

NOTICE OF PROVISIONAL ALLOTMENT

Terms defined in the Rights Issue prospectus dated 3 September 2012 ("Rights Issue Prospectus") shall have the same meaning when used in this Notice of Provisional Allotment ("NPA") unless stated otherwise. The provisionally allotted Rights Units (as defined herein) are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991, as amended from time to time ("SICDA") and therefore, the SICDA and the Rules of Bursa Depository Malaysia Sdn Bhd ("Bursa Depository") shall apply in respect of dealings in the provisionally allotted Rights Units.



HEKTAR REAL ESTATE INVESTMENT TRUST

(established in Malaysia under the Deed dated 5 October 2006 (as amended by the Supplemental Deed dated 20 March 2012) entered into between Hektar Asset Management Sdn Bhd (Company No. 732261-T), a company incorporated in Malaysia under the Companies Act, 1965 and AmTrustee Berhad (Company No. 163032-V), a company incorporated in Malaysia under the Companies Act, 1965)

Manager

Trustee



HEKTAR ASSET MANAGEMENT SDN BHD
(Company No. 732261-T)



AMTRUSTEE BERHAD
(Company No. 163032-V)

RENOUNCEABLE RIGHTS ISSUE OF 80,000,250 NEW UNITS IN HEKTAR REAL ESTATE INVESTMENT TRUST ("HEKTAR REIT") ("RIGHTS UNITS") ON THE BASIS OF 1 RIGHTS UNIT FOR EVERY 4 EXISTING UNITS HELD IN HEKTAR REIT AT 5.00 P.M. ON 3 SEPTEMBER 2012 AT AN ISSUE PRICE OF RM1.23 PER RIGHTS UNIT

Main Adviser, Managing Underwriter and Joint Underwriter

Joint Underwriter



ECM LIBRA INVESTMENT BANK BERHAD (682-X)
A Licensed Merchant Bank
A Participating Organisation of Bursa Malaysia Securities Berhad



KENANGA INVESTMENT BANK BERHAD (15678-H)
A Licensed Merchant Bank
A Participating Organisation of Bursa Malaysia Securities Berhad

To: Unitholders

Dear Sir/Madam,

The Board of Directors of the Manager (the "**Board**") has provisionally allotted to you, in accordance with the ordinary resolution passed at the Unitholders' Meeting held on 5 July 2012, the approval of Securities via its letter dated 14 May 2012 and the approval of Bursa Malaysia Securities Berhad ("**Bursa Securities**") via its letter dated 15 June 2012, the number of Rights Units ("**Provisional Rights Units**") as indicated below.

We wish to advise that the following Provisional Rights Units made to you in respect of the Rights Issue have been confirmed by Bursa Depository and upon acceptance will be credited into your Central Depository System ("**CDS**") account(s), subject to the terms and conditions stated in the Rights Issue Prospectus and the Rights Subscription Form ("**RSF**") issued by the REIT.

The Provisional Rights Units is made subject to the terms and conditions in the Rights Issue Prospectus issued by the REIT. Bursa Securities has already prescribed the securities of Hektar REIT listed on the Main Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the Provisional Rights Units are prescribed securities and, as such, all dealings in the Provisional Rights Units will be by way of book entry through CDS accounts and will be governed by the SICDA and the Rules of Bursa Depository.

ALL RIGHTS UNITS TO BE ISSUED PURSUANT TO THE RIGHTS ISSUE WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHTS UNITS INTO THE CDS ACCOUNTS OF THE ENTITLED UNITHOLDERS AND/OR THEIR TRANSFEREE(S) AND/OR THEIR RENOUNCEE(S) (IF APPLICABLE). NO PHYSICAL UNIT CERTIFICATE WILL BE ISSUED.

It is the intention of the Board to allot all excess Rights Units, if any, applied for under the application for excess Rights Units in a fair and equitable basis and in the following priority:

- (i) firstly, to minimise the incidence of odd lots;
- (ii) secondly, for allocation to Entitled Unitholders who have applied for the excess Rights Units on a pro-rata basis and in board lot, calculated based on their **Rights Acceptance**; and
- (iii) thirdly, on a pro-rata basis to Entitled Unitholders and/or their transferee(s) and/or their renounee(s) (if applicable) who have applied for the excess Rights Units, taking into consideration the quantum of their respective excess applications.

