure Requirements Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 134

A1 Basis of preparation

This Interim Financial Report is unaudited and has been prepared in accordance with MFRS 134 “Interim Financial Reporting” issued by Malaysian Accounting Standards Board, the MMLR and the Securities Commission’s Guidelines on Listed Real Estate Investment Trusts (“REIT Guidelines”). This Interim Financial Report should be read in conjunction with the AFS FY2020 and the accompanying notes attached to this Interim Financial Report. The accounting policies and methods of computation adopted in this Interim Financial Report are consistent with those disclosed in the AFS FY2020.

A2 Auditors’ report of preceding financial statements

The auditors’ report for FY2020 was not subject to any audit qualification.

A3 Seasonal or cyclical factors

IGB REIT’s operations were not significantly affected by seasonal or cyclical factors.

A4 Significant unusual items

Save and except for disclosure in Note A10, there were no significant unusual items that affect the assets, liabilities, equity, net property income or cash flow during the period-to-date under review.

A5 Material changes in estimates

Not applicable.

A6 Debt and equity securities

Issue of new Units:-

	Units ‘000	Amount RM’000
Manager fee paid		
- for the financial quarter ended 31 December 2020	3,420	5,575
- for the financial quarter ended 31 March 2021	2,600	4,525
	<u>6,020</u>	<u>10,100</u>

Save for the issuance of new Units of IGB REIT as payment for Manager fee, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current period-to-date.

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A7 Income distribution

For the first quarter ended 31 March 2021, the Manager paid a distribution amounting to RM47.4 million or 1.33 sen per Unit (@ 1.32 sen taxable and 0.01 sen non-taxable) on 31 May 2020, representing approximately 97.5% of total distributable income.

For the second quarter ended 30 June 2021, the Manager had approved a distribution of 97.5% of IGB REIT's quarterly distributable income amounting to RM48.1 million or 1.35 sen per Unit (@ 1.33 sen taxable and 0.02 sen non-taxable), to be payable on 30 August 2021 to every unitholder who is entitled to receive such distribution as at 4.30 p.m. on 9 August 2021.

Subject to IGB REIT's financial position, earnings, funding, capital management requirements and in keeping with the Manager's key objective of providing investors with regular and stable income distribution, the Board of Directors of the Manager has decided to make a distribution of at least 90% of IGB REIT's distributable income on a quarterly basis for the year ending 31 December 2021 (or such other intervals as the Manager may determine at its absolute discretion).

A8 Segmental reporting

The segmental financial information by operating segments is not presented as IGB REIT is the owner of Mid Valley Megamall and The Gardens Mall both located in Kuala Lumpur, Malaysia, which is considered as one operating segment.

A9 Valuation of investment properties

A valuation on Mid Valley Megamall and The Gardens Mall had been conducted by Henry Butcher Malaysia Sdn Bhd (as an independent registered valuer) and based on the valuation reports dated 1 July 2021, the market value of Mid Valley Megamall and The Gardens Mall as at 30 June 2021 remained at RM3.665 billion and RM1.295 billion respectively from previous quarter.

A10 Material events subsequent to the end of the interim period

Mid Valley Megamall ("MVM") and The Gardens Mall ("TGM") continue to adhere to the government and regulatory directives arising from the Covid-19 pandemic, the resultant Movement Control Orders ("MCOs") and/or National Recovery Plan ("NRP"). Both retail malls have continued the appropriate and targeted action plans including conditional rental support to eligible tenants, on a case-to-case basis, after taking into consideration, inter-alia, business tolerance, tenant relationship, impact on different category of tenancies, variations in rent structures, risk of tenant sustainability and expected business recovery period, to mitigate the current challenges faced by tenants in MVM and TGM.

A prolong Covid-19 pandemic is expected to cause sluggish economic and business situations. Such conditions would have a material adverse impact on IGB REIT's financial results for the financial year ending 31 December 2021. This is mainly due to the rental support programme and increase in expected credit losses arising from the resultant MCOs and/or NRP. The number of Covid-19 cases impacted the footfall and vehicle traffic volume to the retail malls. The Directors of the Manager are monitoring the current volatility and uncertainty closely as well as take appropriate and timely actions to mitigate the impact on IGB REIT's operations and financial performance.

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A11 Changes in the composition of IGB REIT

IGB REIT's fund size increased from 3,560.560 million Units as at 31 December 2020 to 3,566.580 million Units as at 30 June 2021 arising from the issuance of new Units as disclosed in Note A6.

A12 Contingent liabilities and contingent assets

There were no material contingent liabilities or contingent assets as at 30 June 2021.

