

KLCC PROPERTY HOLDINGS BERHAD
Registration No. 200401003073 (641576-U)
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	Third quarter ended		Cumulative 9 months ended	
	30-Sep-21 RM'000	30-Sep-20 RM'000	30-Sep-21 RM'000	30-Sep-20 RM'000
Revenue	260,345	312,604	822,885	934,443
Operating expenses	(88,249)	(97,394)	(265,304)	(286,973)
Operating profit	172,096	215,210	557,581	647,470
Fair value adjustments to investment properties	–	–	–	–
Interest/profit income	4,458	4,438	12,879	16,969
Financing costs	(26,025)	(27,571)	(78,919)	(83,207)
Share of profit of an associate	3,529	3,374	10,275	10,318
Profit before taxation	154,058	195,451	501,816	591,550
Taxation	(12,494)	(21,047)	(45,862)	(63,242)
Profit for the period, representing total comprehensive income	141,564	174,404	455,954	528,308
Profit attributable to:				
Equity holders of the Company	26,586	44,223	98,274	136,880
Non-controlling interests relating to KLCC Real Estate Investment Trust (KLCC REIT)	108,800	112,440	327,251	337,123
	135,386	156,663	425,525	474,003
Other non-controlling interests	6,178	17,741	30,429	54,305
	141,564	174,404	455,954	528,308
Dividend/income distribution to stapled security holders:				
<u>Quarter ended 30 September 2021/2020</u>				
Realised distributable income - KLCCP	26,586	44,223	98,274	136,880
Realised distributable income - KLCC REIT	113,487	111,530	341,858	334,054
Total realised distributable income	140,073	155,753	440,132	470,934
Unrealised distributable (loss)/income - KLCC REIT	(4,687)	910	(14,607)	3,069
	135,386	156,663	425,525	474,003
Distribution rate (%) ¹	90.22%	86.93%	86.14%	89.32%
Dividend/income distribution	126,374	135,400	379,122	420,642
Dividend/income distribution per stapled security (sen)	7.00	7.50	21.00	23.30
Earnings per stapled security (sen)				
– Basic	7.50	8.68	23.57	26.26

¹ Rounded to two decimal points.

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.)

KLCC PROPERTY HOLDINGS BERHAD
Registration No. 200401003073 (641576-U)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

	30-Sep-21 RM'000	31-Dec-20 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	610,627	638,267
Investment properties	15,724,121	15,693,205
Right-of-use assets	6,213	9,472
Investment in an associate	276,537	266,262
Deferred tax assets	415	415
Other receivables	409,742	427,863
	<u>17,027,655</u>	<u>17,035,484</u>
Current assets		
Inventories	1,334	1,411
Trade and other receivables	93,954	81,548
Tax recoverable	8,438	5,370
Cash and bank balances	888,090	871,658
	<u>991,816</u>	<u>959,987</u>
TOTAL ASSETS	<u>18,019,471</u>	<u>17,995,471</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	1,823,386	1,823,386
Capital reserve	2,905,084	2,905,084
Retained profits	251,225	206,750
	<u>4,979,695</u>	<u>4,935,220</u>
Equity attributable to unit holders of the KLCC REIT	<u>8,086,191</u>	<u>8,078,845</u>
Total equity attributable to equity holders of KLCCP and KLCC REIT	<u>13,065,886</u>	<u>13,014,065</u>
Other non-controlling interests	<u>2,045,123</u>	<u>2,063,894</u>
Total equity	<u>15,111,009</u>	<u>15,077,959</u>
Non-current liabilities		
Deferred revenue	83,338	89,543
Other long term liabilities	130,460	138,494
Financings	2,347,530	1,919,273
Deferred tax liabilities	65,225	65,224
	<u>2,626,553</u>	<u>2,212,534</u>
Current liabilities		
Trade and other payables	226,209	257,725
Financings	50,630	430,171
Taxation	5,070	17,082
	<u>281,909</u>	<u>704,978</u>
Total liabilities	<u>2,908,462</u>	<u>2,917,512</u>
TOTAL EQUITY AND LIABILITIES	<u>18,019,471</u>	<u>17,995,471</u>
Net asset value per stapled security (RM)	7.24	7.21

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 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 SEPTEMBER 2021**