The Board will also consider, on a fair and equitable manner, other factors including the level of acceptances, cost effectiveness and timeliness in finalising the allocation to meet Bursa Securities timeline, during the allocation process. Nevertheless, the Board reserves the right to allot any application for excess Rights Units, in full or in part, and in such basis as it deems fit or expedient in the best interest of the REIT without assigning any reason thereof.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED UNITHOLDER		
NUMBER OF HEKTAR REIT UNITS HELD AT 5.00 P.M. ON 3 SEPTEMBER 2012	NUMBER OF RIGHTS UNITS PROVISIONALLY ALLOTTED TO YOU	AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM1.23 PER RIGHTS UNITS (RM)

IMPORTANT RELEVANT DATES	
Entitlement date	: Monday, 3 September 2012 at 5.00 p.m.
Last date and time for sale of provisional allotment of Rights Units	: Monday, 10 September 2012 at 5.00 p.m.
Last date and time for transfer of provisional allotment of Rights Units	: Thursday, 13 September 2012 at 4.00 p.m.
Last date and time for acceptance and payment	: Wednesday, 19 September 2012 at 5.00 p.m.*
Last date and time for Excess Units application and payment	: Wednesday, 19 September 2012 at 5.00 p.m.*
* Or such later date and time as the Board, the Trustee and Main Adviser may mutually decide and announce via Bursa Securities' website (http://www.bursamalaysia.com) not less than two (2) Market Days before the stipulated date and time.	

By order of The Board

Dato' Muhammad Hafidz Bin Nuruddin (MAICSA 7005820)
Lim Seck Wah (MAICSA 0799845)
Joint Company Secretaries

Registrar
Mega Corporate Services Sdn. Bhd. (187984-H)
Level 15-2, Bangunan Faber Imperial Court,
Jalan Sultan Ismail,
50250 Kuala Lumpur,
Tel NO.: +603-2692 4271 Fax NO.: +603 2732 5388

THIS NOTICE OF PROVISIONAL ALLOTMENT IS DATED 3 SEPTEMBER 2012

NOTES AND INSTRUCTIONS FOR COMPLETION OF THIS RSF

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT.

If you are in any doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional advisers immediately. All enquiries concerning the Rights Issue should be addressed to the Registrar, Mega Corporate Services Sdn Bhd at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THE RIGHTS ISSUE PROSPECTUS WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF. In accordance with the Capital Markets and Services Act, 2007 ("CMSA"), this RSF must not be circulated unless accompanied by the Rights Issue Prospectus.

The Rights Issue Prospectus is issued in compliance with the laws of Malaysia only. This RSF, together with the Rights Issue Prospectus and the Notice of Provisional Allotment ("NPA") (collectively the "Documents"), are not intended to be (and will not be) issued, circulated or distributed, and the Rights Issue will not be made or offered or deemed to be made or offered for purchase or subscription, in any countries or jurisdictions other than Malaysia or to persons who are or may be subject to the laws of any countries and jurisdictions other than the laws of Malaysia. No action has been taken to ensure that the Rights Issue and the Documents comply with the laws of any countries or jurisdictions other than the laws of Malaysia. The Rights Issue to which the Documents relate is only available to persons receiving the Documents within Malaysia. Accordingly, the Documents will not be despatched to Entitled Unitholders who do not have a registered address in Malaysia as stated in the Record of Depositors of Hektar REIT on the entitlement date. Any Entitled Unitholder and/or their transferee(s) and/or their renounee(s) (as the case may be) who are residing in countries or jurisdictions other than Malaysia should therefore immediately consult his/her legal or other professional adviser as to whether the acceptance or renunciation (as the case may be) of his/her entitlements to the Rights Issue would result in the contravention of any laws of such countries or jurisdictions. Such Entitled Unitholder and/or their transferee(s) and/or their renounee(s) (as the case may be) should note the additional terms and restrictions as set out in section 11.3 of the Rights Issue Prospectus. Neither the Manager nor ECM Libra Investment Bank Berhad shall accept any responsibility or liability whatsoever to any party in the event that any acceptance or renunciation made by the said Entitled Unitholders and/or their transferee(s) and/or their renounee(s) (as the case may be) is or shall become illegal, unenforceable or void in the countries or jurisdictions in which the Entitled Unitholders and/or their transferee(s) and/or their renounee(s) (as the case may be) is a resident.

The SC has approved the issue of, offer for subscription or purchase, or issue an invitation to subscribe for or purchase units in respect of the Rights Issue and a copy of this Rights Issue Prospectus has been registered and lodged with the SC. The approval, registration and lodgement of the Rights Issue Prospectus should not be taken to indicate that the SC recommends Hektar REIT and the Rights Issue or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Rights Issue Prospectus. The SC has not, in any way, considered the merits of the securities being offered for investment.