A13 Capital commitment

There were no major capital commitments as at 30 June 2021.

Part B – Additional Disclosures Pursuant to Paragraph 9.44 of the MMLR

B1 Review of performance

	Quarter			Period-To-Date		
	30.06.2021	30.06.2020	Variance	30.06.2021	30.06.2020	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Gross revenue	84,924	61,978	37.0%	184,362	186,985	-1.4%
Net property income	63,144	37,361	69.0%	125,522	125,753	-0.2%
Profit before taxation	44,313	19,499	127.3%	88,028	87,854	0.2%
Profit after taxation	44,313	19,499	127.3%	88,028	87,854	0.2%
Total comprehensive income for the period	44,313	19,499	127.3%	88,028	87,854	0.2%

Current quarter results

For the current quarter, IGB REIT's gross revenue was RM84.9 million, increased 37.0% against the corresponding quarter in 2020 of RM62.0 million. Net property income was RM63.1 million, increased 69.0% compared with the corresponding quarter in 2020 of RM37.4 million. Profit after taxation was RM44.3 million, increased 127.3% compared with the corresponding quarter in 2020 of RM19.5 million.

The higher gross revenue, net property income and profit after taxation were mainly due to the higher rental support provided to tenants in the corresponding quarter in 2020 arising from the Covid-19 pandemic and total lockdown from mid-March to early May 2020.

The distributable income for the current quarter amounted to RM49.3 million, consisting of realised profit of RM44.3 million and the non-cash adjustments arising mainly from Manager fee payable in Units of RM4.6 million.

Current period-to-date results

For the current period-to-date, IGB REIT's gross revenue was RM184.4 million, declined 1.4% against the corresponding period-to-date in 2020 of RM187.0 million. Net property income was RM125.5 million, decreased 0.2% compared with the corresponding period-to-date in 2020 of RM125.8 million. The lower gross revenue and net property income were mainly due to lower car park income arising from the Covid-19 pandemic, resultant MCOs and/or NRP.

Despite the lower gross revenue and net property income in the current period-to-date, the profit after taxation was RM88.0 million, increased 0.2% compared with the corresponding quarter in 2020 of RM87.9 million. This was mainly due to the lower utilities expenses in the current period-to-date.

The distributable income for the current period-to-date amounted to RM97.9 million, consisting of realised profit of RM88.0 million and the non-cash adjustments arising mainly from Manager fee payable in Units of RM9.1 million.

B2 Material changes in quarterly results

	Quarter		
	30.06.2021 RM'000	31.03.2021 RM'000	Variance %
Gross revenue	84,924	99,438	-14.6%
Net property income	63,144	62,378	1.2%
Profit before taxation	44,313	43,715	1.4%
Profit after taxation	44,313	43,715	1.4%
Total comprehensive income for the period	44,313	43,715	1.4%

For the current quarter, IGB REIT's gross revenue was RM84.9 million, 14.6% lower compared with the immediate preceding quarter of RM99.4 million. Net property income was RM63.1 million, 1.2% higher compared with net property income of RM62.4 million in the preceding quarter. Profit after taxation was RM44.3 million, 1.4% higher compared with the immediate preceding quarter of RM43.7 million.

The lower gross revenue was mainly due to the higher rental support provided to tenants in the current quarter, whereas the higher net property income and profit after taxation were mainly due to the lower property maintenance expenses in the current quarter.

B3 Prospects

Retail Group Malaysia (RGM), which comprises the Malaysian Retailers Association and the Malaysian Retail Chain Association, compiled a Retail Industry Report in June 2021. After tentative signs of recovery since end of 2020, the hope for recovery 2021 was dashed recently when daily confirmed Covid-19 cases recorded historical highs. The extension of lockdown since would damage the retail industry further. Many retailers in Malaysia were hit hard when people avoided going to enclosed places, including shopping malls. Non-essential retailers have been ordered to shut down. The delay on the re-opening of non-essential retailers would lead to more closures.

After a series of new lockdowns introduced since May 2021, retail business has been turned off temporarily. RGM revised annual retail industry growth for 2021 from 4.1% to 4.0%. Growth for second quarter was reduced from 7.0% (estimated in March 2021) to 5.6%, and from 4.1% (estimated in March 2021) to 3.5% for third quarter; for the fourth quarter, retail industry is expected to grow by 12.7% (instead of 13.9% estimated in March 2021), compared with the same period a year ago.

Although the outlook for business recovery for retailers as well as the shopping centre owners/operators does not look promising, IGB REIT is determined to stay resilient throughout the Covid-19 pandemic. It remains committed to bringing about long-term value for its stakeholders.