	← 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 ² RM'000	Other non- controlling interests RM'000	Total Equity RM'000
	Share capital RM'000	Retained profits RM'000	Capital reserve ¹ RM'000				
As at 1 January 2020	1,823,386	299,821	3,015,397	5,138,604	8,073,356	2,081,478	15,293,438
Total comprehensive income for the period	–	136,880	–	136,880	337,123	54,305	528,308
Dividends paid/declared	–	(166,452)	–	(166,452)	(328,210)	(49,200)	(543,862)
As at 30 September 2020	1,823,386	270,249	3,015,397	5,109,032	8,082,269	2,086,583	15,277,884
As at 1 January 2021	1,823,386	206,750	2,905,084	4,935,220	8,078,845	2,063,894	15,077,959
Total comprehensive income for the period	–	98,274	–	98,274	327,251	30,429	455,954
Dividends paid/declared	–	(53,799)	–	(53,799)	(319,905)	(49,200)	(422,904)
As at 30 September 2021	1,823,386	251,225	2,905,084	4,979,695	8,086,191	2,045,123	15,111,009

¹ Capital reserve arises from the surplus of revaluation of investment properties that will be distributed upon the sale of investment properties.

² Equity attributable to unit holders of KLCC REIT consists of Unitholders' Fund (RM7,212,684,000), Merger Reserve (RM6,212,000), Capital Reserve (RM387,790,000) and Retained Profit (RM479,505,000).

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to this interim financial report.)

KLCC PROPERTY HOLDINGS BERHAD
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	Cumulative 9 months ended	
	30-Sep-21 RM'000	30-Sep-20 RM'000
Cash flows from operating activities		
Profit before tax	501,816	591,550
Adjustments for:		
Interest/profit income	(12,879)	(16,969)
Financing costs	78,919	83,207
Accrued rental income	13,575	(9,311)
Depreciation	34,764	38,029
Allowance for impairment losses on trade receivables	5,728	267
Write off of receivables	2	-
(Gain)/Loss on disposal of property, plant and equipment	(6)	35
Share of profit of an associate	(10,275)	(10,318)
	<u>109,828</u>	<u>84,940</u>
Operating profit before changes in working capital	611,644	676,490
Changes in working capital:		
Trade and other receivables	(17,435)	(21,737)
Amount due from/to ultimate holding company	1,777	6,236
Amount due from/to immediate holding company	8,823	(16,899)
Amount due from/to related companies	(11,064)	8,190
Trade and other payables	(45,643)	(56,892)
Inventories	77	293
	<u>(63,465)</u>	<u>(80,809)</u>
Interest/profit income received	12,795	17,177
Tax paid	(60,942)	(22,167)
Net cash generated from operating activities	<u>500,032</u>	<u>590,690</u>
Cash flows from investing activities		
Dividends received	-	5,280
Purchase of property, plant and equipment	(3,777)	(11,049)
Subsequent expenditure on investment properties	(31,013)	(13,954)
Proceeds from disposal of property, plant and equipment	11	2
Net cash used in investing activities	<u>(34,779)</u>	<u>(19,721)</u>
Cash flows from financing activities		
Drawdown of borrowing	441,637	4,983
Repayment of borrowings	(410,000)	(10,000)
Dividends paid to shareholders	(53,799)	(166,452)
Dividends paid to non-controlling interests relating to KLCC REIT	(319,437)	(326,930)
Dividends paid to other non-controlling interests	(49,200)	(49,200)
Interest/profit expense paid	(54,514)	(56,446)
Payment of principal portion of lease liabilities	(3,508)	(3,508)
Increase/(Decrease) in deposits restricted	(1,123)	(1,345)
Net cash used in financing activities	<u>(449,944)</u>	<u>(608,898)</u>

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

	Cumulative 9 months ended	
	30-Sep-21 RM'000	30-Sep-20 RM'000
Net decrease in cash and cash equivalents	15,309	(37,929)
Cash and cash equivalents at the beginning of the year	869,765	881,586
Cash and cash equivalents at the end of period	<u>885,074</u>	<u>843,657</u>
Cash and cash equivalents at the end of period comprises:		
Cash and bank balances	588,484	564,830
Deposits	<u>299,606</u>	<u>282,494</u>
	888,090	847,324
Less: Deposits restricted ¹	<u>(3,016)</u>	<u>(3,667)</u>
	<u>885,074</u>	<u>843,657</u>

¹ *Deposits restricted relate 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 2020 and the accompanying explanatory notes attached to this interim financial report.)