Approval for the Rights Issue was obtained from the Unitholders at the Meeting held on 5 July 2012. The SC, via its letter dated 14 May 2012, approved the issuance of the Rights Units to Unitholders of Hektar REIT pursuant to the Rights Issue. Approval has been obtained from Bursa Malaysia Securities Berhad ("**Bursa Securities**") on 15 June 2012 for the listing of and quotation for the Rights Units on the Main Market of Bursa Securities. However, this is not an indication that Bursa Securities recommends the Rights Issue. The listing of and quotation for the Rights Units on the Main Market of Bursa Securities are in no way reflective of the merits of the Rights Issue. The official listing of and quotation for the Rights Units on the Main Market of Bursa Securities will commence after, amongst others, receipt of confirmation from Bursa Depository that all the CDS accounts of successful Entitled Unitholders and/or their transferee(s) and/or their renounee(s) (if applicable) have been duly credited and notices of allotment have been despatched to them.

The Board has seen and approved the Documents and they, collectively and individually, accept full responsibility for the accuracy of the information given and confirm that, after having made all reasonable inquiries, and to the best of their knowledge and belief, there are no false or misleading statements or other facts which, if omitted, would make any statement in the Documents false or misleading.

Unless otherwise stated, the unit of currency used in this RSF is RM and sen.

INSTRUCTIONS:

(i) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

This RSF is valid for acceptance and payment until 5.00 p.m. on Wednesday, 19 September 2012, or such later date and time as the Board, Trustee and Main Adviser may mutually decide in its absolute discretion and announce not less than two (2) market days before the stipulated date and time. If acceptance of and payment for the Rights Units provisionally allotted to you ("**Provisional Rights Units**") (whether in full or in part, as the case may be) are not received by the Registrar, Mega Corporate Services Sdn Bhd at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia by 5.00 p.m. on Wednesday, 19 September 2012 (or such later date and time as the Board, Trustee and Main Adviser may mutually decide and announce not less than two (2) market days before the stipulated date and time), the provisional entitlement to you or remainder thereof (as the case may be) will be deemed to have been declined and will be cancelled. The Board will then have the right to allot such Rights Units not taken up to applicants applying for Excess Rights Units in the manner as set out in item (iii) below.

(ii) FULL OR PART ACCEPTANCE AND PAYMENT

The Rights Issue is renounceable in full or in part. If you wish to accept the Rights Units provisionally allotted to you either in full or in part, please complete Part I and Part III of this RSF in accordance with the notes and instructions contained herein and submit this RSF, together with the appropriate remittance(s) in RM for the full amount payable for the Rights Units accepted in the form of Banker's Draft(s), Cashier's Order(s), Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and made payable to "**HEKTAR REIT RIGHTS ISSUE ACCOUNT**", crossed "**ACCOUNT PAYEE ONLY**" and endorsed on the reverse side with your name in block letters, address and your CDS account number, to be received by the Registrar, Mega Corporate Services Sdn Bhd at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia by 5.00 p.m. on Wednesday, 19 September 2012 (or such later date and time as the Board, Trustee and Main Adviser may mutually decide and announce not less than two (2) market days before the stipulated date and time). Cheques or any other mode(s) of payment are not acceptable.

The payment must be made for the exact amount payable for the Rights Units accepted (ROUNDED UP TO THE NEAREST SEN). Any excess or insufficient payment may be rejected at the absolute discretion of the Board. No acknowledgement will be issued for the receipt of this RSF or application monies by the Manager or Registrar in respect of the Rights Issue. If you are successful, a notice of allotment will be despatched to you by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at your own risk within eight (8) market days from the closing date of acceptance and payment for the Rights Units or such other period as may be prescribed by Bursa Securities.

In respect of unsuccessful or partially accepted applications, the full amount or the surplus application monies, as the case may be, will be refunded without interest by ordinary post to the address as shown in the Record of Depositors provided by Bursa Depository at your own risk within fifteen (15) market days from the closing date of acceptance and payment for the Provisional Rights Units.