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B4 Investment objectives and strategies

The Manager's key objective for IGB REIT is to provide the unitholders with regular and stable distributions and achieve long term growth in NAV per Unit, while maintaining an appropriate capital structure. The Manager intends to increase the income and the value of the investment properties through active asset management, asset enhancement initiatives, acquisition growth as well as capital and risk management strategies.

B5 Portfolio composition

During the financial period under review, the portfolio of IGB REIT consists of two (2) investment properties, Mid Valley Megamall and The Gardens Mall.

B6 Utilisation of proceeds raised from issuance of new Units

A total of 6.02 million new Units were issued by IGB REIT as payment for Manager fee in the current period-to-date.

B7 Taxation

(i) Taxation of IGB REIT

IGB REIT is regarded as Malaysian resident for Malaysian income tax purpose since the Trustee is resident in Malaysia. The income of IGB REIT will be taxable at corporate tax rate.

The tax transparency system under Section 61A of the Malaysian Income Tax Act 1967 ('Act') however, exempts IGB REIT from such taxes in a year of assessment ("YA") if IGB REIT distributes at least 90% of its total taxable income in the same YA.

If less than 90% of its total taxable income is distributed in a YA, then the tax transparency system under Section 61A of the Act would not apply and total taxable income of IGB REIT would continue to be taxed. Income which has been taxed at IGB REIT level will have tax credits attached when subsequently distributed to unitholders.

As the Manager has decided to declare more than 90% of the total taxable income of IGB REIT to unitholders for the year ending 31 December 2021, no provision for taxation has been made for the current financial period ended 30 June 2021.

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B7 Taxation (continued)

(i) Taxation of IGB REIT (continued)

Generally, gains on disposal of investments by IGB REIT are regarded as capital gains and hence, will not be subject to income tax. However, where the investments represent real properties and shares in real property companies, such gains will be subject to real property gains tax (“RPGT”).

With effect from 1 January 2019, any gains on disposal of real properties or shares in real property companies would be subject to RPGT at the following rates:-

Disposal time frame	Rates
Disposal within 3 years of acquisition	30%
Disposal in the 4th year of acquisition	20%
Disposal in the 5th year of acquisition	15%
Disposal after 5 years of acquisition	10%

(ii) Taxation of Unitholders

The tax treatment is dependent on whether IGB REIT has distributed 90% or more of its total taxable income.

(a) REIT distributes 90% or more of total taxable income

Where 90% or more of the total taxable income is distributed by IGB REIT, distributions to unitholders will be subject to tax based on a withholding tax mechanism. The current withholding tax rates are as follows:-

Unitholders	Withholding tax rate
Individuals & All Other Non-Corporate Investors such as institutional investors (resident and non-resident)	10%
Non-resident corporate investors	24%
Resident corporate investors	0%

(b) REIT distributes less than 90% of total taxable income

Where less than 90% of the total taxable income is distributed by IGB REIT, then exemption under Section 61A of the Act will not apply and IGB REIT would have to pay taxes on the taxable income for the year. The distributions made by IGB REIT of such taxed income will have tax credits attached. The tax treatment for unitholders would be as follows:-

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B7 Taxation (continued)

(ii) Taxation of Unitholders (continued)

(b) REIT distributes less than 90% of total taxable income (continued)

- Resident individuals will be subject to tax at their own marginal rates on the distributions and be entitled to tax credits representing tax already paid by IGB REIT.
- Resident corporate investors are required to report the distributions from REITs in their normal corporate tax return and bring such income to tax at the normal corporate tax rate. Where tax has been levied at IGB REIT level, the resident corporate investors are entitled to tax credits.
- No further taxes or withholding tax would be applicable to foreign unitholders. Foreign unitholders may be subject to tax in their respective jurisdictions depending on the provisions of their country's tax legislation and the entitlement to any tax credits would be dependent on their home country's tax legislation.

Distributions representing specific exempt income or gains on disposal of investments at IGB REIT level will not be subjected to further income tax when distributed to all unitholders.

B8 Status of corporate proposal

Save and except for the following, there were no corporate proposals announced but not completed as at the date of this Interim Financial Report.

For Mid Valley Megamall, the application for amalgamation of Lot 80 and Lot 20004 (formerly known as Lot 25), was approved by Pejabat Pengarah Tanah dan Galian Wilayah Persekutuan ("PTGWP") and new title issued. An application for subdivision into strata titles will be made to PTGWP with the new title. Upon issuance of the strata titles, the transfer of title for Mid Valley Megamall in favour of MTrustee Berhad (acting in its capacity as trustee for IGB REIT) ("Transfer") will be presented to PTGWP for registration. The extended validity period of PTGWP's consent for the Transfer expires on 11 July 2022.

