

IGB REAL ESTATE INVESTMENT TRUST

Interim Financial Report for the period ended 30 September 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	
	30.09.2021 RM'000	30.09.2020 RM'000	30.09.2021 RM'000	30.09.2020 RM'000
Gross rental income	71,169	95,693	197,843	218,698
Revenue from contracts with customers	24,629	35,056	82,317	99,036
Gross revenue	95,798	130,749	280,160	317,734
Utilities expenses	(4,359)	(9,351)	(18,541)	(27,263)
Maintenance expenses	(4,926)	(6,318)	(14,548)	(17,042)
Quit rent and assessment	(3,521)	(4,139)	(10,558)	(11,794)
Reimbursement costs	(25,233)	(11,119)	(50,464)	(35,020)
Upgrading costs	(1,839)	(1,991)	(4,607)	(3,031)
Property operating expenses	(39,878)	(32,918)	(98,718)	(94,150)
Net property income	55,920	97,831	181,442	223,584
Interest income	2,784	1,501	6,199	4,678
Net investment income	58,704	99,332	187,641	228,262
Manager fee	(6,507)	(8,805)	(20,546)	(22,848)
Trustees' fee	(80)	(81)	(239)	(240)
Other trust expenses	(208)	(230)	(606)	(646)
Finance costs	(13,374)	(13,373)	(39,687)	(39,831)
Profit before taxation	38,535	76,843	126,563	164,697
Taxation	-	-	-	-
Profit after taxation	38,535	76,843	126,563	164,697
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	38,535	76,843	126,563	164,697
Distribution adjustments ^{*1}	4,600	6,467	14,470	17,076
Distributable income	43,135	83,310	141,033	181,773
Profit for the period comprise the following:				
- Realised	38,535	76,843	126,563	164,697
- Unrealised	-	-	-	-
	38,535	76,843	126,563	164,697
Basic earnings per Unit (sen)				
- before Manager fee	1.26	2.41	4.13	5.28
- after Manager fee	1.08	2.16	3.55	4.63

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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	
	30.09.2021 RM'000	30.09.2020 RM'000	30.09.2021 RM'000	30.09.2020 RM'000
Manager fee payable in Units	4,230	5,723	13,355	14,851
Amortisation of capitalised borrowing costs	65	65	195	195
Depreciation of plant & machinery	305	679	920	2,030
Distribution Adjustments	4,600	6,467	14,470	17,076

Statement of Income Distribution:-

	Quarter		Period-To-Date	
	30.09.2021 RM'000	30.09.2020 RM'000	30.09.2021 RM'000	30.09.2020 RM'000
Gross rental income	71,169	95,693	197,843	218,698
Revenue from contracts with customers	24,629	35,056	82,317	99,036
Interest income	2,784	1,501	6,199	4,678
	98,582	132,250	286,359	322,412
Less: Expenses	(60,047)	(55,407)	(159,796)	(157,715)
Total comprehensive income for the period	38,535	76,843	126,563	164,697
Distribution adjustment	4,600	6,467	14,470	17,076
Distributable income	43,135	83,310	141,033	181,773
Previous period undistributed realised income	2,440	7,110	-	-
Total realised income available for distribution	45,575	90,420	141,033	181,773
Less: Proposed/declared income distribution	(42,190)	(74,851)	(137,648)	(166,204)
Balance undistributed realised income	3,385	15,569	3,385	15,569
Distribution per Unit ("DPU") (sen)	1.18	2.11	3.86	4.67

