

**Arif Habib Dolmen REIT  
Management Limited**

Condensed Interim Financial  
Statements for the period ended  
**September 30, 2020**

# **Arif Habib Dolmen REIT Management Limited**

## **Directors' Report**

### **For the Quarter Ended 30 September 2020**

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The Board of Directors of Arif Habib Dolmen REIT Management Limited (RMC) are pleased to present the Condensed interim financial statements of the Company for the quarter ended on 30 September 2020.

#### **Operational and Financial Results**

Dolmen City REIT, remained the backbone of RMC's income. The Scheme's Net Operating Income over the period has shown a decline of 32.72%, which is a result of rental waivers provided to tenants, amounting to PKR 519.62 million as compared to PKR 772.32 million during the corresponding period.

With the decrease in profitability of the Scheme, the RMC earned a management fee amounting to PKR 15.58 million as compared to PKR 23.16 million during the corresponding period. The administrative expenses of the RMC for the period were PKR 14.52 million as compared to PKR of 13.82 million during the corresponding period which resulted in gross profit for the period amounting to PKR 1 million as compared to PKR 9 million during the corresponding period. The RMC has also earned PKR 1.6 million (30 Sept 2019: PKR 0.9 million) from markup on bank deposits and PKR 1.5 million as dividend income from the units of Dolmen City REIT. The unrealized loss on units of Dolmen City REIT, bought by RMC with surplus cash, is PKR 0.6 million. The RMC has posted a loss after tax amounting to PKR 1.27 million as compared to a profit of PKR 7.8 million in the corresponding period last year. This has translated into earning per share of PKR 0.06 for the period as compared to earnings per share of PKR 0.39 during the previous year.

#### **Taxation Reforms**

The REIT management company has been advocating multiple taxation reforms for REIT's survival in Pakistan. Exuberant dividend taxation on investing in REITs (which is 25%; compared with 15% when investing in mutual funds – under Division III of the First Schedule, Part-I of the Income Tax Ordinance 2001 'ITO'); Capital Gains taxation on non-cash gains (under section 99A of the Second Schedule of the ITO) and Advance taxation (under section 236C and section 236K of the ITO) on transfers of property to REIT schemes (whereby property transfers in the name of REIT's Trustee is an additional step which is not required in any other form of organization) have almost halted growth of REITs.

It is fundamental for the growth of REITs that the legal framework and taxation regime remain supportive and consistent in the longer term. It must be recognized that REITs are an important investment vehicle and have the potential of bringing several benefits to the economy. These range from improving documentation of real estate transactions, bringing accuracy to property valuations, enhancing the government revenue and allowing small savers to take exposure in real estate thereby promoting savings. It is important that REITs are supported at all levels and benefits that are available to REITs in the province of Sindh are extended throughout the country for their proliferation. In a real estate project, public money inevitably gets involved in the form of customer advances. Therefore, such business should be undertaken by regulated corporate entities such as REITs.

**Future outlook**

REITs are an important investment vehicle for the documentation of real estate sector and deepening of capital markets, therefore it is vital that REITs are supported at all levels. As of now, REITs are at a severe disadvantage in comparison with all other organizational forms such as proprietorship, partnership or a private or public limited company in Pakistan.

Like in every past year, we persevere in our effort to propose favorable changes in the taxation regime for REITs in the relevant sections of government.

We are evaluating a number of REIT opportunities which await rationalization of the taxation regime applied to REITs. We are optimistic that with a renewed interest by the government to identify and address impediments to growth of this important sector, it will not be long before REITs will be the mode of choice for significant real estate transactions.

**Related Party Transaction**

In order to comply with REIT Regulations and the Code of Corporate Governance, the RMC presented all related party transactions before the Audit Committee and Board for their review and approval.

**Acknowledgement**

The Board would like to thank the Securities and Exchange Commission of Pakistan and other business partners for their continued cooperation and support. We also appreciate the effort put in by the management team.

