

SGX-ST ANNOUNCEMENT

For immediate release

RESPONSES TO QUERIES ON THE HALF-YEAR FINANCIAL STATEMENTS OF FRASERS LOGISTICS & COMMERCIAL TRUST FOR THE PERIOD ENDED 31 MARCH 2022

The board of directors (the “**Board**”) of Frasers Logistics & Commercial Asset Management Pte. Ltd., in its capacity as manager of Frasers Logistics & Commercial Trust (“**FLCT**”, and as manager of FLCT, the “**Manager**”), wishes to announce the following in response to queries received from the Singapore Exchange Regulation (“**SGX RegCo**”) on 24 May 2022 relating to FLCT’s half-year financial statements for the period ended 31 March 2022 (“**1H Results**”).

Queries:

It is noted that the cash and cash equivalents for the Group as at 31 March 2022 was \$997.2m. Please clarify:-

- (i) the increase in cash and cash equivalents from \$140.4m in 30 September 2021, to \$997.2m in 31 March 2022;
- (ii) the Company’s plans to utilize the cash and cash equivalents in the near future; and
- (iii) why interest income for the period amounted to only \$6k when the Company had significant cash and bank balance amounting to \$997.2m as at 31 March 2022.

Responses:

- (i) The increase in cash and cash equivalents was mainly accounted for by the sale proceeds received from the disposal of Cross Street Exchange in Singapore (the “**Divestment**”), the details of which are set out in the announcement of FLCT on 25 January 2022 (the “**Divestment Announcement**”). The Divestment was completed on 31 March 2022 (as announced on 31 March 2022) and the sale proceeds of S\$803.3 million¹ were recorded as cash and cash equivalents as at 31 March 2022.
- (ii) As set out in the Divestment Announcement, the net proceeds from the Divestment may be used to fund potential acquisition opportunities, finance capital expenditure, repay existing debt, make distributions to unitholders of FLCT and/or other general corporate requirements. In April 2022, S\$395 million of such proceeds have been utilised for debt repayment. In addition, as noted in FLCT’s announcement on 19 May 2022, the acquisition of a prime freehold suburban commercial property in Mount Waverley, Victoria, Australia at a total cost amounting to A\$65.0 million (approximately S\$63.1 million), was funded from the proceeds of the Divestment.
- (iii) S\$803.3 million¹ of the S\$997.2 million in cash was accounted for by the sale proceeds from the Divestment, which was deposited into the bank account on 31 March 2022 with minimal time to accrue interest for the period reported in the 1H Results.

¹ Based on divestment consideration for Cross Street Exchange of S\$810.8 million and taking into account adjustments as at completion in accordance with the sale and purchase agreement.

BY ORDER OF THE BOARD

Frasers Logistics & Commercial Asset Management Pte. Ltd.
As manager of Frasers Logistics & Commercial Trust
Company Registration No: 201528178Z

Catherine Yeo
Company Secretary
27 May 2022