

**APM (Alternative Performance Measures) calculation details used by Cofinimmo as at 30.06.2021**

**Rental income, net of rental-related expenses**

**Definition:** Rents, less rent-free periods, concessions granted to tenants and rental-related expenses, plus compensation for early termination of the lease.

**Purpose:** To measure rental income, net of rent-free periods, concessions, termination indemnities and other rental-related expenses.

<b>(x 1,000 EUR)</b>	<b>30.06.2021</b>	<b>30.06.2020</b>
Rents (gross rental revenues)	144,938	125,639
Cost of rent-free periods	-3,070	-2,420
Concessions granted to tenants	-378	-497
Early lease termination indemnities	284	39
<b>Rental income (Royal Decree of 13.07.2014 form)</b>	<b>141,774</b>	<b>122,760</b>
Rental-related expenses	-1	-1,933
<b>Rental income, net of rental-related expenses (analytical form)</b>	<b>141,773</b>	<b>120,828</b>

**Rental-related expenses and taxes on rented properties not recovered**

**Definition:** Difference between rental-related expenses and taxes borne by the owner, and the recuperation of rental-related expenses and taxes borne by the tenant on rented properties.

**Purpose:** To measure the rental-related expenses and taxes on rented properties which are not charged to tenants.

**Taxes on refurbishment not recovered**

**Definition:** Taxes borne by the owner on buildings under renovation and therefore not chargeable to tenants.

**Purpose:** To measure the taxes relating to properties under renovation.

<b>Analytical form (x 1,000 EUR)</b>	<b>30.06.2021</b>	<b>30.06.2020</b>
Rental-related expenses and taxes on rented properties not recovered	-1,973	-2,201
Taxes on refurbishment not recovered	-603	-780
<b>Total</b>	<b>-2,576</b>	<b>-2,981</b>

<b>Royal Decree of 13.07.2014 form (x 1,000 EUR)</b>	<b>30.06.2021</b>	<b>30.06.2020</b>
Recovery income of charges and taxes normally payable by the tenant on let properties	31,780	28,397
Charges and taxes normally payable by the tenant on let properties	-34,356	-31,378
<b>Total</b>	<b>-2,576</b>	<b>-2,981</b>

**Redecoration costs, net of tenant compensation for damages**

**Definition:** Redecoration costs borne by the owner at the end of the lease, net of compensation for damage received.

**Purpose:** To measure the costs of redecorating the rental spaces following the departure of tenants, net of compensation for damage received from these tenants.

(x 1,000 EUR)	30.06.2021	30.06.2020
Recovery of property charges	267	252
Costs payable by the tenant and borne by the owner for rental damage and redecoration at end of lease	-525	21
<b>Redecoration costs, net of tenant compensation for damages (analytical form)</b>	<b>-258</b>	<b>272</b>

**Net result from core activities - group share**

**Definition:** Net result - group share excluding result on financial instruments - group share and result on portfolio - group share.

**Purpose:** To measure the result of the strategic operational activities, excluding (i) the change in fair value of financial instruments, (ii) the cost of restructuring financial instruments, and (iii) realised and unrealised gains and losses on the portfolio, or to measure the result directly impacted by the company's property and financial management, excluding the impact related to the volatility of property and financial markets.

Calculation details as at 30.06.2021: see income statement - analytical form in the body of the press release.

**Restructuring costs of financial instruments**

**Definition:** Impact of the recycling under the income statement of hedging instruments for which the relationship with the hedged risk was terminated, as well as the result relating to the sale of hedging instruments.

**Purpose:** To measure the impact on the result for the period of the restructuring of financial instruments.

(x 1,000 EUR)	30.06.2021	30.06.2020
Impact of the recycling under the income statement of hedging instruments for which the relationship with the hedged risk was terminated	0	0
Others	0	0
<b>Restructuring costs of financial instruments</b>	<b>0</b>	<b>0</b>

### **Result on financial instruments - group share**

**Definition:** Change in the fair value of financial instruments, plus the restructuring costs of financial instruments and the share in the result on financial instruments of associated companies and joint ventures, and less minority interests related to the items listed above.

**Purpose:** To measure unrealised gains and losses related to financial instruments, as well as the costs related to their restructuring.

Calculation details as at 30.06.2021: see income statement - analytical form in the body of the press release.

### **Result on the portfolio - group share**

**Definition:** Gains or losses on disposals of investment properties and other non-financial assets, plus/less the change in the fair value of investment properties, plus the share in the result on the portfolio of associated companies and joint ventures, and other items related to the portfolio and less minority interests related to the items listed above.

**Purpose:** To measure realised and unrealised gains and losses related to the portfolio, compared to the last valuation by independent real estate valuers.

Calculation details as at 30.06.2021: see income statement - analytical form in the body of the press release.