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NOTES ON THE QUARTERLY REPORT — 30 SEPTEMBER 2021

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. One ordinary share of KLCCP is stapled with one unit of KLCC Real Estate Investment Trust (“KLCC REIT”) 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 8th November 2021.

A2 Basis of preparation

These condensed consolidated interim financial statements, for the period ended 30 September 2021, are unaudited and have been prepared in compliance with the requirements of paragraph 9.22 and 9.44 of the *Main Market Listing Requirements* of Bursa Malaysia Securities Berhad, MFRS 134 *Interim Financial Reporting* issued by Malaysian Accounting Standards Board (“MASB”) 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 2020 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 2021 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 2020 was not qualified.

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A EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTD.)

A5 Segmental information

	Third quarter ended			Cumulative 9 months ended		
	30-Sep-21			30-Sep-21		
	KLCCP	KLCC	Group	KLCCP	KLCC	Group
	RM'000	REIT RM'000	RM'000	RM'000	REIT RM'000	RM'000
Revenue						
Property investment:						
Office	10,135	134,807	144,942	30,496	404,540	435,036
Retail	61,668	6,455	68,123	222,194	21,816	244,010
Hotel operations	5,897	-	5,897	23,538	-	23,538
Management services	58,052	-	58,052	172,463	-	172,463
	135,752	141,262	277,014	448,691	426,356	875,047
Eliminations			(16,669)			(52,162)
			260,345			822,885
Operating profit						
Property investment:						
Office	8,240	119,313	127,553	24,632	358,135	382,767
Retail	43,389	3,644	47,033	165,265	12,201	177,466
Hotel operations	(16,433)	-	(16,433)	(43,963)	-	(43,963)
Management services	15,984	-	15,984	48,861	-	48,861
	51,180	122,957	174,137	194,795	370,336	565,131
Eliminations			(2,041)			(7,550)
			172,096			557,581
Interest/profit income	3,801	657	4,458	11,196	1,683	12,879
Finance cost	(11,212)	(14,813)	(26,025)	(34,151)	(44,768)	(78,919)
Share of profit of an associate company	3,529	-	3,529	10,275	-	10,275
Taxation	(12,494)	-	(12,494)	(45,862)	-	(45,862)
Profit for the period / Total comprehensive income for the period			141,564			455,954

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NOTES ON THE QUARTERLY REPORT — 30 SEPTEMBER 2021

A EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTD.)

A5 Segmental information (Contd.)

	As at 30-Sep-21		Group RM'000
	KLCCP RM'000	KLCC REIT RM'000	
Total assets			
Property investment — Office	1,046,481	9,171,386	10,217,867
Property investment — Retail	5,816,509	515,465	6,331,974
Hotel operations	585,019	—	585,019
Management services	255,494	—	255,494
	<u>7,703,503</u>	<u>9,686,851</u>	<u>17,390,354</u>
Eliminations and adjustments			<u>629,117</u>
			<u>18,019,471</u>
Total liabilities			
Property investment — Office	16,805	1,585,594	1,602,399
Property investment — Retail	816,103	15,067	831,170
Hotel operations	435,465	—	435,465
Management services	57,353	—	57,353
	<u>1,325,726</u>	<u>1,600,661</u>	<u>2,926,387</u>
Eliminations and adjustments			<u>(17,925)</u>
			<u>2,908,462</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.

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.

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A EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTD.)

A10 Dividends paid

The Board of Directors declared interim dividends comprising 0.98 sen and 5.97 sen relating to KLCCP and KLCC REIT respectively in respect of the three month period ended 30 September 2021 totaling 6.95 sen per stapled security.

The KLCCP dividend of 0.98 sen per share (tax exempt under the single-tier tax system) amounting to RM17.7 million and the KLCC REIT income distribution of 5.97 sen per unit amounting to RM107.8 million were paid on 29 September 2021.

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 operations

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 September 2021 is as follows:

	RM'000
Approved and contracted for	25,668
Approved but not contracted for	103,389
	<u>129,057</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.

A16 Property development activities

KLCC REIT did not undertake any property development activities during the quarter under review.

A17 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.