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 30.09.2021 RM'000	As at 31.12.2020 RM'000
Non-current assets		
Investment properties	4,960,000	4,960,000
Plant and equipment	2,809	3,602
	4,962,809	4,963,602
Current assets		
Trade and other receivables	56,021	35,444
Cash and bank balances	158,677	221,880
	214,698	257,324
TOTAL ASSET VALUE	5,177,507	5,220,926
FINANCED BY:		
Unitholders' fund		
Unitholders' capital	4,497,711	4,483,011
Accumulated losses	(682,242)	(678,521)
Current year profit	126,563	236,793
Income distribution	(137,648)	(240,514)
Total unitholders' fund	3,804,384	3,800,769
Non-current liabilities		
Borrowings	1,199,740	1,199,545
	1,199,740	1,199,545
Current liabilities		
Borrowings	1,592	14,755
Trade and other payables	171,791	205,857
	173,383	220,612
Total liabilities	1,373,123	1,420,157
TOTAL UNITHOLDERS' FUND AND LIABILITIES	5,177,507	5,220,926
Number of Units in circulation ('000 units)	3,569,319	3,560,560
NET ASSET VALUE ("NAV") (RM'000)		
- Before income distribution	3,942,032	4,041,283
- After income distribution	3,804,384	3,800,769
NAV per Unit (RM)		
- Before income distribution	1.1044	1.1350
- After income distribution	1.0659	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	-	126,563	126,563
Income distribution	-	(137,648)	(137,648)
Net total comprehensive loss for the year	-	(11,085)	(11,085)
Unitholders' transactions			
- Issue of new Units	14,700*	-	14,700
Manager fee paid in Units	-	-	-
Increase in net assets resulting from unitholders' transactions	14,700	-	14,700
As at 30 September 2021	4,497,711	(693,327)	3,804,384
As at 1 January 2020	4,462,484	(678,521)	3,783,963
Total comprehensive income for the year	-	164,697	164,697
Income distribution	-	(166,204)	(166,204)
Net total comprehensive loss for the year	-	(1,507)	(1,507)
Unitholders' transactions			
- Issue of new Units	14,803	-	14,803
Manager fee paid in Units	-	-	-
Increase in net assets resulting from unitholders' transactions	14,803	-	14,803
As at 30 September 2020	4,477,287	(680,028)	3,797,259

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
- for the financial quarter ended 30 June 2021	2,739	4,600
	8,759	14,700*

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 30.09.2021 RM'000	Period-To-Date 30.09.2020 RM'000
Operating activities		
Profit before tax	126,563	164,697
Adjustment for:		
Non-cash items	22,337	26,551
Non-operating items	33,488	35,153
Operating profit before changes in working capital	182,388	226,401
Net change in current assets	(28,738)	(14,425)
Net change in current liabilities	(617)	(2,890)
Net cash generated from operating activities	153,033	209,086
Investing activities		
Purchase of plant and equipment	(131)	(258)
Interest received	6,302	5,138
Movement in pledged deposit	(373)	(571)
Net cash generated from investing activities	5,798	4,309
Financing activities		
Interest paid	(52,655)	(53,089)
Distribution paid to unitholders	(169,752)	(168,806)
Net cash used in financing activities	(222,407)	(221,895)
Net decrease in cash and cash equivalents	(63,576)	(8,500)
Cash and cash equivalents at beginning of period	192,764	197,088
Cash and cash equivalents at end of period	129,188	188,588
<i>Note:</i>		
<i>Cash and bank balances</i>	<i>158,677</i>	<i>217,580</i>
<i>Less:-</i>		
<i>Pledged deposit</i>	<i>(29,489)</i>	<i>(28,992)</i>
<i>Cash and cash equivalents</i>	<i>129,188</i>	<i>188,588</i>

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
- for the financial quarter ended 30 June 2021	2,739	4,600
	<u>8,759</u>	<u>14,700</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 2021, representing approximately 97.5% of total distributable income.

For the second quarter ended 30 June 2021, the Manager paid a distribution amounting to RM48.1 million or 1.35 sen per Unit (@ 1.33 sen taxable and 0.02 sen non-taxable) on 30 August 2021, representing approximately 97.5% of total distributable income.