**For and on behalf of the Board**

**Muhammad Ejaz**  
Chief Executive  
October 16, 2020


Arif Habib Dolmen REIT Management Limited  
Condensed Interim Statement of Financial Position

As at 30 September 2020

	Note	Unaudited 30 September 2020	Audited 30 June 2020
Amount in Rupees			
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property and equipment	6	470,538	396,149
Right-of-use asset	7	5,455,644	6,061,826
Intangible asset	8	8,870	9,667
Long term advances and deposits		3,665,000	3,328,600
Long term loans to employees		229,000	16,000
		<u>9,829,052</u>	<u>9,812,242</u>
<b>Current Assets</b>			
Mark-up accrued on bank deposits		524,581	451
REIT management fee receivable	9	17,615,220	6,652,900
Current maturity of long term loan to employees and advances	10	7,941,007	7,557,835
Prepayments and other receivables	11	6,736,870	7,524,091
Taxation-net		1,414,274	1,433,618
Short term investment	12	83,592,614	84,289,214
Cash and bank balances	13	106,510,074	114,601,173
		<u>224,334,640</u>	<u>222,059,282</u>
<b>Total Assets</b>		<u><u>234,163,692</u></u>	<u><u>231,871,524</u></u>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Issues, subscribed and paid-up capital		200,000,000	200,000,000
Reserves		20,173,677	18,899,531
		<u>220,173,677</u>	<u>218,899,531</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Deferred tax liability - net		1,171,060	1,391,174
Lease liability		3,926,055	4,512,270
		5,097,115	5,903,444
<b>Current Liabilities</b>			
Accrued expenses and other payables	14	6,632,420	4,968,007
Current maturity of lease liability		2,260,480	2,100,542
		<u>8,892,900</u>	<u>7,068,549</u>
<b>Total Equity and Liabilities</b>		<u><u>234,163,692</u></u>	<u><u>231,871,524</u></u>
Contingencies and commitments	15		

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Financial Officer

  
Chief Executive Officer

  
Director

Arif Habib Dolmen REIT Management Limited  
 Condensed Interim Statement of Profit or Loss (Un-audited)  
 For the three months period ended 30 September 2020

	Note	30 September 2020	30 September 2019
Amount in Rupees			
Operating revenue - net	16	15,588,690	23,169,600
Administrative expenses	17	(14,517,467)	(13,818,993)
Finance cost on lease liability		(244,726)	-
Loss on re-measurement of short term investment		(696,600)	(2,078,150)
Other income	18	3,199,201	3,468,828
<b>Profit before taxation</b>		<b>3,329,098</b>	<b>10,741,285</b>
Taxation	19	(2,054,952)	(2,906,557)
<b>Profit after taxation</b>		<b>1,274,146</b>	<b>7,834,728</b>
<b>Earning per share - Basic and Diluted</b>		<b>0.06</b>	<b>0.39</b>

The annexed notes form an integral part of these condensed interim financial statements.

  
 Chief Financial Officer

  
 Chief Executive Officer

  
 Director

Arif Habib Dolmen REIT Management Limited  
Condensed Interim Statement of Comprehensive Income (Un-audited)  
For the three months period ended 30 September 2020


	30 September 2020	30 September 2019
	<b>Amount in Rupees</b>	
Profit after taxation	1,274,146	7,834,728
<b>Other Comprehensive Income</b>		
<b>Total comprehensive Income for the period</b>	<u><u>1,274,146</u></u>	<u><u>7,834,728</u></u>

The annexed notes form an integral part of these condensed interim financial statements.



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Chief Financial Officer



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Chief Executive Officer



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Director

Arif Habib Dolmen REIT Management Limited  
 Condensed Interim Statement of Cash Flow (Un-audited)  
 For the three months period ended 30 September 2020