KLCC PROPERTY HOLDINGS BERHAD

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NOTES ON THE QUARTERLY REPORT — 30 SEPTEMBER 2021

B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

The Group continues to operate within the pandemic environment the strict standard operating procedures (SOP) including prohibition of the inter-district and inter-state travelling during the quarter under review as compared to corresponding quarter last year where the restriction were being lifted since May 2020.

However, as Klang Valley moved into Phase 2 of National Recovery on 10 September, footfall has doubled with the gradual re-opening of shops as Suria KLCC executed several marketing events.

Mandarin Oriental also experienced stronger recovery in weekend occupancy upon the relaxation of SOP including dine-in with 50% guest capacity allowed.

B1 Performance review - Quarterly Results (Q3 2021 vs Q3 2020)

	Third quarter ended			Cumulative 9 months ended		
	30-Sep-21 RM'000	30-Sep-20 RM'000	Change %	30-Sep-21 RM'000	30-Sep-20 RM'000	Change %
Revenue:						
Property investment:						
Office	144,942	149,721	(3.19)	435,036	448,799	(3.07)
Retail	68,123	106,418	(35.99)	244,010	315,161	(22.58)
Hotel operations	5,897	11,667	(49.46)	23,538	43,206	(45.52)
Management services	58,052	63,060	(7.94)	172,463	181,742	(5.11)
Eliminations/Adjustments	(16,669)	(18,262)		(52,162)	(54,465)	
	260,345	312,604	(16.72)	822,885	934,443	(11.94)
Profit before tax ("PBT"):						
Property investment:						
Office *	117,971	121,564	(2.96)	353,076	363,747	(2.93)
Retail	39,673	74,894	(47.03)	154,673	225,484	(31.40)
Hotel operations	(20,047)	(16,292)	(23.05)	(54,374)	(45,578)	(19.30)
Management services	16,270	16,931	(3.90)	49,647	49,837	(0.38)
Eliminations/Adjustments	191	(1,646)		(1,206)	(1,940)	
	154,058	195,451	(21.18)	501,816	591,550	(15.17)

* Includes share of profit of an associate.

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B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTD.)

B1 Performance review (contd.)

Variance analysis by segment

Property investment — Office

Office segment remained stable backed by Triple Net Lease (TNL) and long-term leases.

Revenue and PBT for the quarter under review decreased slightly by 3.2% and 2.9% respectively due to non-cash accounting adjustments following the extension of the TNL agreement for Menara 3 and Petronas Twin Towers in November 2020.

Property investment — Retail

Revenue and PBT decreased by 36.0% and 47.0% respectively in Q3 2021 mainly due to higher provision of rental assistance compared to corresponding quarter last year.

As for YTD, the revenue and PBT declined by 22.6% and 31.4% respectively. YTD September 2020 recorded higher revenue and PBT as the Covid-19 impact was partially mitigated by the better results prior to the pandemic, ie, January and February 2020. Whereas YTD September 2021 performance depicted retail segment operating in pandemic environment.

Hotel operations

The hotel segment recorded lower revenue in Q3 2021 with low occupancy of 7.3% (2020:14.4%) and lower performance in Food & Beverage as compared to corresponding quarter last year.

YTD revenue of RM23.5 million and Loss before tax of RM54.4 million was attributed to the performance of the hotel in pandemic and Movement Control Order (MCO) conditions.

Management services

Revenue and PBT during the quarter decreased by 7.9% and 3.9% respectively mainly from lower revenue from car park income.

The YTD revenue recorded a decline by 5.1% mainly due to lower transient parking during the various phases of Movement Control Order (MCO) during the year. This is mitigated by better PBT from facilities management, resulting to slight decrease in the PBT by 0.4%.

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B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTD.)

B2 Variation of results against preceding quarter

	Quarter ended		Change %
	30-Sep-21 RM'000	30-Jun-21 RM'000	
Revenue:			
Property investment:			
Office	144,942	145,117	(0.12)
Retail	68,123	85,486	(20.31)
Hotel operations	5,897	8,544	(30.98)
Management services	58,052	58,962	(1.54)
Eliminations/Adjustments	(16,669)	(17,943)	
	260,345	280,166	(7.07)
Profit before tax:			
Property investment:			
Office *	117,971	117,591	0.32
Retail	39,673	56,495	(29.78)
Hotel operations	(20,047)	(18,228)	(9.98)
Management services	16,270	17,585	(7.48)
Eliminations/Adjustments	191	(1,360)	
	154,058	172,083	(10.47)

* Includes share of profit of an associate.

