

KLCC PROPERTY HOLDINGS BERHAD (641576-U)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2017

	Quarter ended		Cumulative period ended	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
Revenue	337,519	334,572	674,176	669,322
Operating Expenses	(90,449)	(87,949)	(179,924)	(170,429)
Operating profit	247,070	246,623	494,252	498,893
Interest/Profit income	7,178	11,601	15,651	22,444
Finance costs	(27,346)	(30,933)	(56,855)	(60,959)
Share of profit of associated company	3,175	3,036	6,409	6,049
Profit before taxation	230,077	230,327	459,457	466,427
Taxation	(25,229)	(25,914)	(51,172)	(52,612)
Profit for the period, representing total comprehensive income	204,848	204,413	408,285	413,815
Profit attributable to:				
Equity holders of the Company	65,131	64,391	131,728	132,546
Non-controlling interests relating to KLCC Real Estate Investment Trust (KLCC REIT)	112,827	113,472	222,955	228,071
Other non-controlling interests	26,890	26,550	53,602	53,198
	204,848	204,413	408,285	413,815
Dividend/income distribution to stapled security holders:				
<u>Quarter ended 30 June 2017/2016</u>				
Realised distributable income - KLCCP	65,131	64,391	131,728	132,546
Realised distributable income - KLCC REIT	98,280	102,723	197,643	206,571
Total realised distributable income	163,411	167,114	329,371	339,117
Distribution rate (%) *	95.01%	92.91%	94.28%	91.57%
Dividend/Income distribution	155,259	155,258	310,517	310,517
Dividend/income distribution per stapled security (sen)	8.60	8.60	17.20	17.20
Earnings per stapled security (sen)				
Basic	9.86	9.85	19.65	19.98

* Rounded to two decimal point.

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2016 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 30 JUNE 2017**

	30-Jun-17	31-Dec-16
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	646,769	636,674
Investment properties	15,469,729	15,454,001
Investment in an associate	261,425	255,016
Deferred tax assets	247	247
Trade and other receivables	364,282	339,106
	<u>16,742,452</u>	<u>16,685,044</u>
Current assets		
Inventories	1,919	1,930
Trade and other receivables	50,776	58,849
Dividend receivables	-	21,070
Tax recoverable	28	12
Cash and cash equivalents	873,963	1,015,220
	<u>926,686</u>	<u>1,097,081</u>
TOTAL ASSETS	<u>17,669,138</u>	<u>17,782,125</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	1,823,386	1,805,333
Capital redemption reserve	-	18,053
Capital reserve	2,854,041	2,854,041
Retained profits	205,035	204,555
	<u>4,882,462</u>	<u>4,881,982</u>
Equity attributable to unit holders of the KLCC REIT	<u>7,933,330</u>	<u>7,912,211</u>
Total equity attributable to equity holders of KLCCP and KLCC REIT	12,815,792	12,794,193
Other non-controlling interests	1,999,167	1,983,832
Total equity	<u>14,814,959</u>	<u>14,778,025</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017**

	30-Jun-17	31-Dec-16
	RM'000	RM'000
Non-current liabilities		
Deferred revenue	42,719	41,639
Other long term liabilities	70,582	78,477
Long term borrowings	2,225,666	2,233,166
Deferred taxation	29,618	29,728
	<u>2,368,585</u>	<u>2,383,010</u>
Current liabilities		
Trade and other payables	277,916	280,996
Short term borrowings	25,136	319,264
Dividend payable	155,259	-
Taxation	27,283	20,830
	<u>485,594</u>	<u>621,090</u>
Total liabilities	<u>2,854,179</u>	<u>3,004,100</u>
TOTAL EQUITY AND LIABILITIES	<u>17,669,138</u>	<u>17,782,125</u>
Net assets per stapled security (RM)	7.10	7.09

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial report.)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2017

