

FLT To Divest Lot 102 Coghlan Road In South Australia For A\$8.75 Million

Singapore, 6 August 2018

Frasers Logistics & Industrial Asset Management Pte. Ltd., the manager of Frasers Logistics & Industrial Trust (“FLT”, and the manager of FLT, the “REIT Manager”), is pleased to announce that FLT, through its subsidiary, has entered into a sale and purchase agreement with Qube Logistics (SA1) Pty Ltd (“the Purchaser”) for the proposed divestment of Lot 102 Coghlan Road, Outer Harbor, South Australia (the “Property”) at a consideration of A\$8.75 million (the “Consideration”). The Purchaser is an existing tenant of the Property.

The Consideration represents a 36.7% premium to the Property’s book value of A\$6.4 million¹ as at 30 June 2018 and a 26.8% premium to the original purchase price of A\$6.9 million at FLT’s initial public offering in 2016. The latest valuation of the Property as at 1 July 2018 was A\$6.6 million². The proposed divestment is in line with the REIT Manager’s proactive asset management and portfolio rebalancing strategies.

Mr. Robert Wallace, Chief Executive Officer of the REIT Manager, said, “The Property is one of the smallest and oldest assets in our portfolio, representing only 0.2% of the total portfolio value. Given that the Property is a non-core asset with limited future income growth potential, this is a strategic divestment which provides FLT an opportunity to recycle its capital.”

The estimated net proceeds from the proposed divestment is approximately A\$8.3 million, after taking into account divestment fees of A\$43,750³ to be paid to the REIT Manager, outstanding lessor obligations, taxes and other divestment related expenses. The net divestment proceeds may be used towards funding potential acquisition opportunities, reducing existing debt and/or other general corporate purposes.

Upon completion of the proposed divestment, FLT’s portfolio will comprise 59 properties in Australia⁴, 17 in Germany and four in the Netherlands, with a total value of approximately A\$2.8 billion.

The proposed divestment is expected to be completed by end August 2018 and not expected to have any material effect on the net asset value and distribution per unit of FLT for the financial year ending 30 September 2018.