The Group ended the quarter with a decrease in revenue by 7.1% and PBT by 10.5% mainly attributed to the retail and hotel segments in line with the government's directive during the quarter.

The performance of the retail segment was affected due to the rental assistance granted to support the retailers following the movement restrictions, decreasing the revenue and PBT by 20.3% and 29.8% respectively.

As for the hotel segment, the revenue and PBT recorded a decrease of 30.7% and 10.0% mainly as the hotel experienced better performance in the previous quarter due to the Ramadhan promotional month in April 2021.

The restriction also impacted the facilities management segment particularly the car park income in line with the closure of Pusat Pemberian Vaksin (PPV) in KL Convention Centre on 22 August 2021.

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B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTD.)

B3 Prospects for financial year 2021

The Directors anticipate the gradual recovery of hotel & retail segments as Klang Valley moving into Phase 4 of National Recovery Plan (NRP). The relaxation of SOP in Phase 4 includes the re-opening of all economic sectors and offices are also allowed to operate at full capacity. Whilst this will lead to the gradual returning of the surrounding office tenants, the Directors remain cautious on the recovery post pandemic for the rest of the year.

As the Covid-19 pandemic still lingers, Suria KLCC commits to prioritise the well-being of the customers on top of the continuous effort to ensure the sustainability of the tenants.

Mandarin Oriental Kuala Lumpur reopens and ready to serve guests with various promotional packages tailoring to its guests' profile. Weekend crowds has been encouraging however, pace of economic recovery towards the end of the year is anticipated to be slow.

Office segment remains stable supported by the triple net lease agreements and long-term leases.

B4 Profit forecast

No profit forecast was issued for the financial period.

B5 Taxation

Taxation comprises the following:

	Third quarter ended		Cumulative 9 months ended	
	30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20
	RM'000	RM'000	RM'000	RM'000
In respect of the current period:				
Malaysian income tax	12,492	21,051	45,863	63,255
Deferred tax	2	(4)	(1)	(13)
	<u>12,494</u>	<u>21,047</u>	<u>45,862</u>	<u>63,242</u>

Overall effective tax rate of 8% is lower as income from KLCC REIT is not 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.

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NOTES ON THE QUARTERLY REPORT — 30 SEPTEMBER 2021**B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTD.)****B8 Status of corporate proposal announced**

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

B9 Financings

	As at 30-Sep-21		Group RM'000
	KLCCP RM'000	KLCC REIT RM'000	
Short term:			
<u>Secured</u>			
Term loans	12,184	–	12,184
Sukuk Murabahah	7,153	26,549	33,702
Lease liabilities	4,744	–	4,744
	<u>24,081</u>	<u>26,549</u>	<u>50,630</u>
Long term:			
<u>Secured</u>			
Term loans	390,830	–	390,830
Sukuk Murabahah	600,000	1,355,000	1,955,000
Lease liabilities	1,700	–	1,700
	<u>992,530</u>	<u>1,355,000</u>	<u>2,347,530</u>
	<u>1,016,611</u>	<u>1,381,549</u>	<u>2,398,160</u>

Repayment schedule:

	Within 1 year RM'000	1–2 years RM'000	2–5 years RM'000	More than 5 years RM'000	Group total RM'000
<u>KLCCP</u>					
Term loans	12,184	10,000	380,830	–	403,014
Sukuk Murabahah	7,153	–	600,000	–	607,153
Lease liabilities	4,744	1,700	–	–	6,444
	<u>24,081</u>	<u>11,700</u>	<u>980,830</u>	<u>–</u>	<u>1,016,611</u>
<u>KLCC REIT</u>					
Sukuk Murabahah	26,549	–	455,000	900,000	1,381,549
	<u>50,630</u>	<u>11,700</u>	<u>1,435,830</u>	<u>900,000</u>	<u>2,398,160</u>

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 September 2021:

	Total stapled securities	Dividend/ income distribution per stapled securities Sen	Total dividend/ income distribution payable RM'000
KLCCP ¹	1,805,333,083	0.84	15,165
KLCC REIT ^{2,3}	1,805,333,083	6.16	111,209
Group		<u>7.00</u>	<u>126,374</u>

The dividend and income distribution for KLCCP and KLCC REIT will be paid on 16 December 2021. The book closure date in respect of both the aforesaid interim dividend and income distribution is 23 November 2021.