	← Attributable to equity holders of the Company →				Total equity attributable to equity holders of KLCCP RM'000	Equity attributable to unit holders of KLCC REIT ³ RM'000	Other non- controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Capital redemption reserve RM'000	Retained profits RM'000	Capital reserve ² RM'000				
As at 1 January 2016	1,805,333	18,053	172,982	2,778,200	4,774,568	7,776,713	1,959,773	14,511,054
Total comprehensive income for the period	-	-	68,155	-	68,155	114,599	26,648	209,402
Dividends paid/declared	-	-	(74,560)	-	(74,560)	(102,723)	(25,557)	(202,840)
As at 30 June 2016	1,805,333	18,053	166,577	2,778,200	4,768,163	7,788,589	1,960,864	14,517,616
As at 1 January 2017	1,805,333	18,053	204,555	2,854,041	4,881,982	7,912,211	1,983,832	14,778,025
Total comprehensive income for the period	-	-	131,728	-	131,728	222,955	53,602	408,285
Transition in accordance with Section 618(2) of the Companies Act 2016 to no par value regime on 31 January 2017 ¹	18,053	(18,053)	-	-	-	-	-	-
Dividends paid/declared	-	-	(131,248)	-	(131,248)	(201,836)	(38,267)	(371,351)
As at 30 June 2017	1,823,386	-	205,035	2,854,041	4,882,462	7,933,330	1,999,167	14,814,959

¹ Pursuant to Section 74 of the Companies Act 2016 ('the Act'), the Company's shares no longer have a par or nominal value with effect from 31 January 2017. In accordance with the transitional provision set out in Section 618 of the Act, the capital redemption reserve now becomes part of the Company's share capital. There are no impact on the number of shares in issue or the relative entitlement of any of the members as a result of this transition.

² Capital reserve arises from the surplus of revaluation of investment properties that will be distributed upon the sale of investment properties.

³ Equity attributable to unit holders of KLCC REIT consists of Unitholders' Fund (RM7,212,684,000), Merger Reserve (RM6,212,000), Capital Reserve (RM341,332,000) and Retained Profit (RM373,102,000).

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2016 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 PERIOD ENDED 30 JUNE 2017**

	Cumulative period ended	
	30-Jun-17	30-Jun-16
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	459,457	466,427
Adjustments for:		
Interest income	(15,651)	(22,444)
Interest expense	55,053	59,077
Accrued rental income (MFRS 117 and MFRS 139)	(22,293)	(23,217)
Depreciation	16,060	17,746
Write off of receivables	6	-
Share of results of an associate	(6,410)	(6,049)
Total adjustments	26,765	25,113
Operating profit before changes in working capital	486,222	491,540
Changes in working capital:		
Increase in trade and other receivables	(4,294)	(2,383)
Changes in ultimate holding company's balances	(3,760)	9,657
Changes in related companies' balances	772	(2,937)
Increase/(Decrease) trade and other payables	9,068	(10,196)
Others	67	315
Total changes in working capital	1,853	(5,544)
Interest received	17,541	22,620
Tax paid	(44,845)	(38,923)
Net cash generated from operating activities	460,771	469,693
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividends received	21,070	-
Purchase of property, plant and equipment	(25,343)	(16,184)
Cost incurred for investment properties	(25,149)	(61,563)
Proceeds from disposal of property, plant and equipment	167	165
Net cash used in investing activities	(29,255)	(77,582)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2017**

	Cumulative period ended	
	30-Jun-17	30-Jun-16
	RM'000	RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	-	1,000
Repayment of borrowings	(300,000)	-
Dividends paid to equity holders of the company	(75,282)	(126,012)
Dividends paid to other non-controlling interests	(38,267)	(51,797)
Interest expense paid	(56,681)	(57,149)
Dividends paid to non-controlling interests relating to KLCC REIT	(102,543)	(206,445)
Increase in deposits restricted	(5,213)	(1,104)
Net cash used in financing activities	<u>(577,986)</u>	<u>(441,507)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(146,470)	(49,396)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,011,991	1,104,437
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>865,521</u>	<u>1,055,041</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD COMPRISES OF:		
Cash and bank balances	62,507	60,316
Deposits	<u>811,456</u>	<u>1,002,249</u>
	873,963	1,062,565
Less: Deposits restricted *	<u>(8,442)</u>	<u>(7,524)</u>
	<u>865,521</u>	<u>1,055,041</u>

* *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 2016 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 15 August 2017.

