

## News Release

### For Immediate Release

#### **Results of Axis-REIT's Unitholders' Meeting held on 24 September 2008**

24 September 2008, Kuala Lumpur - The Board of Directors of Axis REIT Managers Berhad ("Manager") the Manager of Axis Real Estate Investment Trust ("Axis-REIT"), is pleased to announce that the following resolutions have been passed at the Unitholders' Meeting held here today.

Unitholders' unanimous approval was given for the following Resolutions:

- i) The proposed reclassification of Axis-REIT from a conventional real estate investment trust ("REIT") to an Islamic REIT,
- ii) The proposed amendments to the Deed constituting Axis-REIT to facilitate its proposed reclassification;
- iii) The proposed authority to allot and issue units of up to 51,180,200 New Units, representing up to 20% of the existing approved fund size of Axis-REIT of 255,901,000; and
- iv) The proposed increase in the existing approved fund size of Axis-REIT of 255,901,000 to a maximum of 307,081,200.

"We are very pleased that the proposed resolutions met with the approval of the Unitholders today. The proposals will provide the Manager with the necessary funds to respond to market opportunities, widen our investor base to include locally based Shariah Funds as well as develop investor interest from foreign Shariah Funds", said Stewart LaBrooy, the Executive Director and Chief Executive Officer of the Manager.

LaBrooy went on to say that given the prevailing market conditions, the Manager will continue to focus on acquiring steady yield accretive investments while maximizing organic growth from the existing portfolio. The Manager will also continue to exercise prudence in its capital management."

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The propose placement exercise will increase the existing fund size of Axis-REIT from 255, 901,000 units to about a maximum of 307, 081,200 Units which in turn will improve its liquidity in the Malaysian markets.

According to the Manager, the proposed Placement will also enable Axis-REIT to pare down its borrowings in the event that the Manager anticipates that the bank borrowings of the Fund will exceed 40% of the total assets of Axis-REIT as a result of future acquisitions.

This will also help provide Axis-REIT with sufficient headroom to make future cash acquisitions, which is in line with its growth strategy.

The resolutions passed will not have any material effect on Unitholders' capital, NAV, earnings, substantial Unitholders' unit holdings and distributable income for the Year 2008.

Axis-REIT posted a 43% increase in total revenue to RM15.7 million for the second quarter ended 30 June 2008 compared with RM11.0 million in the previous corresponding period.

Meanwhile the pre tax profits registered an increase of 50% in the same quarter to RM9.6 million from RM6.4 million previously. Earnings per Unit rose to 3.75 sen from 3.1 sen on an enlarged unitholdings from 205, 901,000 units to 255,901,000 units.

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Issued On Behalf Of:	Axis-REIT Managers Berhad
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Hansra Consultants/September 24, 2008

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