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

² Income distribution to unitholders will be subjected to withholding tax at the following rates:

<u>Unitholders</u>	Withholding tax rate
Individuals and all other non-corporate investors such as institutional investors (resident and non-resident)	10%
Non-resident corporate investors	24%
Resident corporate investors	0%

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B11 Dividend/income distribution (contd.)

³ Distribution by KLCC REIT to unitholders are from the following sources:

	Third quarter ended		Cumulative 9 months ended	
	30-Sep-21 RM'000	30-Sep-20 RM'000	30-Sep-21 RM'000	30-Sep-20 RM'000
Revenue				
Property investment - Office	134,807	139,370	404,540	418,064
Property investment - Retail	6,455	7,452	21,816	22,346
	141,262	146,822	426,356	440,410
Profit income	657	508	1,683	1,707
	141,919	147,330	428,039	442,117
Less: Expenses	(33,119)	(34,890)	(100,788)	(104,994)
Profit for the period	108,800	112,440	327,251	337,123
Less: Non-cash items	4,687	(910)	14,607	(3,069)
Total realised income available for the period	113,487	111,530	341,858	334,054
Add: Brought forward undistributed realised income available for distribution	70,249	48,535	64,588	41,469
Total realised income available for distribution *	183,736	160,065	406,446	375,523
Less: Total income distributed for the period	–	–	(219,710)	(105,431)
Less: Income to be distributed for the quarter	(111,209)	(109,945)	(108,501)	(109,945)
Balance undistributed realised income available for distribution	72,527	50,120	78,235	160,147
Distribution per unit (sen)	6.16	5.84	18.18	5.84

* There are no unrealised losses arising during the period or brought forward from previous year.

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B EXPLANATORY NOTES PURSUANT TO PART A AND PART D OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTD.)

B12 Summary of Net Asset Value ("NAV")

	No. of units listed	NAV RM'000	NAV per unit	
			before distribution RM	after distribution RM
KLCC REIT ¹	1,805,333,083	8,086,191	4.48	4.42
KLCCP Stapled Group	1,805,333,083	13,065,886	7.24	7.17

¹ An analysis of KLCC REIT's performance based on changes in NAV and NAV per unit, after distribution, since 31 December 2020 is as follows:

	As at 30-Sep-21	As at 30-Jun-21	Changes
NAV (after distribution) (RM'000)	7,974,982	7,965,733	9,249
NAV per unit (after distribution) (RM)	4.42	4.41	0.01

B13 Profit for the period

	Third quarter ended		Cumulative 9 months ended	
	30-Sep-21 RM'000	30-Sep-20 RM'000	30-Sep-21 RM'000	30-Sep-20 RM'000
Profit for the period is arrived after charging:				
Depreciation of property, plant and equipment ¹	11,667	13,335	34,764	38,029
Allowance for impairment losses on trade receivables	2,573	267	5,728	267
Write off of receivables	—	—	2	—
(Gain)/Loss on disposal of property, plant and equipment	—	—	(6)	35

¹ Depreciation of property, plant and equipment is inclusive of depreciation resulting from MFRS 16: Leases.

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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B14 Earnings per stapled securities ("EPSS")

	Third quarter ended		Cumulative 9 months ended	
	30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20
Profit attributable to ordinary equity holders of the Company (RM'000)	26,586	44,223	98,274	136,880
Profit attributable to unitholders of KLCC REIT (RM'000)	108,800	112,440	327,251	337,123
	<u>135,386</u>	<u>156,663</u>	<u>425,525</u>	<u>474,003</u>
Weighted average number of stapled securities in issue ('000 units)	1,805,333	1,805,333	1,805,333	1,805,333
Basic EPSS (Sen)	<u>7.50</u>	<u>8.68</u>	<u>23.57</u>	<u>26.26</u>

B15 Limits or restrictions imposed under the Guidelines on Listed REITs issued by Securities Commission Malaysia ("the Guidelines")

The Group is in compliance with the limits or restrictions imposed under the Guidelines.

BY ORDER OF THE BOARD

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