

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2014**

	INDIVIDUAL QUARTER		CUMULATIVE	
	THREE MONTHS ENDED		THREE MONTHS ENDED	
	31-Mar-14	31-Mar-13 [^]	31-Mar-14	31-Mar-13 [^]
	RM'000	RM'000	RM'000	RM'000
Revenue	340,882	311,996	340,882	311,996
Operating Expenses	(78,162)	(74,832)	(78,162)	(74,832)
Operating profit	262,720	237,164	262,720	237,164
Other expense	-	(11,371)	-	(11,371)
Interest/Profit income	8,368	8,414	8,368	8,414
Finance costs	(30,307)	(30,414)	(30,307)	(30,414)
Share of profit of associated company	2,906	2,718	2,906	2,718
Profit before taxation	243,687	206,511	243,687	206,511
Taxation	(30,532)	(56,398)	(30,532)	(56,398)
Profit for the period, representing total comprehensive income	213,155	150,113	213,155	150,113
Profit attributable to:				
Equity holders of the Company	70,962	87,962	70,962	87,962
Non-controlling interests (NCI) relating to				
KLCC Real Estate Investment Trust (KLCC REIT) *	113,001	-	113,001	-
Other NCI	29,192	62,151	29,192	62,151
	213,155	150,113	213,155	150,113
Dividend/Income distribution:				
Dividend/Income distribution to stapled security holders				
<u>Quarter ended 31 March 2013</u>				
Realised distributable income - KLCCP	-	87,962	-	87,962
Distribution rate (%)	-	92.36% **	-	92.36%
Dividend	-	81,240	-	81,240
<u>Quarter ended 31 March 2014</u>				
Realised distributable income - KLCCP	70,962	-	70,962	-
Realised distributable income - KLCC REIT	93,408	-	93,408	-
Total realised distributable income	164,370	-	164,370	-
Distribution rate (%)	95%	-	95%	-
Dividend/Income distribution	156,152	-	156,152	-
Total dividend/income distribution	156,152	81,240	156,152	81,240
Dividend/Income distribution per stapled security (sen)	8.65	-	8.65	-
Earnings per stapled security (sen) ***				
Basic	10.19	9.42	10.19	9.42
Diluted	10.19	6.82	10.19	6.82

[^] Certain comparative have been reclassified to conform with current year presentation.

* No corresponding comparative figure for KLCC REIT as it was constituted only on 2 April 2013. This is the fourth quarterly result of the stapled group being reported.

** Rounded to two decimal point.

*** The comparative figures for Basic and Diluted Earnings per stapled security refer to Basic and Diluted Earnings per share of KLCCP prior to the formation of the stapled group.

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2014

	31-Mar-14 RM'000	31-Dec-13 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	606,263	611,735
Investment properties	14,109,782	14,108,652
Investment in associate	270,210	273,754
Deferred tax assets	852	911
	<u>14,987,107</u>	<u>14,995,052</u>
Current assets		
Inventories	1,532	1,568
Trade and other receivables	228,170	186,153
Cash and cash equivalents	1,033,177	1,081,870
	<u>1,262,879</u>	<u>1,269,591</u>
TOTAL ASSETS	<u>16,249,986</u>	<u>16,264,643</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	1,805,333	1,805,333
Capital redemption reserve	18,053	18,053
Capital reserve	2,300,729	2,300,729
Retained profits	131,657	130,561
	<u>4,255,772</u>	<u>4,254,676</u>
Equity attributable to unit holders of the KLCC REIT	<u>7,465,602</u>	<u>7,439,979</u>
Total equity attributable to holders of KLCCP and KLCC REIT	<u>11,721,374</u>	<u>11,694,655</u>
Other non-controlling interests	<u>1,740,903</u>	<u>1,711,711</u>
Total Equity	<u>13,462,277</u>	<u>13,406,366</u>
Non-current liabilities		
Deferred revenue	51,919	52,951
Other long term liabilities	125,815	124,204
Long term borrowings	1,571,357	1,569,449
Deferred taxation	28,186	25,138
	<u>1,777,277</u>	<u>1,771,742</u>
Current liabilities		
Trade and other payables	285,110	299,214
Short term borrowings	691,851	756,563
Dividend payable	-	1,961
Taxation	33,471	28,797
	<u>1,010,432</u>	<u>1,086,535</u>
Total Liabilities	<u>2,787,709</u>	<u>2,858,277</u>
TOTAL EQUITY AND LIABILITIES	<u>16,249,986</u>	<u>16,264,643</u>
 Net assets per stapled security (RM)	 6.49	 6.48