(iii) APPLICATION FOR EXCESS RIGHTS UNITS

If you wish to apply for additional Rights Units in excess of your entitlement, you may do so by completing Part II of this RSF (in addition to Part I and Part III) and forwarding it together with a **SEPARATE** remittance(s) made in RM for the full amount payable in respect of the excess Rights Units applied for in the form of Banker's Draft(s), Cashier's Order(s), Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and made payable to "**HEKTAR REIT EXCESS RIGHTS ISSUE ACCOUNT**", crossed "**ACCOUNT PAYEE ONLY**" and endorsed on the reverse side with your name in block letters, address and your CDS account number to be received by the Registrar, Mega Corporate Services Sdn Bhd at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia by 5.00 p.m. on Wednesday, 19 September 2012 (or such later date and time as the Board, Trustee and Main Adviser may mutually decide and announce not less than two (2) market days before the stipulated date and time). Cheques or any other mode(s) of payment are not acceptable.

The payment must be made for the exact amount payable for the excess Rights Units applied. Any excess of insufficient payment may be rejected at the absolute discretion of the Board. No acknowledgement will be issued for the receipt of the excess Rights Units application or application monies in respect thereof. If you are successful, a notice of allotment will be despatched to you by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at your own risk within eight (8) market days from the last date of application and payment of the excess Rights Units or such other period as may be prescribed by Bursa Securities.

In respect of unsuccessful or partially successful excess Rights Units applications, the full amount or the surplus application monies, as the case may be, will be refunded without interest by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at your own risk within fifteen (15) market days from the last date of application and payment of the excess Rights Units.

It is the intention of the Board to allot the excess Rights Units, if any, in a fair and equitable manner. The indicative basis of allotment is as follows: firstly, to minimise the incidence of odd lots; secondly, for allocation to Entitled Unitholders who have applied for the excess Rights Units on a pro-rata basis and in board lot, calculated based on their respective Rights Acceptance; and thirdly, on a pro-rata basis to Entitled Unitholders and/or their transferee(s) and/or their renounee(s) (if applicable) who have applied for the excess Rights Units, taking into consideration the quantum of their respective excess application.

The Board will also consider, on a fair and equitable manner, other factors including the level of acceptances, cost effectiveness and timeliness in finalising the allocation to meet Bursa Securities' timeline, during the allocation process. Nevertheless, the Board reserves the right to allot any application for excess Rights Units, in full or in part, and in such basis as it deems fit or expedient in the best interest of the REIT without assigning any reason thereof.

(iv) SALE/TRANSFER OF PROVISIONAL RIGHTS UNITS

If you wish to sell/transfer all or part of your entitlements to the Provisional Rights Units to one (1) or more persons, you may do so through your stockbroker(s) for the period up to the last date and time for sale or transfer (in accordance with the Rules of Bursa Depository), without first having to request the Manager for a split of the Provisional Rights Units standing to the credit of your CDS account. To sell/transfer all or part of your entitlement to the Provisional Rights Units, you may sell such entitlement in the open market or transfer such entitlement to such persons as may be allowed pursuant to the Rules of Bursa Depository for the period up to the last date and time for sale or transfer (in accordance with the Rules of Bursa Depository).

In selling/transferring all or part of your Provisional Rights Units, you are not required to deliver any document, including this RSF, to your stockbroker(s) in respect of the portion of the Provisional Rights Units sold or transferred. However, you are advised to ensure that you have sufficient number of Provisional Rights Units standing to the credit of your CDS accounts before the selling/transferring.

Renounee(s)/transferee(s) who wishes to accept the Provisional Rights Units may obtain a copy of this RSF from his/her stockbroker, all Malaysian stockbroking companies, the Registrar's office, the Manager's registered office or Bursa Securities' website at <http://www.bursamalaysia.com>.

If you have sold/transferred only part of your Provisional Rights Units, you may still accept the balance of your Provisional Rights Units by completing Part I and Part III of this RSF.

(v) GENERAL INSTRUCTIONS

- All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seals.
- A Malaysian Revenue Stamp (NOT POSTAGE STAMP) of RM10.00 must be affixed on this RSF.
- The Rights Units subscribed by you and/or your transferee(s) and/or your renounee(s) will be credited into your and/or their respective CDS accounts as stated in this RSF or the exact accounts(s) appearing in the Record of Depositors provided by Bursa Depository.
- Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of the REIT and the Manager shall not be under any obligation to account for such interest or other benefit to you.
- The contract arising from the acceptance of the Provisional Rights Units by you shall be governed by and construed in accordance with the laws of Malaysia and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the contract arising therefrom.
- The Board reserves the right to accept or reject any acceptance and/or application if the instructions above are not strictly adhered to or which are illegible.
- Entitled Unitholders and/or their transferee(s) and/or their renounee(s) should note that the RSF and remittances so lodged with the REIT's Registrar shall be irrevocable and shall not be subsequently withdrawn.