A2 Basis of preparation

These condensed consolidated interim financial statements, for the period ended 30 June 2017 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 2016 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 2017 did not give rise to any significant effects on the financial statements of the Group and the Company.

A4 Audit report of preceding financial year

The auditors’ report on the financial statements for the year ended 31 December 2016 was not qualified.

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A5 Segmental information

	Quarter ended			Cumulative period ended		
	30-Jun-17			30-Jun-17		
	KLCCP	KLCC REIT	Total	KLCCP	KLCC REIT	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
Property investment - Office	9,941	139,245	149,186	20,218	274,716	294,934
Property investment - Retail	114,031	7,941	121,972	227,088	16,695	243,783
Hotel operation	36,549	-	36,549	75,635	-	75,635
Management services	48,122	-	48,122	95,789	-	95,789
	<u>208,643</u>	<u>147,186</u>	<u>355,829</u>	<u>418,730</u>	<u>291,411</u>	<u>710,141</u>
Eliminations / Adjustments			(18,310)			(35,965)
Total revenue			<u>337,519</u>			<u>674,176</u>
	Quarter ended			Cumulative period ended		
	30-Jun-17			30-Jun-17		
	KLCCP	KLCC REIT	Total	KLCCP	KLCC REIT	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Operating profit						
Property investment - Office	8,086	123,635	131,721	16,767	244,331	261,098
Property investment - Retail	95,302	4,768	100,070	189,149	10,144	199,293
Hotel operation	1,990	-	1,990	5,644	-	5,644
Management services	17,711	-	17,711	36,085	-	36,085
	<u>123,089</u>	<u>128,403</u>	<u>251,492</u>	<u>247,645</u>	<u>254,475</u>	<u>502,120</u>
Eliminations / Adjustments			(4,422)			(7,868)
Total operating profit			<u>247,070</u>			<u>494,252</u>
Interest income	6,827	1,091	7,918	13,042	3,349	16,391
Finance cost	(11,419)	(16,667)	(28,086)	(22,726)	(34,869)	(57,595)
Share of profit of an associate	3,175	-	3,175	6,409	-	6,409
Taxation	(25,229)	-	(25,229)	(51,172)	-	(51,172)
Profit for the period /						
Total comprehensive						
income for the period			<u>204,848</u>			<u>408,285</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.

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.

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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 of Directors has declared interim dividends comprising 3.10 sen and 5.50 sen relating to KLCCP and KLCC REIT respectively in respect of three months period ended 31 March 2017 totaling 8.60 sen per stapled security.

The KLCCP dividend of 3.10 sen per share (tax exempt under the single-tier tax system) amounting to RM55.97 million and the KLCC REIT income distribution of 5.50 sen per unit amounting to RM99.29 million were paid on 5 July 2017.

A11 Debt and equity securities

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.

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 30 June 2017 is as follows:

	RM'000
Approved and contracted for	522,097
Approved but not contracted for	183,175
	<u>705,272</u>

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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.

A16 Material and subsequent events

There was no other material event subsequent to the end of the quarter under review that has 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**

	Quarter ended			Cumulative period ended		
	30-Jun-17 RM'000	30-Jun-16 RM'000	Change %	30-Jun-17 RM'000	30-Jun-16 RM'000	Change %
Revenue						
Property investment - Office	149,186	147,939	0.84	294,934	295,702	(0.26)
Property investment - Retail	121,972	123,334	(1.10)	243,783	246,814	(1.23)
Hotel operation	36,549	34,513	5.90	75,635	71,069	6.42
Management services	48,122	46,294	3.95	95,789	90,672	5.64
Eliminations / Adjustments	(18,310)	(17,508)		(35,965)	(34,935)	
Total revenue	<u>337,519</u>	<u>334,572</u>	0.88	<u>674,176</u>	<u>669,322</u>	0.73
Profit before tax ("PBT")						
Property investment - Office *	120,150	118,323	1.54	237,825	236,745	0.46
Property investment - Retail	94,266	94,453	(0.20)	187,079	188,993	(1.01)
Hotel operation	(1,670)	(4,931)	(66.13)	(1,495)	(4,692)	(68.14)
Management services	17,976	20,235	(11.16)	36,569	39,889	(8.32)
Eliminations / Adjustments	(645)	2,247		(521)	5,492	
Total PBT	<u>230,077</u>	<u>230,327</u>	(0.11)	<u>459,457</u>	<u>466,427</u>	(1.49)
<i>* includes share of an associate.</i>						