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2014**

	Attributable to Equity Holders of the Company						Total equity attributable to holders of KLCCP RM'000	Equity attributable to unit holders of KLCC REIT # RM'000	Other non-controlling Interests RM'000	Total Equity RM'000
	Non-Distributable			Distributable						
	Share Capital RM'000	Share Premium RM'000	Capital Redemption Reserve RM'000	Redeemable Convertible Loan Stocks RM'000	Retained Profits RM'000	Capital Reserve @ RM'000				
As at 1 January 2013	934,074	562,324	-	687,990	1,223,761	5,025,915	8,434,064	-	4,558,241	12,992,305
Total comprehensive income for the period	-	-	-	-	87,962	-	87,962	-	62,151	150,113
Dividends paid	-	-	-	-	(42,034)	-	(42,034)	-	-	(42,034)
As at 31 March 2013	934,074	562,324	-	687,990	1,269,689	5,025,915	8,479,992	-	4,620,392	13,100,384
As at 1 January 2014	1,805,333	-	18,053	-	130,561	2,300,729	4,254,676	7,439,979	1,711,711	13,406,366
Total comprehensive income for the period	-	-	-	-	70,962	-	70,962	113,001	29,192	213,155
Dividends paid	-	-	-	-	(69,866)	-	(69,866)	(87,378)	-	(157,244)
As at 31 March 2014	1,805,333	-	18,053	-	131,657	2,300,729	4,255,772	7,465,602	1,740,903	13,462,277

@ Capital Reserve arises from the surplus of revaluation of investment properties that will be distributed upon the sale of investment properties.

Equity attributable to unit holders of KLCC REIT consist of Unitholders' Fund (RM7,212,684,000), Merger Reserve (RM6,212,000), Capital Reserve (RM67,249,000) and Retained Profit (RM179,457,000).

(The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report)

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2014**

	THREE MONTHS ENDED	
	31-Mar-14	31-Mar-13
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	298,040	283,149
Cash payments to suppliers and employees	(73,032)	(76,212)
Interest income from fund and other investments	8,373	8,341
Tax paid	(22,960)	(30,721)
Net cash generated from operating activities	210,421	184,557
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received	6,450	-
Purchase of property, plant and equipment	(3,522)	(8,025)
Cost incurred for investment properties	(11,082)	(9,712)
Proceeds from disposal of property, plant and equipment	7	11
Net cash used in investing activities	(8,147)	(17,726)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	6,000	-
Repayment of borrowings	(78,000)	(18,000)
Dividends paid to equity holders of the company	(69,866)	(42,034)
Interest expenses paid	(19,762)	(20,338)
Dividends paid to non-controlling interests relating to KLCC REIT	(89,339)	-
Decrease in deposits restricted	1,356	6,328
Net cash used in financing activities	(249,611)	(74,044)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(47,337)	92,787
CASH AND CASH EQUIVALENTS		
AT THE BEGINNING OF THE PERIOD	1,074,277	1,010,370
CASH AND CASH EQUIVALENTS		
AT THE END OF THE PERIOD	1,026,940	1,103,157
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISE:		
CASH AND BANK BALANCES	21,119	9,510
DEPOSITS	1,012,058	1,097,371
	1,033,177	1,106,881
LESS: DEPOSITS RESTRICTED *	(6,237)	(3,724)
	1,026,940	1,103,157

* Relates to monies held on behalf of clients in designated accounts which represent cash calls less payments in the course of rendering management services on behalf of clients.