For the third quarter ended 30 September 2021, the Manager had approved a distribution of 97.5% of IGB REIT's quarterly distributable income amounting to RM42.2 million or 1.18 sen per Unit (@ 1.16 sen taxable and 0.02 sen non-taxable), to be payable on 30 November 2021 to every unitholder who is entitled to receive such distribution as at 4.30 p.m. on 10 November 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 October 2021, the market value of Mid Valley Megamall and The Gardens Mall as at 30 September 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.

A10 Material events subsequent to the end of the interim period (continued)

A prolong Covid-19 pandemic has caused 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 had impacted the footfall and vehicle traffic volume to the retail malls. Despite the current initial signs for potential recovery of economic and business conditions, the Directors of the Manager are still monitoring the volatility and uncertainty closely as well as take appropriate and timely actions to mitigate the impact on IGB REIT's operations and financial performance.

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 3,569.319 million Units as at 30 September 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 September 2021.

A13 Capital commitment

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

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

B1 Review of performance

	Quarter			Period-To-Date		
	30.09.2021	30.09.2020	Variance	30.09.2021	30.09.2020	Variance
	RM'000	RM'000	%	RM'000	RM'000	%
Gross revenue	95,798	130,749	-26.7%	280,160	317,734	-11.8%
Net property income	55,920	97,831	-42.8%	181,442	223,584	-18.8%
Profit before taxation	38,535	76,843	-49.9%	126,563	164,697	-23.2%
Profit after taxation	38,535	76,843	-49.9%	126,563	164,697	-23.2%
Total comprehensive income for the period	38,535	76,843	-49.9%	126,563	164,697	-23.2%

Current quarter results

For the current quarter, IGB REIT's gross revenue was RM95.8 million, decreased 26.7% against the corresponding quarter in 2020 of RM130.7 million. Net property income was RM55.9 million, reduced 42.8% compared with the corresponding quarter in 2020 of RM97.8 million. Profit after taxation was RM38.5 million, declined 49.9% compared with the corresponding quarter in 2020 of RM76.8 million.

The lower gross revenue, net property income and profit after taxation were mainly due to the higher rental support provided to tenants as well as higher allowance for impairment of trade receivables in the current quarter arising from the Covid-19 pandemic and Kuala Lumpur was placed in Phase 1 and subsequently Phase 2 of NRP.

The distributable income for the current quarter amounted to RM43.1 million, consisting of realised profit of RM38.5 million and the non-cash adjustments arising mainly from Manager fee payable in Units of RM4.2 million.

Current period-to-date results

For the current period-to-date, IGB REIT's gross revenue was RM280.2 million, declined 11.8% against the corresponding period-to-date in 2020 of RM317.7 million. Net property income was RM181.4 million, decreased 18.8% compared with the corresponding period-to-date in 2020 of RM223.6 million. Profit after taxation was RM126.6 million, reduced 23.2% compared with the corresponding quarter in 2020 of RM164.7 million.

The lower gross revenue, net property income and profit after taxation were mainly due to the higher rental support provided to tenants as well as higher allowance for impairment of trade receivables in the current period-to-date arising from the Covid-19 pandemic, resultant MCOs and/or NRP.

The distributable income for the current period-to-date amounted to RM141.0 million, consisting of realised profit of RM126.6 million and the non-cash adjustments arising mainly from Manager fee payable in Units of RM13.4 million.

B2 Material changes in quarterly results

	Quarter		
	30.09.2021 RM'000	30.06.2021 RM'000	Variance %
Gross revenue	95,798	84,924	12.8%
Net property income	55,920	63,144	-11.4%
Profit before taxation	38,535	44,313	-13.0%
Profit after taxation	38,535	44,313	-13.0%
Total comprehensive income for the period	38,535	44,313	-13.0%

For the current quarter, IGB REIT’s gross revenue was RM95.8 million, 12.8% higher compared with the immediate preceding quarter of RM84.9 million. This was mainly due to the higher rental support provided to tenants in the immediate preceding quarter arising from the full lockdown.