Variance analysis by segment**Property investment – Office**

Q2 Revenue and PBT of RM149.2 million and RM120.2 million respectively reported an increase of 0.8% and 1.5% due to recognition of rental from additional net lease area in Menara Dayabumi which commenced in Q3 2016 and savings of interest costs on repayment of borrowings in April 2017. The Revenue and PBT for Q2 were further supported by rental from the new lease contract for the remaining vacant floors in Menara Exxonmobil which commenced in April 2017.

YTD Revenue reported a marginal decrease of RM0.8 million due to vacant floors in Menara Exxonmobil of 2 months. However, PBT reported an increase contributed by the savings of interest costs as explained above.

Property investment - Retail

Q2 and YTD Revenue reported a marginal decline of 1% as Q2 2016 and YTD 2016 includes one off back rental recognition from a tenant of RM3.5 million.

Excluding the one off back rental, Q2 and YTD PBT recorded an increase of 3.6% and 0.9% respectively at the back of higher rental rates arising from rental reviews and new tenants.

Hotel operation

Q2 and YTD revenue from hotel operations reported an increase of 5.9% and 6.4% respectively at the back of higher occupancy of 46.7% (Q2 2016: 42.8%).

However, the hotel operations continues to report a loss before tax due to high depreciation and interest costs.

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Management services

Despite showing a growth in revenue from the facilities management and car parking operations, the segment reported a decrease in Q2 and YTD PBT 11.1% and 8.3% respectively as a result of lower interest income and impact of overprovision adjustment in Q2 2016 for manpower costs.

B2 Variation of results against preceding quarter

	Quarter ended		Change %
	30-Jun-17 RM'000	31-Mar-17 RM'000	
Revenue			
Property investment - Office	149,186	145,748	2.36
Property investment - Retail	121,972	121,811	0.13
Hotel operation	36,549	39,086	(6.49)
Management services	48,122	47,667	0.95
Eliminations / Adjustments	(18,310)	(17,655)	
Total revenue	<u>337,519</u>	<u>336,657</u>	0.26
Profit before tax ("PBT")			
Property investment - Office *	120,150	117,675	2.10
Property investment - Retail	94,266	92,813	1.57
Hotel operation	(1,670)	175	(1054.29)
Management services	17,976	18,594	(3.32)
Eliminations / Adjustments	(645)	123	
Total PBT	<u>230,077</u>	<u>229,380</u>	0.30
<i>* includes share of an associate.</i>			

Revenue and PBT reported a marginal increase of 0.3% as a result of securing the new lease for the remaining vacant spaces in Menara Exxonmobil effective 1 April 2017.

However, the results were dampened by poorer performance from the hotel operations during the Ramadan month as the hotel operations reported a fall in room occupancy.

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B3 Prospect for financial year 2017

The Directors expect that overall performance of the Group for the year will remain stable primarily on the back of long term office tenancy agreements.

Owing to the challenging market conditions in the retail and hotel segments, no significant improvement can be expected from these segments. The refurbishment of the hotel rooms is still ongoing; however its impact on the results of the Group is not expected to be material.

B4 Profit forecast

No profit forecast was issued for the financial period.

B5 Tax expense

Taxation comprises the following:

	Quarter ended		Cumulative period ended	
	30-Jun-17	30-Jun-16	30-Jun-17	30-Jun-16
	RM'000	RM'000	RM'000	RM'000
Within Malaysia				
In respect of the current period:				
Taxation	25,327	25,818	51,281	52,420
Deferred taxation	(98)	96	(109)	192
	<u>25,229</u>	<u>25,914</u>	<u>51,172</u>	<u>52,612</u>

Overall effective tax rate is lower as income from KLCC REIT is not being subject to tax in accordance with Section 61A of the Malaysian Income Tax Act 1967.