(The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report)

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A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Corporate Information

KLCC Property Holdings Berhad (“KLCCP”) is a public limited liability company incorporated and domiciled in Malaysia. As part of the corporate exercise, the ordinary shares of KLCCP and the units of the newly created KLCC REIT are stapled together to create the stapled securities. These stapled securities are listed on Bursa Malaysia Securities Berhad.

By virtue of KLCCP and KLCC REIT agreeing to combine their business by contract (i.e. Stapling Deed between KLCCP and KLCC REIT even though KLCCP owns no units in KLCC REIT and vice versa), KLCCP is deemed to be the controlling entity (i.e. Parent) for accounting purposes as it is identified to be the party with power to govern the financial and operating policies of KLCC REIT. Therefore, the consolidated accounts of KLCCP will reflect 100% non-controlling interest relating to KLCC REIT.

These condensed consolidated interim financial statements were approved by the Board of Directors on 9 May 2014.

A2. Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 31 March 2014 are unaudited and have been prepared in compliance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and MFRS 134: Interim Financial Reporting and with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

The consolidated financial statements of the Group for the year ended 31 December 2013 are available upon request from the Company’s registered office at Level 54, Tower 2, PETRONAS Twin Towers, Kuala Lumpur City Centre, 50088 Kuala Lumpur.

A3. Accounting Policies

The new and revised MFRSs, Amendments to MFRS and IC Interpretations which are mandatory for companies with financial periods beginning on or after 1 January 2014 did not give rise to any significant effects on the financial statements of the Group and the Company.

A4. Audit report

The auditors’ report on the financial statements for the year ended 31 December 2013 was not qualified.

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A5. Segmental Information

<u>Business segments</u>	Individual Quarter Ended 31-Mar-14			Cumulative Period Ended 31-Mar-14		
	<u>Revenue</u>					
	<u>KLCCP</u>	<u>KLCC RET</u>	<u>Total</u>	<u>KLCCP</u>	<u>KLCC RET</u>	<u>Total</u>
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Property investment - Office	10,102	138,669	148,771	10,102	138,669	148,771
Property investment - Retail	113,013	9,629	122,642	113,013	9,629	122,642
Hotel operations	49,415	-	49,415	49,415	-	49,415
Management services	37,721	-	37,721	37,721	-	37,721
	<u>210,251</u>	<u>148,298</u>	<u>358,549</u>	<u>210,251</u>	<u>148,298</u>	<u>358,549</u>
Eliminations / Adjustments			(17,667)			(17,667)
Revenue			<u><u>340,882</u></u>			<u><u>340,882</u></u>

<u>Business segments</u>	Individual Quarter Ended 31-Mar-14			Cumulative Period Ended 31-Mar-14		
	<u>Total Comprehensive Income</u>					
	<u>KLCCP</u>	<u>KLCC RET</u>	<u>Total</u>	<u>KLCCP</u>	<u>KLCC RET</u>	<u>Total</u>
	RM'000			RM'000		
Property investment - Office	7,696	124,194	131,890	7,696	124,194	131,890
Property investment - Retail	98,846	6,576	105,422	98,846	6,576	105,422
Hotel operations	12,330	-	12,330	12,330	-	12,330
Management services	16,716	-	16,716	16,716	-	16,716
	<u>135,588</u>	<u>130,770</u>	<u>266,358</u>	<u>135,588</u>	<u>130,770</u>	<u>266,358</u>
Eliminations / Adjustments			(3,638)			(3,638)
Operating profit			262,720			262,720
Interest income	6,266	2,102	8,368	6,266	2,102	8,368
Finance cost	(10,436)	(19,871)	(30,307)	(10,436)	(19,871)	(30,307)
Share of profit of associated company	2,906	-	2,906	2,906	-	2,906
Taxation	(30,532)	-	(30,532)	(30,532)	-	(30,532)
Profit for the period / Total comprehensive income for the period			<u><u>213,155</u></u>			<u><u>213,155</u></u>

A6. Unusual items

During the quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

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A7. Changes in estimates

There were no changes in the estimates of amounts reported that have a material effect on the results in the quarter under review.