30 September 2020      30 September 2019  
 Amount in Rupees

**CASH FLOWS FROM OPERATING ACTIVITIES**

<b>Profit before tax</b>	<b>3,329,098</b>	<b>10,741,285</b>
<b>Adjustment for:</b>		
Depreciation on property and equipment	33,581	40,499
Depreciation on right-of-use assets	606,182	-
Amortisation of intangible assets	797	1,191
Dividend income	(1,548,000)	(2,554,200)
Loss on disposal of property and equipment	13,496	-
Loss on remeasurement of short term investments	696,600	2,078,150
Mark-up on bank deposits	(1,651,201)	(164,609)
	<u>1,480,553</u>	<u>10,142,316</u>
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
REIT management fee receivable	(10,962,320)	(708,214)
Current portion of long term loans to employees and advances	(383,172)	(160,273)
Prepayments and other receivables	787,221	(3,172,137)
Short term investment	-	(59,294,750)
	<u>(10,558,271)</u>	<u>(63,335,374)</u>
<b>Increase / (decrease) in current liabilities</b>		
Accrued expenses and other payables	1,664,413	(15,743,091)
	<u>(7,413,305)</u>	<u>(68,936,149)</u>
<b>Cash used in operations</b>		
Taxes paid	(2,255,722)	(3,342,766)
<b>Net cash used in operating activities</b>	<u>(9,669,027)</u>	<u>(72,278,915)</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Formation cost received from scheme	-	50,339,537
Acquisition to property and equipment	(121,466)	(97,146)
Long term advances (made)	(336,400)	(472,600)
Long term loan to employees (disbursed) / recovered	(213,000)	9,000
Dividend received	1,548,000	2,554,200
Markup received	1,127,071	1,191,703
<b>Net cash generated from investing activities</b>	<u>2,004,205</u>	<u>53,524,694</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

<b>Net cash used in financing activities - Repayments of lease liabilities against right-of-use asset</b>	<u>(426,277)</u>	<u>-</u>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<u>(8,091,099)</u>	<u>(18,754,221)</u>
<b>Cash and cash equivalents at beginning of the period</b>	<u>114,601,173</u>	<u>103,862,596</u>
<b>Cash and cash equivalents at end of the period</b>	<u>106,510,074</u>	<u>85,108,375</u>

The annexed notes form an integral part of these condensed interim financial statements.

  
 Chief Financial Officer

  
 Chief Executive Officer

  
 Director

Arif Habib Dolmen REIT Management Limited  
Condensed Interim Statement of Changes in Equity (Un-audited)


For the three months period ended 30 September 2020

	Share Capital	Reserves		Sub Total	Shareholder's Equity
		Capital Fair Value Reserves	Revenue Accumulated Profit / (Loss) Amount in Rupees		
<b>Balance as at 30 June 2019</b>	200,000,000	-	(5,609,571)	(5,609,571)	194,390,429
Total comprehensive income for the period					
Profit for the period			7,834,728	7,834,728	7,834,728
Other comprehensive Income		-	-	-	-
Total comprehensive income for the period	-	-	7,834,728	7,834,728	7,834,728
<b>Balance as at 30 September 2019</b>	<b>200,000,000</b>	<b>-</b>	<b>2,225,157</b>	<b>2,225,157</b>	<b>202,225,157</b>
<b>Balance as at 30 June 2020</b>	200,000,000	-	18,899,531	18,899,531	218,899,531
Total comprehensive income for the period					
Profit for the period			1,274,146	1,274,146	1,274,146
Other comprehensive income		-	-	-	-
Total comprehensive income for the period	-	-	1,274,146	1,274,146	1,274,146
<b>Balance as at 30 September 2020</b>	<b>200,000,000</b>	<b>-</b>	<b>20,173,677</b>	<b>20,173,677</b>	<b>220,173,677</b>

The annexed notes form an integral part of these condensed interim financial statements.

  
Chief Financial Officer

  
Chief Executive Officer

  
Director



**Arif Habib Dolmen REIT Management Limited**  
**Notes to the Condensed Interim Financial Information (Un-audited)**  
*For the three months period ended 30 September 2020*

**1 STATUS AND NATURE OF BUSINESS**

Arif Habib Dolmen REIT Management Limited ('the Company') was incorporated in Pakistan as a public limited company (un-quoted) on April 08, 2009 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is a REIT Management Company, registered under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 with the Securities and Exchange Commission of Pakistan (SECP). The certificate for commencement of business was obtained from SECP on September 07, 2009. The registered office of the Company is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi, Pakistan.

The principal business of the Company is to launch Real Estate Investment Trust (REIT) Schemes and provide REIT management services in accordance with the Real Estate Investment Trust Regulations, 2015. As on September 30, 2020 the Company has been rated AM2+ (RMC) by VIS Credit Rating Company Limited.