B6 Sales 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 was no corporate proposal announced but not completed as at the date of this report.

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B9 Borrowings

	As at 30 June 2017		
	KLCCP RM'000	KLCC REIT RM'000	Total RM'000
Short term:			
<u>Secured</u>			
Term loans	9,329	-	9,329
Sukuk Murabahah	-	15,807	15,807
	<u>9,329</u>	<u>15,807</u>	<u>25,136</u>
Long term:			
<u>Secured</u>			
Term loans	370,666	-	370,666
Sukuk Murabahah	600,000	1,255,000	1,855,000
	<u>970,666</u>	<u>1,255,000</u>	<u>2,225,666</u>
Total borrowings	<u>979,995</u>	<u>1,270,807</u>	<u>2,250,802</u>

KLCC REIT paid its RM300 million Sukuk Murabahah upon maturity on 25 April 2017.

B10 Material litigation

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

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B11 Dividend/income distribution

The Board of Directors has declared the following dividend/income distribution for the quarter ended 30 June 2017:

	Total stapled securities	Dividend/income distribution per stapled security Sen	Total dividend/income distribution payable RM'000
KLCCP	1,805,333,083	3.16	57,049 ¹
KLCC REIT	1,805,333,083	5.44	98,210 ²
Total		<u>8.60</u>	<u>155,259</u>

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

² Income distributions to unitholders will be subjected 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	24%
Resident corporate investors	0%

The dividend and income distribution for KLCCP and KLCC REIT will be paid on 4 October 2017. The book closure date in respect of both the aforesaid interim dividend and income distribution is 8 September 2017.

B12 Profit for the period

	Quarter ended		Cumulative period ended	
	30-Jun-17 RM'000	30-Jun-16 RM'000	30-Jun-17 RM'000	30-Jun-16 RM'000
Profit for the period is arrived after charging:				
Depreciation of property, plant and equipment	8,206	10,111	16,060	17,746
Write off of receivables	<u>6</u>	-	<u>6</u>	-

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.

KLCC PROPERTY HOLDINGS BERHAD

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B13 Realised and unrealised profit

The breakdown of the retained profits of the Group as at 30 June 2017 into realised and unrealised profits is as follows:

	As at 30 June 2017		
	KLCCP RM'000	KLCC REIT RM'000	Total RM'000
Total retained profits of KLCCP and its subsidiaries:			
Realised	484,586	373,102	857,688
Unrealised	20,949	-	20,949
	<u>505,535</u>	<u>373,102</u>	<u>878,637</u>
Total share of retained profits from an associate:			
Realised	89,435	-	89,435
Unrealised	-	-	-
	<u>89,435</u>	<u>-</u>	<u>89,435</u>
Total retained profits of the Group	594,970	373,102	968,072
Less: Consolidation adjustments			(763,037)
Total retained profits of the Group as per consolidated accounts			<u>205,035</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 Net Assets Value (“NAV”)

	As at 30 June 2017	
	KLCC REIT	KLCC Stapled Group
Number of units listed	1,805,333,083	1,805,333,083
NAV (RM'000)	7,933,330	12,815,792
NAV per unit (RM)	4.39	7.10

KLCC PROPERTY HOLDINGS BERHAD

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B15 Earnings per stapled securities (“EPSS”)

	Quarter ended		Cumulative period ended	
	30-Jun-17	30-Jun-16	30-Jun-17	30-Jun-16
Profit attributable to ordinary equity holders of the Company (RM'000)	65,131	64,391	131,728	132,546
Profit attributable to unit holders of KLCC REIT (RM'000)	112,827	113,472	222,955	228,071
	<u>177,958</u>	<u>177,863</u>	<u>354,683</u>	<u>360,617</u>
Weighted average number of stapled securities in issue	1,805,333,083	1,805,333,083	1,805,333,083	1,805,333,083
Basic earnings per stapled security (sen)	<u>9.86</u>	<u>9.85</u>	<u>19.65</u>	<u>19.98</u>

BY ORDER OF THE BOARD

Abd Aziz Bin Abd Kadir (LS0001718)

Yeap Kok Leong (MAICSA0862549)

Company Secretaries

Kuala Lumpur