A8. Changes in statutory tax rate

There were no changes to the corporate tax rate during the quarter under review. However, Section 61A of the Malaysian Income Tax Act, 1967 exempts KLCC REIT from the normal corporate tax in a year of assessment ("YA") if KLCC REIT distributes at least 90% of its total taxable income in the same YA.

A9. Seasonal or cyclical factors

The Group's hotel operations were impacted by the seasonal or cyclical factors affecting the occupancy rate and food and beverage business of the hotel.

The other segments are not affected by seasonal or cyclical factors.

A10. Dividends paid

The Board has declared interim dividends comprising 3.87 sen and 4.84 sen relating to KLCCP and KLCC REIT respectively in respect of 3 months period ended 31 December 2013 totalling 8.71 sen per stapled securities. The KLCCP dividend of 3.87 sen per share (tax exempt under the single tier tax system) amounting to RM69.87 million and the KLCC REIT income distribution of 4.84 sen per unit were paid on 28 February 2014.

A11. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

A12. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A13. Discontinued operation

There were no discontinued operations in the Group during the quarter under review.

A14. Capital commitments

The amount of capital commitments not provided for in the interim financial statements as at 31 March 2014 is as follows:-

	RM'000
Approved and contracted for	51,863
Approved but not contracted for	102,853
	<u>154,716</u>

A15. Changes in contingent liabilities and contingent assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter under review.

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A16. Material subsequent events

On 25 April 2014, KLCC REIT through its beneficially-owned subsidiary, Midciti Sukuk Berhad (“Midciti”) has established Sukuk Murabahah Programmes (the “Programmes”) comprising an Islamic Commercial Papers Programme and an Islamic Medium Term Notes Programme with a combined limit of RM3.0 billion. Please refer to KLCC REIT’s announcements on 10 April 2014 and 25 April 2014 for further details of the Programmes.

On the same date, the first issuance of RM1.555 billion under the Programmes was made to Petroliam Nasional Berhad, the proceeds of which were mainly utilised to early settle KLCC REIT’s existing debts. The impact of the transaction on the accounts of KLCC REIT will be reflected in the next quarter.

There were no other material events subsequent to the end of the quarter under review that have not been reflected in the interim financial statements.

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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Performance Review

Financial Highlights	Individual Quarter			Cumulative		
	3 Months Ended		%	Period Ended		%
	31-Mar-14	31-Mar-13		31-Mar-14	31-Mar-13	
	RM'000	RM'000	Change	RM'000	RM'000	Change
Revenue						
Property investment - Office	148,771	149,211	-0.3	148,771	149,211	-0.3
Property investment - Retail	122,642	118,251	3.7	122,642	118,251	3.7
Hotel operations	49,415	36,620	34.9	49,415	36,620	34.9
Management services	37,721	26,746	41.0	37,721	26,746	41.0
Intercompany Eliminations/ Adjustments	(17,667)	(18,832)	-	(17,667)	(18,832)	-
Total	340,882	311,996	9.3	340,882	311,996	9.3
Profit Before Tax	243,687	206,511	18.0	243,687	206,511	18.0
Less: Fair Value Adjustment ^	-	-	-	-	-	-
Adjusted Profit Before Tax	243,687	206,511	18.0	243,687	206,511	18.0
Analysis of Adjusted Profit Before Tax						
Property investment - Office*	117,243	117,115	0.1	117,243	117,115	0.1
Property investment - Retail	97,424	92,751	5.0	97,424	92,751	5.0
Hotel operations	9,568	3,076	211.1	9,568	3,076	211.1
Management services	16,589	7,045	135.5	16,589	7,045	135.5
Intercompany Eliminations/ Adjustments	2,863	(13,476)	-	2,863	(13,476)	-
	243,687	206,511	18.0	243,687	206,511	18.0
* includes Share of Associate						
^ includes fair value adjustment of Investment Property in an associated company.						

Variance Analysis by Segments – Quarter and Period Ended

Property Investment – Office

Revenue from office rental for Q1, FY 2014 benefited from implementation of new triple net lease (TNL) for the Menara Dayabumi which was effective 1 January 2014. However the revenue is marginally lower as compared to last year quarterly results resulting from lower other operating income.