**Summary of Significant Transactions**

There were no significant transactions during the period to be reported.

**2 BASIS OF PREPARATION**

**2.1 Statement of Compliance**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprises of:

- International Accounting Standard 34 - Interim Financial Reporting (IAS - 34); Provisions of and directives issued under the Companies Act, 2017, Part VIII A of repealed Companies Ordinance 1984;
- The Non-Banking Finance Companies (Establishment and Regulation) Rules 2003 (the NBFC Rules 2003); and
- The Real Estate Investment Trust Regulations 2015 (the REIT Regulations 2015).

Where the provisions of and directives issued under Companies Act, 2017, Part VIII A of the repealed Companies Ordinance 1984, the NBFC Rules 2003, the REIT Regulations 2015 differ from IAS 34, the provisions of and directives issued under Companies Act, 2017, Part VIII A of repealed Companies Ordinance 1984, the NBFC Rules 2003, the REIT Regulations 2015 have been followed.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS-34. These condensed interim financial statements do not include all the information and disclosures which are required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2020. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the financial position and performance since the last financial statements of the Company.

The comparatives in the condensed interim statement of financial position as at 30 September 2020 have been extracted from the audited financial statements of the Company for the year ended 30 June 2020, whereas, the comparatives in the condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the unaudited condensed interim financial statements of the Company for the three months period ended 30 September 2019.

**2.2 Accounting convention**

These condensed interim financial statements have been prepared under the historical cost convention, except:

- Lease liability and the related right-of-use asset which are initially measured at the present value of the lease payments that are not paid at the commencement date; and

- Short term investments which are carried at fair value.  
Further, accrual basis of accounting is followed except for cash flow information.

### 2.3 *Functional and presentation currency*

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These condensed interim financial statements are presented in Pakistani Rupee which is the Company's functional and presentation currency, unless otherwise stated.

### 3 *SIGNIFICANT ACCOUNTING POLICIES*

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements for the year ended 30 June 2020 except for certain accounting and reporting standards which became effective for annual period beginning on or after 01 July 2020. In addition to this certain amendments to existing accounting and reporting standards and interpretations also became effective for the period beginning on or after 01 July 2020 however the new accounting and reporting standards or amendments to existing accounting and reporting standards or interpretations are either not relevant or not having significant impact on these condensed interim financial statements.

### 4 *ACCOUNTING ESTIMATES AND JUDGMENTS*

The preparation of condensed interim financial statements in conformity with approved accounting standards, as applicable in Pakistan requires the management to make estimates, assumptions and use judgments that affect the application of policies and the reported amount of assets and liabilities and income and expenses.

Estimates and judgments made by management in the preparation of these condensed interim financial statements are same as those that were applied to the audited annual financial statements of the Company as at and for the year ended June 30, 2020.

### 5 *RISK MANAGEMENT*

These condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2020. There have been no changes in any risk management policies since the year end.

### 6 *PROPERTY AND EQUIPMENT*

Note	Unaudited 30 September 2020	Audited 30 June 2020
Amount in Rupees		
Opening net book value	396,149	461,001
Additions	121,466	97,146
Deletion	(13,496)	-
	504,119	558,147
Less: Depreciation charged during the period / year	(33,581)	(161,999)
Closing net book value	470,538	396,149

### 7 *RIGHT-OF-USE ASSET*

Opening net book value	6,061,826	8,486,557
Less: Depreciation charged during the period / year	(606,182)	(2,424,731)
Closing net book value	5,455,644	6,061,826

### 8 *INTANGIBLE ASSETS*

Opening net book value	9,667	14,431
Less: Amortization during the period / year	(797)	(4,764)
Closing net book value	8,870	9,667

