

Headline	Sunway REITs private placement of 214,765,000 new units raises RM320 mln		
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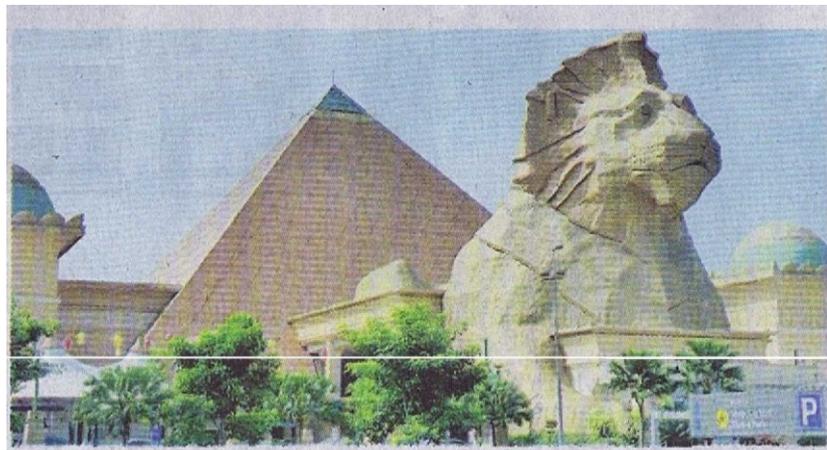
KUALA LUMPUR: Sunway Real Estate Investment Trust's (Sunway REIT) 214,765,000 new units have raised RM320 million which will be utilised to repay the short-term facility which was drawn down to finance the acquisition of the land and building of the Sunway Medical Centre (SMC) and defray related expenses.

Sunway REIT Management Sdn Bhd, the Manager of Sunway REIT, said the Private Placement was 2.8 times subscribed and saw strong interest from new and existing investors both domestically and internationally.

It said in a statement issued yesterday the Private Placement would assist to increase the absolute size of the free float and facilitate improved liquidity.

"We are delighted with the overwhelming response for our first Private Placement exercise with a total demand in excess of RM900 million or 2.8 times subscription.

"We are thankful for the support of our existing unit holders, both domestic and foreign, as these investors continued to believe in the growth prospects of Sunway REIT. It is also heartening to see strong interest from a new pool of investors, thus broadening our investor base," said Sunway REIT Management



PRIVATE PLACEMENT: Photo shows Sunway Pyramid in KL. Sunway REIT's 214,765,000 new units have raised RM320 million which will be utilised to repay the short-term facility which was drawn down to finance the acquisition of the land and building of the SMC and defray related expenses.

chief executive officer Datuk Jeffrey Ng.

The Private Placement would see the creation of 214,765,000 new units at RM1.49 per unit, representing 7.37 per cent of the enlarged fund size of 2,915,390,900 units.

Upon completion of the issuance of the new units, Sunway REIT's market capitalisation will increase from RM4.16 billion to RM4.49 billion based on the market closing price of RM1.54 on February 4, 2013. The issuance price for the new units of RM1.49 per unit was at the top of the launch range

of RM1.46 to RM1.49 per unit.

The issuance price represents a 2.9 per cent discount to the five days volume weighted average price (VWAP) as of February 4, 2013 or a 0.9 per cent discount to the VWAP, adjusted for the already announced distribution of 3.16 sen per unit. Sunway REIT's gearing is expected to ease to 31.5 per cent from 37.7 per cent as at Dec 31, 2012 following the repayment of the short-term facility.

This will provide further headroom for future acquisitions. — Bernama