Property Investment - Retail

Revenue from retail rental increased by RM4.4 million (3.7%) in Q1, FY 2014 resulting from higher rates from rental reviews.

Hotel Operations

Revenue from hotel operations increased by RM12.8 million in Q1, FY 2014 as the ballroom facilities were reopened after the completion of renovation.

Management Services

Management Services recorded higher revenue in Q1, FY 2014 mainly due to first time contribution for managing the properties under KLCC REIT from May 2013 onwards.

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B2. Variation of results against preceding quarter

RM'000	31-Mar-14	31-Dec-13	Variance
Profit Before Taxation	243,687	496,767	(253,080)
Fair Value Adjustment	-	(272,660)	272,660
Adjusted Profit Before Tax	243,687	224,107	19,580

Profit before taxation (excluding fair value adjustment) of RM243.7 million achieved in this quarter was marginally higher mainly due positive contributions from almost all the segments.

B3. Prospects for financial year 2014

The Directors expect the overall group performance to further improve during 2014 with better performance from the retail segment, whilst the office rental will remain stable.

Revenue from retail segment is expected to grow in 2014 arising from increase in rental rates and higher occupancy. The revenue from office segment will remain stable as the offices are already on long term leases. The hotel segment, however, will continue to trade in a challenging environment.

Further to the above, given that majority of the leases are based on a triple net lease which requires the tenants to meet all outgoings including property assessment and electricity charges, the Directors are of the view that the performance of the Group would not be significantly affected by future increases in costs.

B4. Profit forecast

No profit forecast was issued for the financial period except for the information contained in the Prospectus – Stapled Securities dated 7 May 2013.

B5. Tax expense

Taxation comprises the following:

	3 Months Ended		Cumulative Year Ended	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
	RM'000	RM'000	RM'000	RM'000
Within Malaysia				
In respect of the current period:				
Taxation	27,425	47,068	27,425	47,068
Deferred taxation	3,107	9,330	3,107	9,330
	<u>30,532</u>	<u>56,398</u>	<u>30,532</u>	<u>56,398</u>

The tax expense for the Qtr.1 FY2014 were lower than the respective comparative periods mainly due to the income from KLCC REIT is not subject to tax as the REIT Manager intends to distribute 95% of the distributable income for 2014, hence qualifying for exemption under S61A of the ITA.

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B6. Sale of unquoted investments and/or properties

There was no disposal of unquoted investments or properties during the quarter under review.

B7. Quoted and marketable securities

There was no purchase or disposal of quoted and marketable securities during the quarter under review.

B8. Status of corporate proposal announced

There were no corporate proposals announced but not completed as at the date of this report.

B9. Borrowings

	RM'000	RM'000
Short term :		
<u>Secured</u>		
<u>KLCCCP</u>		
Term loans	387,012	
Revolving credit	6,400	
	<u> </u>	393,412
<u>KLCC REIT</u>		
Islamic debt facility	1,452	
Private debt securities	296,987	
	<u> </u>	298,439
Total short term		<u>691,851</u>
Long term :		
<u>Secured</u>		
<u>KLCCCP</u>		
Term loans		330,000
<u>KLCC REIT</u>		
Islamic debt facility	660,000	
Private debt securities	581,357	
	<u> </u>	1,241,357
Total long term		<u>1,571,357</u>
Total borrowings		<u>2,263,208</u>

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B10. Material litigation

The Group has no outstanding material litigation as at the date of this report.

B11. Dividend/Income Distribution

The Board has declared the following dividend/income distribution for the quarter ended 31 March 2014:

	Total stapled securities	Dividend/Income Distribution per stapled security (sen)	Total dividend payable (RM'000)
KLCCP	1,805,333,083	3.73	67,339 ¹
KLCC REIT	1,805,333,083	4.92	88,822 ²
Total		8.65	156,161

¹ Dividend declared under KLCCP is tax exempt under single tier system.