9	<b>REIT MANAGEMENT FEE RECEIVABLE</b>	Note	Unaudited 30 September 2020	Audited 30 June 2020
			Amount in Rupees	
	REIT management fee receivable	9.1	<u>17,615,220</u>	<u>6,652,900</u>
9.1	This represents management fee receivable from the Scheme in respect of fee. Under the provisions of REIT Regulations 2015, RMC is entitled to an annual management fee not exceeding three percent of Net Operating Income (NOI) of scheme. Management fee becomes receivable on quarterly basis.			
10	<b>CURRENT PORTION OF LONG TERM LOANS TO EMPLOYEES AND ADVANCES</b>	Note	Unaudited 30 September 2020	Audited 30 June 2020
			Amount in Rupees	
	<b>Unsecured, considered good</b>			
	Current portion of loans to employees		786,952	225,500
	<b>Advances to:</b>			
	Employees	10.1	<u>7,154,055</u>	<u>7,332,335</u>
			<u>7,941,007</u>	<u>7,557,835</u>
10.1	This includes advance to chief executive officer of the Company amounting to Rs.6.67 million (June 30, 2020: Rs.6.84 million).			
11	<b>PREPAYMENTS AND OTHER RECEIVABLES</b>	Note	Unaudited 30 September 2020	Audited 30 June 2020
			Amount in Rupees	
	Prepayments		1,181,807	898,285
	<b>Other receivable - Unsecured considered good</b>			
	- Javedan Corporation Limited - a related party		3,125,917	3,125,917
	- Dolmen City REIT scheme - a related party		-	1,333,333
	- Vision View (Private) Limited		1,835,000	1,835,000
	- Arif Habib Consultancy (Private) Limited - a related party		227,222	227,222
	- Arif Habib Real Estate Services (Private) Limited - a related party		31,725	31,725
	- Others		335,199	72,609
			5,555,063	6,625,806
			<u>6,736,870</u>	<u>7,524,091</u>
12	<b>SHORT TERM INVESTMENT - At fair value through profit or loss</b>			
	Investments in Dolmen City REIT Scheme	12.1	83,592,000	84,288,600
	Investment in Marginal Trading System	12.2	614	614
			<u>83,592,614</u>	<u>84,289,214</u>

12.1	<i>Investment at fair value through profit or loss</i>		Note	Unaudited	Audited
	30 September	30 June		30 September	30 June
	2020	2020		2020	2020
	-----Number of units-----				
	<u>7,740,000</u>	<u>7,740,000</u>	Dolmen City REIT (a related party)	<u>83,592,000</u>	<u>84,288,600</u>

**12.1.1 Unrealized gain on remeasurement of short term investments as of the reporting date**

Market value of the investments	83,592,000	84,288,600
Cost of the investments	78,061,550	78,061,550
	<u>5,530,450</u>	<u>6,227,050</u>

**12.2 Arif Habib Limited - a related party**  
Marginal Trading System (MTS)

	<u>614</u>	<u>614</u>
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**13 CASH AND BANK BALANCES**

Cash in hand	1,091	12,060
<b>Cash at bank</b>		
Saving account	13.1	106,508,855
Current account		128
		<u>106,508,983</u>
		<u>106,510,074</u>
		<u>114,588,985</u>
		<u>114,589,113</u>
		<u>114,601,173</u>

13.1 These carries markup at the rates ranging from 3.15% to 6.35% (30 June 2020 : 3.0% to 6.5%) per annum.

**14 ACCRUED EXPENSES AND OTHER PAYABLES**

	Note	Unaudited	Audited
		30 September	30 June
		2020	2020
		Amount in Rupees	
Preliminary expenses payable		522,410	522,410
Withholding taxes payable		5,549	153,758
Accrued expense	14.1	3,280,004	3,290,552
Sales tax payable		2,543,235	736,775
Finance cost payable on lease liability		244,726	264,512
Others		36,496	-
		<u>6,632,420</u>	<u>4,968,007</u>

14.1 It includes Rs. 0.171 million (June 30, 2020 : Rs. 0.255 million) payable to Rotocast Engineering a related party of the Company.

**15 CONTINGENCIES AND COMMITMENTS**

There were no contingencies and commitments as at September 30, 2020.

