1. Operational Overview

LLR’s portfolio is skewed towards industrial and leisure properties. These sectors have been performing satisfactorily despite the current challenges faced by the property market.

The company has however seen a marginal decline in revenue during the 1st half of the year from P23.8 million in December 2015 to P23.0 million in the current period. This drop is as a result of vacancies experienced during the period. However the performance is anticipated to improve by year end since tenants have been returning to the vacant units.

2. Financial Performance

The company has reported a satisfactory performance in the first half of the year despite the decline in revenue. The profit before tax has declined by 1.6% from P22.0 million in the previous year to P21.0 million in the period under review. However, the results have been influenced by the increase in rental income.

3. Distributions

The Board of Directors has declared distributions comprising of a dividend of 0.05 thebe and 6.19 per cent of the book value of the property portfolio. The declaration of 0.05 thebe per unit is payable to linked unit holders registered as at the close of business on the 15th April 2016. The distribution will be executed by the Transfer Secretary on or about 29th April 2016. In line with the requirements of the Transfer Agent Act 53:11, withholding tax on the applicable rate will be deducted by the Company from interest paid to unit holders unless they have specifically requested to be exempted.

4. Governance

The Board of Directors recognizes the need to conduct the business of the Company with integrity and in accordance with generally accepted practices and endorses the internationally recognized principles of corporate governance.

5. Capital Commitments and Contingent Liabilities

The Company has no capital commitments or contingent liabilities as at 31 December 2015.

6. Property Portfolio Information

Linked units in issue 280M

Earnings per linked unit 9.6