

KLCC PROPERTY HOLDINGS BERHAD

200401003073 (641576-U)

(Incorporated in Malaysia)

KLCC REAL ESTATE INVESTMENT TRUST

(a real estate investment trust constituted under the laws of Malaysia)

**RECURRENT RELATED PARTY TRANSACTIONS
OF A REVENUE OR TRADING NATURE**

1.0 INTRODUCTION

Pursuant to Paragraph 10.09(1)(a) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Boards of Directors of KLCC Property Holdings Berhad ("KLCCP" or "the Company") and KLCC REIT Management Sdn Bhd ("KLCCRM") wish to announce that KLCCP Stapled Group have, in the ordinary course of business entered into Recurrent Related Party Transactions ("RRPTs") as disclosed in *Annexure I*, and that the aggregated percentage ratio for such RRPTs is at 1.06% for the period from August 2020 to April 2021.

2.0 RATIONALE

The RRPTs are necessary for the day-to-day operations and within the ordinary course of business of the KLCCP Stapled Group. The RRPTs are made on arm's length basis and on normal commercial terms which are not more favourable to the related parties than those generally available to the public.

3.0 INTERESTED DIRECTORS/MAJOR STAPLED SECURITIES HOLDERS

| Interested Directors/ Major Stapled Securities Holders | Relationship |
|--|--|
| Tan Sri Ahmad Nizam bin Salleh <i>(Chairman/Non-Independent Non-Executive Director)</i> | Tan Sri Ahmad Nizam bin Salleh is a Director and Chairman of KLCCP. He is also a Director and Chairman of KLCC REIT Management Sdn Bhd ("KLCCRM"), KLCC (Holdings) Sdn Bhd ("KLCCH") and Petroliam Nasional Berhad ("PETRONAS"). |

| Interested Directors/ Major Stapled Securities Holders | Relationship |
|---|--|
| Puan Liza binti Mustapha <i>(Non-Independent Non-Executive Director)</i> | Puan Liza binti Mustapha is a Director and member of Audit Committees of KLCCP and KLCCRM as well as being the Group Chief Financial Officer of PETRONAS. |
| Encik Md. Shah bin Mahmood <i>(Executive Director / Chief Executive Officer)</i> | Encik Md Shah bin Mahmood is the Chief Executive Officer and Director of KLCCP and KLCCRM. He is also a Director and the Group Chief Executive Officer of KLCCH. |
| KLCCH <i>(Major holder of Stapled Securities)</i> | KLCCH is a major holder of Stapled Securities with 64.677% direct interest. |
| PETRONAS <i>(Major holder of Stapled Securities)</i> | PETRONAS is a major holder of Stapled Securities with 2.261% direct and 64.677% indirect interest by virtue of PETRONAS 100% direct interest in KLCCH. |

Save as disclosed above, none of other Directors of KLCCP and KLCCRM, and/or major holder(s) of Stapled Securities and/or person(s) connected with them, has any interest, direct and/or indirect, in the said RRPTs.

4.0 FINANCIAL EFFECTS

The RRPTs do not have any material effect on the earnings per share, net assets per share and gearing, and do not have any effect on share capital as well as direct and/or indirect interest of the substantial Stapled Securities holders.

5.0 STATEMENT BY AUDIT COMMITTEE

The Audit Committees of KLCCP and KLCCRM, with the exception of Interested Directors, having considered the rationale of the RRPTs, and are of the view that those RRPTs are:

- (a) fair, reasonable and on normal commercial terms;
- (b) not detrimental to the interests of the minority holders of Stapled Securities; and
- (c) in the best interest of the KLCCP Stapled Group.

6.0 STATEMENT BY DIRECTORS

The Boards of KLCCP and KLCCRM, with the exception of Interested Directors, have considered all aspect of those RRPTs and are of the view that the RRPTs are established on normal commercial terms, in the best interest of KLCCP Stapled Group and not detrimental to the interests of the minority holders of Stapled Securities.

7.0 APPROVALS REQUIRED

The RRPTs are not subject to the approval of the holders of Stapled Securities or any relevant authorities.

This announcement is dated 10 May 2021.

Annexure I

| KLCCP/Subsidiaries of KLCCP | Transacting Parties | Nature of Transaction | Value of Transaction (RM' Million) |
|--|---|---------------------------------|---|
| KLCC Urusharta Sdn Bhd | KLCCH subsidiaries | Facilities management services | 7.8 |
| KLCC Urusharta Sdn Bhd | KLCCH related companies | Technical consultant services | 0.2 |
| KLCC Urusharta Sdn Bhd | PETRONAS and PETRONAS related companies | Facilities management services | 84.8 |
| (a) KLCC Urusharta Sdn Bhd (b) KLCC Parking Management Sdn Bhd (c) KLCC REIT Management Sdn Bhd for KLCC Real Estate Investment Trust (d) Kompleks Dayabumi Sdn Bhd | KLCC Projek Services Sdn Bhd | Project management services | 4.2 |
| KLCC Parking Management Sdn Bhd | PETRONAS related companies | Car park profit sharing | 0.1 |
| KLCC Parking Management Sdn Bhd | KLCCH subsidiaries | Car park profit sharing | 1.0 |
| Kompleks Dayabumi Sdn Bhd | PETRONAS | Rental of office building | 28.8 |
| (a) Suria KLCC Sdn Bhd | Gas District Cooling (M) Sdn Bhd | Chilled water supply | 10.5 |
| (b) Asas Klasik Sdn Bhd | | | |
| KLCCP and subsidiaries | PETRONAS | Centralised support services | 2.3 |
| Suria KLCC Sdn Bhd | KLCCH subsidiaries | Management fee of retail centre | 0.7 |
| Total for the period from August 2020 to April 2021 | | | 140.3 |
| Percentage Ratio | | | 1.06% |