

ATRIUM REAL ESTATE INVESTMENT TRUST

SUMMARY OF KEY FINANCIAL INFORMATION

31/12/2008

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER	CORRESPONDING QUARTER	TO DATE	CORRESPONDING PERIOD
	31/12/2008	31/12/2007	31/12/2008	31/12/2007
	RM'000	RM'000	RM'000	RM'000
1 Revenue	3,423	3,423	13,691	10,141
2 Profit/(loss) before tax	9,232	2,605	17,112	7,961
3 Profit/(loss) after tax and minority interest	9,232	2,605	17,112	7,961
4 Net profit/(loss) for the period	9,232	2,605	17,112	7,961
5 Basic earnings/(loss) per share (sen)	7.58	2.14	14.05	6.53
6 Dividend per share (sen)	2.15	2.30	8.40	6.50
			AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7 Net assets per share (RM)			1.0582	1.0033

ATRIUM REAL ESTATE INVESTMENT TRUST**Interim financial report on result for the financial quarter ended 31 December 2008**

The figures have not been audited.

CONDENSED INCOME STATEMENTS

	CURRENT QUARTER 01/10/2008 TO 31/12/2008 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2007 RM'000	CURRENT YEAR TO DATE 31/12/2008 RM'000	PRECEDING YEAR TO DATE 31/12/2007 RM'000
GROSS RECEIPTS	3,423	3,423	13,691	10,141
PROPERTY OPERATING EXPENSES	(328)	(249)	(1,065)	(664)
NET PROPERTY INCOME	3,095	3,174	12,626	9,478
OTHER INCOME	160	146	612	461
CHANGE IN FAIR VALUE OF INVESTMENT PROPERTIES *	6,800	0	6,800	0
TRUST EXPENSES	(340)	(257)	(1,074)	(647)
FINANCE COSTS	(482)	(459)	(1,852)	(1,330)
INCOME BEFORE TAXATION	9,232	2,605	17,112	7,961
TAXATION	0	0	0	0
DISTRIBUTABLE INCOME	9,232	2,605	17,112	7,961
PROVISION FOR INCOME DISTRIBUTION	(2,619)	(2,801)	(10,231)	(7,917)
NET INCOME RETAINED	6,614	(196)	6,881	44
EARNINGS PER UNIT (SEN)	7.58	2.14	14.05	6.54
GROSS DISTRIBUTION PER UNIT (SEN)	2.15	2.30	8.40	6.50

* Change in Fair Value of Investment Properties relates to the revaluation surplus that arose from revaluation of Atrium Shah Alam 1, Atrium Shah Alam 2, Atrium Puchong and Atrium Rawang. This is unrealised income and is not available for income distribution.

The Condensed Income Statement should be read in conjunction with the Audited Financial Statements for the period ended 31st December 2007 and the accompanying explanatory notes. The comparative financial information for corresponding period represents result for the period from 2nd April 2007 (listing date) to 31 December 2007

ATRIUM REAL ESTATE INVESTMENT TRUST

INTERIM FINANCIAL REPORT

CONDENSED BALANCE SHEET

	AS AT 31/12/2008 (Unaudited) RM'000	AS AT 31/12/2007 (Audited) RM'000
ASSETS		
Investment Properties	161,600	154,800
Other receivables	511	1,660
Deposits with licensed financial institution	17,750	16,565
Bank balance	2,165	373
TOTAL ASSETS	<u>182,026</u>	<u>173,397</u>
LIABILITIES		
Trade payables	33	17
Other payables	8,097	7,483
Short term loan	45,000	43,700
Provision for income distribution	2,619	2,801
TOTAL LIABILITIES	<u>55,749</u>	<u>54,001</u>
NET ASSET VALUE	<u>126,277</u>	<u>119,396</u>
UNITHOLDERS' FUNDS		
Unitholders' capital	121,801	121,801
Listing expenses	(2,449)	(2,449)
Retained income	6,925	44
TOTAL UNITHOLDERS' FUNDS	<u>126,277</u>	<u>119,396</u>
Net asset value per unit (RM)		
- before proposed distribution	1.0582	1.0033
- after proposed distribution	1.0367	0.9803

The Condensed Balance Sheet should be read in conjunction with the Audited Financial Statements for the period ended 31st December 2007 and the accompanying explanatory notes.