B9 Borrowings and debt securities

IGB REIT's debts securities were as follows:-

	As at 30.06.2021 RM'000	As at 30.06.2020 RM'000
Non-current borrowings		
- secured medium term notes	1,199,675	1,199,415
Current borrowings		
- secured medium term notes	14,611	14,900
	<u>1,214,286</u>	<u>1,214,315</u>

All debt securities are denominated in Ringgit Malaysia.

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B10 Material litigation

The Board of Directors of the Manager is not aware of any pending material litigation as at the date of this Interim Financial Report.

B11 Soft commission received

There was no soft commission received by the Manager and/or its delegates during the current period-to-date.

B12 Summary of NAV, EPU, DPU and market price

	Unit of measurement	Current quarter ended 30.06.2021	Immediate preceding quarter ended 31.03.2021
Number of Units in issue	'000 units	3,566,580	3,563,980
NAV (after income distribution)	RM'000	3,803,439	3,802,691
NAV per Unit (after income distribution)	RM	1.0664	1.0670
Total comprehensive income	RM'000	44,313	43,715
Weighted average number of Units in issue	'000 units	3,564,204	3,562,726
Earnings per Unit after Manager fee	sen	1.24	1.23
Distributable income	RM'000	49,285	48,613
DPU	sen	1.35	1.33
Closing market price per Unit	RM	1.71	1.74

B13 Manager fee

Based on the Deed, the Manager is entitled to receive the following fees from IGB REIT:-

- (i) Base fee of up to 1.0% per annum of total asset value;
- (ii) Performance fee of 5.0% per annum of net property income;
- (iii) Acquisition fee of 1.0% of the transaction value of any real estate and real estate related assets directly or indirectly acquired from time to time by the Trustee; and
- (iv) Divestment fee of 0.5% of the transaction value of any real estate and real estate related assets directly or indirectly sold or divested from time to time by the Trustee.

IGB Real Estate Investment Trust**B13 Manager fee (continued)**

Total Manager fee for the current period-to-date was RM14,039,000, as follows:-

Type	Quarter	Quarter	Period-To-	Period-To-
	30.06.2021	30.06.2020	Date	Date
	RM'000	RM'000	RM'000	RM'000
Base fee	3,916	3,876	7,759	7,755
Performance fee	3,161	1,868	6,280	6,288
Total	<u>7,077</u>	<u>5,744</u>	<u>14,039</u>	<u>14,043</u>

For the current period-to-date, 65% of the total Manager fee has been paid in Units.

B14 Trustee fee

Based on the Deed, an annual trustee fee of up to 0.03% per annum of the NAV of IGB REIT would be paid to the Trustee.

B15 Unitholdings of the Manager and parties related to the Manager

Based on the Register of Unitholders of IGB REIT as at 30 June 2021, the unitholdings of the Manager and parties related to the Manager were as follows:-

Unitholders of IGB REIT	Direct		Indirect	
	No. of Units	%	No. of Units	%
IGB REIT Management Sdn Bhd	166,580,434	4.670	-	-
IGB Berhad	1,733,617,754	48.607	167,125,920	4.686
Dato' Seri Robert Tan Chung Meng	15,795,581	0.443	1,915,833,791	53.716
Pauline Tan Suat Ming	-	-	1,915,833,791	53.716
Tony Tan Choon Keat	1,000,000	0.028	1,915,833,791	53.716
Tan Chin Nam Sendirian Berhad	9,663,531	0.271	1,902,402,074	53.340
Tan Kim Yeow Sendirian Berhad	14,764,772	0.414	1,901,069,019	53.302
Wah Seong (Malaya) Trading Co. Sdn Bhd	-	-	1,900,743,674	53.293

IGB Real Estate Investment Trust

B16 Notes to the Statement of Comprehensive Income

	Quarter 30.06.2021 RM'000	Quarter 30.06.2020 RM'000	Period-To- Date 30.06.2021 RM'000	Period-To- Date 30.06.2020 RM'000
Depreciation	307	683	615	1,351
(Reversal)/ Allowance for impairment of trade receivables	(6,589)	(1,378)	3,373	(712)

B17 Responsibility statement

In the opinion of the Directors of the Manager, this Interim Financial Report has been prepared in accordance with MFRS 134: Interim Financial Reporting, the MMLR and the REIT Guidelines so as to give a true and fair view of the financial position of IGB REIT as at 30 June 2021 and of its financial performance and cash flows for the financial period ended on that date and duly authorised for release by the Board of Directors of the Manager on 26 July 2021.