16	<i>OPERATING REVENUE - NET</i>	Note	Unaudited 30 September 2020	Unaudited 30 September 2019
Amount in Rupees				
	Management fee		17,615,220	26,181,648
	Sales tax		<u>(2,026,530)</u>	<u>(3,012,048)</u>
			<u>15,588,690</u>	<u>23,169,600</u>
17	<i>ADMINISTRATIVE EXPENSES</i>		Unaudited 30 September 2020	Unaudited 30 September 2019
Amount in Rupees				
	Salaries, allowances and benefits		10,406,089	9,226,591
	Legal and professional		438,384	425,200
	Communication		141,621	126,098
	Traveling		111,501	577,667
	Office maintenance expense		442,464	581,878
	Printing and stationery		38,700	95,760
	Insurance		647,375	194,364
	Depreciation		639,763	40,499
	Amortisation		797	1,191
	Auditors' remuneration		162,250	137,500
	Others		856,427	691,854
	Directors meeting fee		450,000	700,000
	Training and membership expense		155,000	3,900
	Rent expense		-	690,789
	Professional tax		27,096	25,702
	Donation		-	300,000
			<u>14,517,467</u>	<u>13,818,993</u>
18	<i>OTHER INCOME</i>			
	Mark-up on bank deposit		1,651,201	914,628
	Dividend income		<u>1,548,000</u>	<u>2,554,200</u>
			<u>3,199,201</u>	<u>3,468,828</u>
19	<i>TAXATION</i>			
	Current tax		2,275,066	3,222,148
	Deferred tax		<u>(220,114)</u>	<u>(315,591)</u>
			<u>2,054,952</u>	<u>2,906,557</u>

20 **TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of associated undertakings, sponsors, directors and key management personnel. Transaction with related parties are carried out by the company at agreed terms with related parties. Details of transaction carried out with related parties if not disclosed elsewhere in this condensed interim financial information is as follows:

Name of the related party, relationship with company and Nature of Transaction	Unaudited 30 September 2020	Unaudited 30 September 2019
	Amount in Rupees	
<b>Rotocast Engineering Company (Private) Limited - (Associate company due to common directorship)</b>		
Transaction during the period		
Rent payment	<u>690,789</u>	<u>1,381,578</u>
Common shared expenses	<u>404,315</u>	<u>525,497</u>
Payment of common shared expenses	<u>481,177</u>	<u>627,418</u>
Administration charges	<u>38,149</u>	<u>56,381</u>
Payment of administration charges	<u>45,835</u>	<u>65,811</u>
Office Insurance	<u>78,576</u>	<u>61,128</u>
<b>Dolmen City REIT - ( A scheme managed by Arif Habib Dolmen REIT Management Limited)</b>		
Transaction during the period		
Purchase of units	<u>-</u>	<u>59,294,750</u>
Receipt of expenses	<u>1,333,333</u>	<u>-</u>
<b>MCB Arif Habib Savings &amp; Investment Limited - (Associate company due to common directorship)</b>		
Transaction during the period		
Employer's VPS contribution paid	<u>679,038</u>	<u>623,284</u>

21 **COVID-19**

The spread of Coronavirus across the globe caused disruptions to all businesses and economic activity. In Pakistan, the retail sector faced an unprecedented challenge with smart lock-downs imposed in all places of business. The mall management responded by intensifying customer engagement through digital platforms to encourage footfall and retail sales upon reopening with the implementation of prescribed customer safety protocols.

Efforts were also intensified to strengthen our valuable, long term tenant relationships by proactively negotiating contracts to support tenant retention in these challenging times. Tenants at both the Dolmen City Mall and the Harbour Front office building were provided with rental waivers from month to month after carefully assessing the overall situation. Rental waivers provided to tenants of the Mall and Harbour Front during the period July to September 2020 are as follows:

Month	Dolmen Mall Clifton	The Harbor Front
July 2020	45%	40%
August 2020	25%	25%
September 2020	15%	0%

Impact of the rental waivers on the statement of profit or loss of Dolmen City REIT Scheme are as follows:

Month	Loss of Revenue	Corresponding Decline in Management Fee of REIT Management Company
----- Amount in Rupees -----		
July 2020	133,206,810	3,996,204
August 2020	87,597,761	2,627,933
September 2020	38,294,469	1,148,834

- 22 These condensed interim financial statements were authorised for issue in the Board of Directors meeting held on October 16, 2020.
- 23 Figures have been rounded off to the nearest Rupee unless otherwise stated.

  
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 Chief Financial Officer

  
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 Chief Executive Officer

  
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 Director