ATRIUM REAL ESTATE INVESTMENT TRUST

INTERIM FINANCIAL REPORT

CONDENSED CASH FLOW STATEMENT FOR THE QUARTER ENDED 31 DECEMBER 2008

	For the quarter ended 31/12/2008 RM'000	2/4/2007 to 31/12/2007 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	9,232	7,961
Adjustments for:		
Gain on disposal of bond fund	0	(133)
Change in fair value of investment properties	(6,800)	0
Interest income	(160)	(328)
Interest expense	482	1,330
Operating profit before changes in working capital	2,755	8,830
Decrease/(Increase) in receivables	200	(1,660)
(Decrease)/Increase in payables	730	7,500
Cash generated from operating activities	3,684	14,670
Tax paid	0	0
Net cash generated from operating activities	3,684	14,670
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of asset	0	(154,800)
Interest income	160	328
Investment in bond fund	0	(8,000)
Proceeds from disposal of bond fund	0	8,133
Net cash generated from investing activities	160	(154,339)
CASH FLOW FROM FINANCING ACTIVITIES		
Unitholders' capital	0	121,801
Interest paid	(482)	(1,330)
Listing expenses	0	(2,449)
Borrowings	0	43,700
Distribution to Unitholders	(2,558)	(5,116)
Net cash used in financing activities	(3,040)	156,606
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	804	16,937
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	19,111	0
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD (a)	19,916	16,937
Note (a)	31/12/2008	31/12/2007
Cash and cash equivalents	RM'000	RM'000
Bank balance	2,165	373
Deposits with licensed financial institution	17,750	16,565
Cash and cash equivalent at end of the period	19,916	16,937

The Condensed Cashflow Statement should be read in conjunction with the Audited Financial Statements for the period ended 31st December 2007 and the accompanying explanatory notes. The comparative financial information for corresponding period represents result for the period from 2nd April 2007 (listing date) to 31 December 2007

ATRIUM REAL ESTATE INVESTMENT TRUST

INTERIM FINANCIAL REPORT

**CONDENSED STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE YEAR ENDED 31 DECEMBER 2008**

	Unitholders'	---Distributable---		
	capital	Undistributed Income		
	RM'000	- realised	unrealised	Total
1 January 2008 to 31 December 2008	RM'000	RM'000	RM'000	RM'000
At 1 January 2008	119,352	44	0	119,396
Operations for the period from 1 January 2008 to 31 December 2008				
Net income for the period	0	10,312	6,800	17,112
Increase in net assets resulting from operations	<u>0</u>	<u>10,312</u>	<u>6,800</u>	<u>17,112</u>
Unitholders' transactions				
Distribution to unitholders				
- Provision	0	(2,618)	0	(2,618)
- Paid	0	(7,613)	0	(7,613)
Decrease in net asset resulting from unitholders' transaction	<u>0</u>	<u>(10,231)</u>	<u>0</u>	<u>(10,231)</u>
At 31 December 2008	<u>119,352</u>	<u>125</u>	<u>6,800</u>	<u>126,277</u>

ATRIUM REAL ESTATE INVESTMENT TRUST**INTERIM FINANCIAL REPORT****CONDENSED STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE PERIOD ENDED 31 DECEMBER 2007**

	Unitholders' capital RM'000	---Distributable--- Undistributed Income - realised RM'000	Total RM'000
2 April 2007 to 31 December 2007			
At 2 April 2007	1	0	1
Operations for the period from 2 April 2007 to 31 December 2007			
Net income for the period	0	7,961	7,961
Increase in net assets resulting from operations	0	7,961	7,961
Unitholders' transactions			
Creation of units	121,800	0	121,800
Establishment and issue expenses	(2,449)	0	(2,449)
Distribution to unitholders			
- Provision	0	(2,801)	(2,801)
- Paid	0	(5,115)	(5,115)
Decrease in net asset resulting from unitholders' transaction	119,351	(7,917)	111,434
At 31 December 2007	119,352	44	119,396

The Condensed Statement of Changes in Net Asset Value should be read in conjunction with the Audited Financial Statements for the period ended 31st December 2007 and the accompanying explanatory notes. The comparative financial information for corresponding period represents result for the period from 2nd April 2007 (listing date) to 31 December 2007

ATRIUM REAL ESTATE INVESTMENT TRUST

Unaudited Quarterly Financial Results for the Quarter ended 31 December 2008

NOTES TO THE QUARTERLY REPORT

A1. Basis Of Preparation

The quarterly financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard (FRS) 134: Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of the Bursa Malaysia Securities Berhad.

The accounting policies and methods of computation used in the preparation of the quarterly financial report are consistent with those adopted in the preparation of the audited financial information of Atrium Real Estate Investment Trust (“Atrium REIT”) for the year ended 31 December 2007.

A2. Audit Report Of Preceding Financial Year Ended 31 December 2007

The Auditors Report on the financial statements of the preceding financial year was not qualified.

A3. Seasonality Or Cyclicity Of Operations

The business operations of Atrium REIT are not materially affected by any seasonal or cyclical factor.

A.4 Exceptional Or Unusual Items

There were no unusual items to be disclosed for the quarter under review.

A.5 Changes In Estimates Of Amounts Reported

This is not applicable as no estimates were previously reported.

A.6 Changes In Debt And Equity Securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current financial quarter. The outstanding debt is disclosed in Note B9.

A.7 Income Distribution

Based on the fourth quarter result ended 31 December 2008, there will be an interim distribution of 2.15 sen per unit, amounting to RM2,618,721.50 to be made on the 6 March 2009.

A.8 Segment Reporting

No segment information is prepared as Atrium REIT’s activities are predominantly in one industry segment and occur predominantly in Malaysia.