Despite the higher gross revenue in the current quarter, the net property income was RM55.9 million, 11.4% lower compared with RM63.1 million in the immediate preceding quarter. Profit after taxation was RM38.5 million, decreased 13.0% compared with the immediate preceding quarter of RM44.3 million. These were mainly due to the higher allowance for impairment of trade receivables in the current quarter.

B3 Prospects

The Retail Group Malaysia (RGM) has revised downwards its forecast for Malaysia’s 2021 retail industry growth rate to 0.8% from 4.0% projected in June 2021 after taking into consideration the lower growth in second quarter 2021 and the revision of its third quarter estimate. The enhanced MCO was enforced in large parts of Selangor and selected locations in Kuala Lumpur in July 2021. Physical stores of the majority of retail trades were shut. Businesses in the largest retail market of Malaysia were badly hit during this critical period.

With the gradual opening of the overall economy since October 2021, the retail industry is expected to possibly recover by the end of 2021. For the fourth quarter of 2021, RGM maintained the retail sales growth estimate of 12.7%, compared with the same period in 2020.

Despite the current reopening of retail trades and some initial signs of recovery in business and economic conditions, prospects remain cautiously optimistic. IGB REIT is determined to stay resilient throughout the Covid-19 pandemic and the subsequent endemic phase. 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 8.76 million new Units were issued by IGB REIT as payment for 65% of 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 period-to-date.

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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"). PTGWP had issued the final title for the amalgamated lot known as Lot 20013. An application for subdivision into strata titles will be made to PTGWP. 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 30.09.2021 RM'000	As at 30.09.2020 RM'000
Non-current borrowings		
- secured medium term notes	1,199,740	1,199,480
Current borrowings		
- secured medium term notes	1,592	1,447
	<u>1,201,332</u>	<u>1,200,927</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 30.09.2021	Immediate preceding quarter ended 30.06.2021
Number of Units in issue	'000 units	3,569,319	3,566,580
NAV (after income distribution)	RM'000	3,804,384	3,803,439
NAV per Unit (after income distribution)	RM	1.0659	1.0664
Total comprehensive income	RM'000	38,535	44,313
Weighted average number of Units in issue	'000 units	3,565,637	3,564,204
Earnings per Unit after Manager fee	sen	1.08	1.24
Distributable income	RM'000	43,135	49,285
DPU	sen	1.18	1.35
Closing market price per Unit	RM	1.69	1.71

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.

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B13 Manager fee (continued)

Total Manager fee for the current period-to-date was RM20,546,000, as follows:-

Type	Quarter	Quarter	Period-To-	Period-To-
	30.09.2021	30.09.2020	Date	Date
	RM'000	RM'000	30.09.2021	30.09.2020
Base fee	3,916	3,914	11,675	11,669
Performance fee	2,591	4,891	8,871	11,179
Total	<u>6,507</u>	<u>8,805</u>	<u>20,546</u>	<u>22,848</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 September 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	169,318,753	4.744	-	-
IGB Berhad	1,733,617,754	48.570	169,864,239	4.759
Dato' Seri Robert Tan Chung Meng	16,272,721	0.456	1,918,572,110	53.752
Pauline Tan Suat Ming	-	-	1,918,572,110	53.752
Tony Tan Choon Keat	1,000,000	0.028	1,918,572,110	53.752
Tan Chin Nam Sendirian Berhad	9,663,531	0.271	1,905,140,393	53.375
Tan Kim Yeow Sendirian Berhad	14,764,772	0.414	1,903,807,338	53.338
Wah Seong (Malaya) Trading Co. Sdn Bhd	-	-	1,903,481,993	53.329

IGB Real Estate Investment Trust

B16 Notes to the Statement of Comprehensive Income

	Quarter 30.09.2021 RM'000	Quarter 30.09.2020 RM'000	Period-To- Date 30.09.2021 RM'000	Period-To- Date 30.09.2020 RM'000
Depreciation	305	679	920	2,030
Allowance for impairment of trade receivables	15,506	<u>2,373</u>	18,879	<u>1,661</u>

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 September 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 October 2021.