

IGB REIT Q2 net profit lower on rental aid for tenants, drop in car park income

PETALING JAYA: IGB Real Estate Investment Trust's (IGB REIT) net profit tumbled 75% to RM19.5 million for the second quarter ended June 30, compared with RM77.93 million in the same quarter of the previous year mainly due to the rental support provided to tenants and lower car

park income arising from the Covid-19 pandemic and resulting movement control order.

Revenue for the period stood at RM61.98 million, a 54.1% decline from RM134.97 million in the previous year.

For Q2'20, the manager has

approved a distribution of 62 sen per unit payable on Aug 28, 2020.

For the first half of the year, its net profit fell 45.4% to RM87.85 million, from RM160.81 million for the corresponding period of the previous year.

Revenue for the period stood at

RM186.99 million, a 32.3% fall from RM276.21 million.

In its Bursa disclosure, the group related that Retail Group Malaysia has revised its total retail sales forecast for 2020 to RM101.6 billion compared with RM112.5 billion in the previous year.

It noted that this is the first time the retail industry has contracted since the 1998 Asian financial crisis.

"Despite the grim outlook and many challenges ahead, IGB REIT is determined to stay resilient throughout the Covid-19 pandemic," it said in its filing.