



For immediate release

NEWS RELEASE

**CapitaLand Malaysia Trust signs agreement to acquire its first logistics property for RM80 million**

***Proposed acquisition of property in Penang marks CLMT's entry into Malaysia's logistics sector***

**Kuala Lumpur, 7 June 2022** – CapitaLand Malaysia Trust (formerly known as CapitaLand Malaysia Mall Trust or CLMT) has entered into a sale and purchase agreement to acquire two plots of contiguous freehold land and industrial properties erected therein in Sungai Jawi, Penang (the Logistics Property). This marks CLMT's entry into Malaysia's logistics sector after the expansion of its investment mandate beyond the retail sector to include properties in commercial, office and industrial asset classes<sup>1</sup>.

CLMT intends to fund the total consideration of RM80 million for the Logistics Property with bank borrowings. Post-transaction, CLMT's gearing will increase from 35.9% to 37.2%, which remains well below the regulatory limit of 50%. The proposed acquisition will contribute positively to CLMT's earnings and is accretive at the distribution level. Subject to the fulfilment of conditions precedent, the proposed acquisition is expected to be completed in 2H 2022.

Sitting on a land area of approximately 12.6 acres, the Logistics Property has a net lettable area (NLA) of approximately 335,000 square feet (sq ft) with quality tenants operating in the logistics sector. Located in Kawasan Perusahaan Valdor in Sungai Jawi, the freehold Logistics Property has excellent accessibility, due to its close proximity to the Batu Kawan Industrial Park and connectivity to the North South Highway and Penang Second Bridge. Often dubbed the Silicon Valley of the East, Penang is a key industrial hub in Malaysia that has attracted a mix of foreign multinational corporations and local large companies from the electrical and electronics, machinery and equipment, and medical technology sectors.

Mr Tan Choon Siang, CEO of CapitaLand Malaysia REIT Management Sdn. Bhd. (formerly known as CapitaLand Malaysia Mall REIT Management Sdn. Bhd.), the manager of CLMT, said: "Following the expansion of CLMT's investment mandate in June 2021, we are pleased to embark on the acquisition of our maiden logistics property, which is well-placed to benefit from Penang's growing importance as one of the most dynamic industrial hubs in Malaysia. We believe the demand for logistics warehouses in Malaysia remains strong and resilient. The proposed acquisition is in line with CLMT's objectives to deliver long term and sustainable returns to unitholders by acquiring quality properties with stable recurring income. It will enable CLMT to gain a foothold in Malaysia's logistics sector with a sizeable property measuring about 335,000 sq ft in NLA, paving the way for our next chapter of growth. We

---

<sup>1</sup> Including but not limited to business parks, logistics facilities, warehouses, distribution centres, data centres and integrated developments.

expect the proposed acquisition to contribute positively to CLMT's earnings upon its completion."

### **Summary of Logistics Property**

<b>Location</b>	No. 1564, MK12, Jalan Nafiri, Kawasan Perusahaan Valdor, 14200 Sungai Jawi, Pulau Pinang comprises two plots of contiguous freehold land held under: (i) GM448, Lot No 1628, Mukim 12, Tempat Ladang Valdor, Daerah Seberang Perai Selatan, Negeri Pulau Pinang; and (ii) GM450, Lot No 1630, Mukim 12, Tempat Ladang Valdor, Daerah Seberang Perai Selatan, Negeri Pulau Pinang.
<b>Property description</b>	<ul style="list-style-type: none"> <li>• A single-storey warehouse annexed to a double-storey office building; and</li> <li>• Two single-storey detached warehouses and other ancillary buildings.</li> </ul>
<b>Land area</b>	12.6 acres (approximately 549,000 sq ft)
<b>Land tenure</b>	Freehold
<b>Net lettable area</b>	Approximately 335,000 sq ft

CLMT's existing portfolio comprises five shopping malls and a complementary office block located across three key urban centres in Malaysia. They are Gurney Plaza in Penang; three properties in Klang Valley – a majority interest in Sungei Wang Plaza in Kuala Lumpur; 3 Damansara and 3 Damansara Office Tower in Petaling Jaya; and The Mines in Seri Kembangan; and East Coast Mall in Kuantan, Pahang.

