

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

In compliance with the Paragraph 15.15(1) of the MMLR, the Board is pleased to present this Audit and Risk Management Committee Report which provides insights as to the manner the ARMC discharged its responsibilities in KIP REIT during FYE 2023.

COMPOSITION AND MEETINGS

The ARMC is entrusted to support the Board in discharging its statutory duties and responsibilities pertaining to the scope of financial reporting, risk management and internal controls, external and internal audit function, related parties transactions as well as the ABMS.

As at 30 June 2023, the composition of the ARMC is as follows: -

Membership	Name	Directorship	Meeting Attendance
Chairman	Mr. Chiam Tau Meng	Independent Non-Executive Director	7/7
Member	Datuk Mohamed Arsad bin Sehan	Independent Non-Executive Director	7/7
Member	Datuk Dr Syed Hussain bin Syed Husman, PJN. JP	Chairman/Senior Independent Non-Executive Director	7/7

In compliance with Paragraph 15.09(1) of the MMLR, the ARMC comprises three (3) Independent Non-Executive Directors and led by Mr. Chiam Tau Meng. Mr. Chiam is currently an Associate Chartered Accountant with Chartered Accountants Australia and New Zealand, and a Chartered Accountant with the MIA. To advocate the best practice as per MCCG, none of the members of the ARMC was previously a partner in PricewaterhouseCoopers PLT ("PwC"), the External Auditors of KIP REIT, nor do they have any financial interest in PwC in the previous three (3) years.

To ensure an effective discharge of responsibilities, the ARMC is guided by its Terms of Reference, outlining the relevant meeting proceedings, objective, authority as well as functions and duties. The Terms of Reference is published on KIP REIT's website at <https://www.kipreit.com.my/corporate-governance>.

Whilst the ARMC is required to meet at least four (4) times in each financial year, the ARMC had convened seven (7) meetings during FYE 2023. All the ARMC meetings were held virtually during FYE 2023. Ms. Hii Wei Bing, our former Chief Financial Officer, and Ms. Tan Jo Lynn, our Financial Controller, attended all ARMC meetings during their respective tenures in office to facilitate direct communication in the meetings by providing clarification and further information on operations, financials and audit related matters. When necessary, other Board members, designated representatives from the Senior Management, External Auditors and Internal Auditors may also attend the ARMC meetings on the invitation by the ARMC.

The Company Secretary ensures that meeting agenda and materials were distributed to the ARMC members seven (7) days prior to the scheduled meeting to ensure that all the ARMC members have sufficient time to peruse the relevant matters so as to facilitate their deliberation and decision-making process during the meetings. During FYE 2023, the Company Secretary also attended all ARMC meetings to record the proceedings of each meeting and tabled the meeting minutes at the subsequent ARMC meeting for confirmation, which then be presented to the Board for notation.