² Income distributions to unitholders will be subject to withholding tax at the following rates:

Unitholders	Withholding tax rate
Individuals & All Other Non-Corporate Investors such as institutional investors (resident and non-resident)	10%
Non-resident corporate investors	25%
Resident corporate investors	0%

The dividend and income distribution for KLCCP and KLCC REIT will be paid on 18 June 2014. The book closure date in respect of both the aforesaid interim dividend and income distribution is 27 May 2014.

B12. Profit for the Period

	3 Months Ended		Cumulative Period Ended	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after charging:				
Depreciation of property, plant and equipment	7,760	7,184	7,760	7,184

Other than the above, the items listed under Appendix 9B Note 16 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

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B13. Realised and Unrealised Profit

The breakdown of the retained profits of the Group as at 31 March 2014 into realised and unrealised profits is as follows:

Total retained profits of KLCCP Group and its subsidiaries:			
	KLCCP RM'000	KLCC REIT RM'000	Total RM'000
- Realised	469,553	179,457	649,010
- Unrealised	23,987	-	23,987
	<u>493,540</u>	<u>179,457</u>	<u>672,997</u>
Total share of retained profits from associate:			
- Realised	81,905	-	81,905
- Unrealised	-	-	-
	<u>81,905</u>	<u>-</u>	<u>81,905</u>
Total Group retained profits	575,445	179,457	754,902
Less: Consolidation adjustments			(623,245)
Total Group retained profits as per consolidated accounts			<u>131,657</u>

The fair value gain on the remeasurement of investment properties is regarded as an unrealised gain and has been included in capital reserve in the financial statements.

B14. Summary of NAV

	As at 31 March 2014	
	KLCC REIT	KLCCP Stapled Group
Number of units listed	1,805,333,083	1,805,333,083
Net Asset Value (RM'000)	7,465,602	11,721,374
Net Asset Value per unit holders (RM)	4.1353	6.4926

KLCC PROPERTY HOLDINGS BERHAD

(Company No.: 641576-U)

Incorporated in Malaysia

Notes on the quarterly report – 31 March 2014

B15. Earnings per stapled security (“EPSS”)

	3 Months Ended		Period Ended	
	31-Mar-14	31-Mar-13 *	31-Mar-14	31-Mar-13 *
(i) Basic earnings per stapled security				
Profit attributable to ordinary equity holders of the company (RM'000)	70,962	87,962	70,962	87,962
Profit attributable to unit holders of KLCC REIT (RM'000)	113,001	-	113,001	-
	<u>183,963</u>	<u>87,962</u>	<u>183,963</u>	<u>87,962</u>
Weighted average number of stapled securities in issue ('000)	1,805,333	934,074	1,805,333	934,074
Basic earnings per stapled security (sen)	<u>10.19</u>	<u>9.42</u>	<u>10.19</u>	<u>9.42</u>
(ii) Diluted earnings per stapled security				
Profit attributable to ordinary equity holders of the company (RM'000)	70,962	87,962	70,962	87,962
Profit attributable to unit holders of KLCC REIT (RM'000)	113,001	-	113,001	-
Interest on RCULS (RM'000)	-	310	-	310
Profit attributable to holders of the company/ stapled security including assumed conversion (RM'000)	<u>183,963</u>	<u>88,272</u>	<u>183,963</u>	<u>88,272</u>
Weighted average number of stapled securities in issue ('000)	1,805,333	934,074	1,805,333	934,074
Effect of dilution – RCULS	-	360,662	-	360,662
Adjusted weighted average number of stapled securities in issue and issuable ('000)	<u>1,805,333</u>	<u>1,294,736</u>	<u>1,805,333</u>	<u>1,294,736</u>
Diluted earnings per stapled security (sen)	<u>10.19</u>	<u>6.82</u>	<u>10.19</u>	<u>6.82</u>

*Refers to calculation of Basic Earnings per share of KLCCP prior to the stapled group.

BY ORDER OF THE BOARD

Abd Aziz Bin Abd Kadir (LS0001718)
Yeap Kok Leong (MAICSA0862549)
Company Secretaries
Kuala Lumpur