A.9 Valuation Of Property, Plant & Equipment

For the quarter under review, there was an amount of RM6,800,000 arising from surplus of the appraised values of the original 4 IPO properties over their respective book values as at 30 September 2008.

A10. Material Events

There is no material event subsequent to the end of the interim period.

A11. Changes In The Composition Of Atrium Reit

There is no change in composition of Atrium REIT for the current financial quarter.

A12. Changes In Contingent Liabilities

There is no contingent liability to be disclosed.

B. ADDITIONAL INFORMATION PURSUANT TO PARAGRAPH 9.22 OF BURSA MALAYSIA LISTING REQUIREMENTS.

B1. Review Of Performance

For the quarter ended 31 December 2008, Atrium REIT recorded gross revenue and profit before taxation of RM3,422,788 and RM9,232,372 respectively. Included in the profit before taxation is the fair value adjustment of investment properties amounting to RM6,800,000. Total expenditure for the quarter under review was RM1,150,127 of which RM328,056 is attributable to property expenses and RM822,071 to non property expenses.

B2. Comparison with Preceding Quarter

	Current Quarter 01.09.08 to 30.12.08 RM'000	Preceding Quarter 01.07.08 to 30.09.08 RM'000
Gross revenue	<u>3,423</u>	<u>3,423</u>
Net Profit before taxation	9,232	2,677
Taxation	0	0
Net Profit after taxation	<u>9,232</u>	<u>2,677</u>

B3. Prospects

Atrium REIT, after considering the strength of its existing industrial real estate portfolio which is 100% leased to multi-national corporations and its growth strategy to actively pursue quality

acquisitions, is confident in achieving the expected performance for financial year ending 31 December 2008 as disclosed in the prospectus dated 28 February 2007.

B.4 Profit Forecast Variances

In the Prospectus dated 28 February 2007, Atrium REIT projected gross revenue of RM13.75 million and profit before taxation of RM10.10 million for the financial year ending 31 December 2008. As at the date of current review, Atrium REIT's gross revenue and profit before taxation for the year amounts to RM13.69 million and RM17.11 million respectively, exceeding the profit before taxation projected in the Prospectus by 69.4%. The Trust's performance was boosted by revaluation gain of RM6.80 million for its portfolio of investment properties.

B.5 Taxation

Pursuant to the present tax system for Real Estate Investment Trust ("REIT"), a REIT will be fully exempted from income tax provided at least 90% of its income is distributed to unitholders with effect from the year of assessment 2007.

B.6 Sales of Unquoted Investment and /or Properties

There was no sale of unquoted investment or properties during the current financial quarter.

B.7 Quoted Investment

There was no sale of quoted investment or properties during the current financial quarter.

B.8 Corporate Development

There was no corporate proposal announced during the current financial quarter.

B.9 Borrowings and Debt Securities

The borrowing of RM45.0 million is a short term revolving credit with 5 years maturity and secured.

The STRC facility interest ranged from 4.23% to 4.25% per annum during the financial quarter.

The financial institution took a first legal charge over two investment properties valued at RM67.2 million as their securities. This financing facility has a maturity of 5 years from the date of first drawdown and will be repaid in full via a bullet repayment at maturity or renew for a further 5 years.

B10. Off Balance Sheet Financial Instruments

No off balance sheet financial instruments were utilised for the current financial quarter

B11. Material litigation

There was no material litigation as at the end of current financial quarter.

B12.Income distribution

The Board of Atrium Reit Managers Sdn Bhd has declared a final income distribution of 2.15 sen of the profit after taxation (realised) for the quarter ended 31 December 2008, to be paid on 6 March 2009 to the unitholders registered in the Record of Depositors on 13 February 2009.

Withholding tax will be deducted for distribution made to the following types of unitholders :

- Resident individual (withholding tax at 10%)
- Non Resident individual (withholding tax at 10%)
- Resident institutional investors (withholding tax at 10%)
- Non-resident institutional investors (withholding tax at 10%)
- Resident companies (No withholding tax. Subject to corporate tax at prevailing rate of 25%)
- Non-resident companies (withholding tax at 25% for Year of Assessment 2009)

B13.Distribution Per Unit

The distribution per unit of the Trust has been computed by dividing the provision for income distribution for the current financial quarter by the total number of units in issue during the current financial quarter.

	Current Quarter 01.10.08 to 31.12.08	Preceding Quarter 01.07.08 to 30.09.08
Provision for income distribution (RM)	<u>2,618,722</u>	<u>2,557,821</u>
Number of units in issue (units)	<u>121,801,000</u>	<u>121,801,000</u>
Distribution per unit (sen)	<u>2.15</u>	<u>2.10</u>

By Order of the Board
Ho Hea Ming
Secretary
Atrium Reit Managers Sdn Bhd
Company No: 710526-V
(As the Manager of Atrium Real Estate Investment Trust)
Kuala Lumpur
Dated: 23 January 2009