

TOWER REAL ESTATE INVESTMENT TRUST

VARIANCE OF UNAUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2007 COMPARED TO FORECAST RESULTS IN THE CIRCULAR DATED 14 FEBRUARY 2007

	ACTUAL RM'000	CIRCULAR RM'000	VARIANCE RM'000	%
Gross Revenue	40,323	39,219	1,104	2.8%
Property operating expenses	(8,996)	(10,927)	1,931	17.7%
Net property income	31,327	28,292	3,035	10.7%
Interest income	420	283	137	48.4%
Net non-property expenses	29	-	29	NA
Trust expenses	(2,499)	(2,555)	56	2.2%
Borrowing cost	(5,490)	(6,679)	1,190	17.8%
	23,787	19,341	4,446	23.0%
Fair value adjustment of investment properties	82,402	-	82,402	NA
Income before taxation	106,189	19,341	86,847	449.0%
Taxation	-	-	-	-
Net income for the year	106,189	19,341	86,847	449.0%
<u>Net income for the year is made up as follows:</u>				
- Realised	23,787	19,341	4,446	23.0%
- Unrealised - fair value adjustment on investment properties	82,402	-	82,402	NA
	106,189	19,341	86,847	449.0%