### **About CapitaLand Malaysia Trust ([www.clmt.com.my](http://www.clmt.com.my))**

Listed on the Main Market of Bursa Malaysia Securities Berhad on 16 July 2010, CapitaLand Malaysia Trust (CLMT), formerly known as CapitaLand Malaysia Mall Trust, is a real estate investment trust (REIT) with an income-producing and geographically diversified portfolio of quality assets strategically located across three key urban centres in Malaysia.

With a net lettable area of approximately 3.1 million square feet, CLMT's portfolio comprises five shopping malls and a complementary office block: Gurney Plaza in Penang; three in Klang Valley – a majority interest in Sungei Wang Plaza in Kuala Lumpur; 3 Damansara and 3 Damansara Office Tower in Petaling Jaya; and The Mines in Seri Kembangan; and East Coast Mall in Kuantan, Pahang. With a market capitalisation of approximately RM1.2 billion as at 31 March 2022, the total asset value of CLMT is about RM3.9 billion.

CLMT's investment objective is to invest, on a long-term basis, in income-producing real estate which is primarily used for retail, commercial, office and industrial purposes in Malaysia. CLMT is managed by CapitaLand Malaysia REIT Management Sdn. Bhd. (formerly known as CapitaLand Malaysia Mall REIT Management Sdn. Bhd.) – a joint venture between Singapore-

listed CapitaLand Investment Limited and Malaysian Industrial Development Finance Berhad (MIDF).

**About CapitaLand Investment Limited ([www.capitalandinvest.com](http://www.capitalandinvest.com))**

Headquartered and listed in Singapore, CapitaLand Investment Limited (CLI) is a leading global real estate investment manager (REIM) with a strong Asia foothold. As at 31 March 2022, CLI had about S\$124 billion of real estate assets under management, and about S\$86 billion of real estate funds under management (FUM) held via six listed real estate investment trusts and business trusts, and 29 private funds across the Asia-Pacific, Europe and USA. Its diversified real estate asset classes cover integrated developments, retail, office, lodging, business parks, industrial, logistics and data centres.

CLI aims to scale its FUM and fee-related earnings through its full stack of investment management and operating capabilities. As the listed investment management business arm of the CapitaLand Group, CLI has access to the development capabilities of and pipeline investment opportunities from CapitaLand's development arm. Being a part of the well-established CapitaLand ecosystem differentiates CLI from other REIMs.

As part of the CapitaLand Group, CLI places sustainability at the core of what it does. As a responsible real estate company, CLI contributes to the environmental and social well-being of the communities where it operates, as it delivers long-term economic value to its stakeholders.

---

**Issued by: CapitaLand Malaysia REIT Management Sdn. Bhd. (formerly known as CapitaLand Malaysia Mall REIT Management Sdn. Bhd.) (Regn. No. 200801018055 (819351-H))**

Analyst and media contact

Jasmine Loo

Senior Manager, Investor Relations & Corporate Communications

Tel: +60 3 2279 9873

Email: [jasmine.loo@capitaland.com](mailto:jasmine.loo@capitaland.com)

**IMPORTANT NOTICE**

This release may contain forward-looking statements. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, availability of real estate properties, competition from other developments or companies, shifts in customer demands, shifts in expected levels of occupancy rate, property rental income, charge out collections, changes in operating expenses (including employee wages, benefits and training, property operating expenses), governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business.

You are cautioned not to place undue reliance on these forward-looking statements, which are based on the current view of management regarding future events. No representation or warranty expressed or implied is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information or opinions contained in this release. Neither CapitaLand Malaysia REIT Management Sdn. Bhd. (Manager) nor any of its affiliates, advisers or representatives shall have any liability whatsoever (in negligence or otherwise) for any loss howsoever arising, whether directly or indirectly, from any use, reliance or distribution of this presentation or its contents or otherwise arising in connection with this release.

The past performance of CapitaLand Malaysia Trust (CLMT) is not indicative of future performance. The listing of the units in CLMT (Units) on the Bursa Malaysia Securities Berhad (Bursa Malaysia) does not guarantee a liquid market for the Units. The value of the Units and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, the Manager. An investment in the Units is subject to investment risks, including the possible loss of the principal amount invested. Investors have no right to request that the

Manager redeem or purchase their Units while the Units are listed on the Bursa Malaysia. It is intended that holders of Units may only deal in their Units through trading on the Bursa Malaysia.

This release is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for the Units.