### **Result per share**

**Definition:** Results divided by the number of outstanding shares entitled to the dividend.

**Purpose:** To measure the result per share and enable a comparison with the dividend paid per share.

	<b>30.06.2021</b>	<b>30.06.2020</b>
Net result from core activities - group share (x 1,000 EUR)	103,006	88,206
Number of outstanding shares entitled to the dividend	28,463,517	25,934,821
<b>Net result from core activities - group share - per share</b>	<b>3.62</b>	<b>3.40</b>

	<b>30.06.2021</b>	<b>30.06.2020</b>
Result on financial instruments - group share (x 1,000 EUR)	17,658	-18,029
Number of outstanding shares entitled to the dividend	28,463,517	25,934,821
<b>Result on financial instruments - group share - per share</b>	<b>0.62</b>	<b>-0.70</b>

	<b>30.06.2021</b>	<b>30.06.2020</b>
Result on portfolio - group share (x 1,000 EUR)	-25,206	-10,379
Number of outstanding shares entitled to the dividend	28,463,517	25,934,821
<b>Result on portfolio - group share - per share</b>	<b>-0.89</b>	<b>-0.40</b>

	30.06.2021	30.06.2020
Net result - group share (x 1,000 EUR)	95,458	59,798
Number of outstanding shares entitled to the dividend	28,463,517	25,934,821
<b>Net result - group share - per share</b>	<b>3.35</b>	<b>2.31</b>

#### **Revalued net assets per share in fair value**

**Definition:** Book value of the share after deduction of transaction costs (primarily transfer taxes) from the value of investment properties. Amount of shareholders' equity attributable to shareholders of the parent company, divided by the number of outstanding shares entitled to the dividend.

**Purpose:** To measure the fair value of the share and enable a comparison with its share price.

	30.06.2021	31.12.2020
Shareholders' equity attributable to shareholders of the parent company (x 1,000 EUR)	2,846,930	2,574,775
Number of outstanding shares entitled to the dividend	29,998,137	27,016,833
<b>Revalued net assets per share at fair value (in EUR/share)</b>	<b>94.90</b>	<b>95.30</b>

#### **Revalued net assets per share in investment value**

**Definition:** Book value of the share before deduction of transaction costs (primarily transfer taxes) from the value of investment properties. Amount of shareholders' equity attributable to shareholders of the parent company, from which are subtracted the transfer taxes booked under shareholders' equity on the closing date and those booked under the income statement during the period, divided by the number of outstanding shares entitled to the dividend.

**Purpose:** To measure the fair value of the share and enable a comparison with its share price.

(x 1,000 EUR)	30.06.2021	31.12.2020
Shareholders' equity attributable to shareholders of the parent company	2,846,930	2,574,775
To exclude:		
Transfer taxes booked under shareholders' equity	-158,225	-126,397
Transfer taxes booked under the income statement	-24,209	-32,434
Total	3,029,364	2,733,606
Number of outstanding shares entitled to the dividend	29,998,137	27,016,833
<b>Revalued net assets per share at investment value (in EUR/share)</b>	<b>100.99</b>	<b>101.18</b>

### Change in gross rental revenues on a like-for-like basis

**Definition:** Change from one year to the next, expressed as a percentage, of the gross rental revenues, excluding variations related to changes in scope (major renovations, acquisitions and disposals) occurring during the period.

**Purpose:** To identify changes in gross rental revenues which do not result from major renovations, acquisitions or disposals.

<b>(x 1,000 EUR)</b>	
Gross rental revenues at 30.06.2020	125,639
To include:	
Variations not related to changes in scope	953
Gross rental revenues at 30.06.2021	126,592
<b>Change in gross rental revenues on a like-for-like basis</b>	<b>0.8%</b>

### Operating costs/average value of the portfolio under management

**Definition:** Direct and indirect operating costs (direct property costs, property management costs and corporate management costs, corrected in the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> quarters as per the effect of the application of IFRIC 21, which stipulates that taxes for which the triggering event has already occurred are recognised as at January 1<sup>st</sup> for the entire year), divided by the average value of the portfolio under management over the period, taking into account the scope inflows and outflows.

**Purpose:** To measure the level of operating costs compared to the average value of the property portfolio under management.

<b>(x 1,000 EUR)</b>	<b>30.06.2021</b>	<b>30.06.2020</b>
Direct property costs	4,942	4,275
<i>Of which:</i>		
- Direct property costs according to income statement	6,018	5,133
- IFRIC 21 effect	-1,077	-858
Corporate management costs	19,794	16,621
<i>Of which:</i>		
- Corporate management costs according to income statement	20,675	17,500
- IFRIC 21 effect	-881	-879
<b>Direct and indirect operating costs</b>	<b>24,735</b>	<b>20,896</b>
<b>Annualised direct and indirect operating costs</b>	<b>49,471</b>	<b>41,793</b>
Average value of the portfolio under management over the period	5,271,051	4,421,048
<b>Operating costs/average value of the portfolio under management</b>	<b>0.94%</b>	<b>0.95%</b>

### Operating margin

**Definition:** Operating result (before result on the portfolio) divided by the property result, corrected in the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> quarters as per the effect of the application of IFRIC 21, which stipulates that taxes for which the triggering event has already occurred are recognised as at January 1<sup>st</sup> for the entire year.

**Purpose:** To evaluate the company's ability to generate profit from its sole operating activity without taking into account the financial result, taxes and result on the portfolio.

(x 1,000 EUR)	30.06.2021	30.06.2020
Property result	143,429	123,729
<i>Of which:</i>		
- Direct property costs according to income statement	142,569	122,841
- IFRIC 21 effect	860	888
Operating result (before result on the portfolio)	118,694	102,833
<i>Of which:</i>		
- Corporate management costs (before to result on the portfolio) according to income statement	115,876	100,208
- IFRIC 21 effect	2,818	2,625
<b>Operating margin</b>	<b>82.8%</b>	<b>83.1%</b>

### Average cost of debt

**Definition:** Average interest rate of debt obtained by dividing the interest charges recorded by the group for its various loans (on an annual basis) by the weighted average debt of the current period. The numerator corresponds to annualised net interest charges as shown in the income statement. The denominator corresponds to the average debt of the current period calculated by taking into account the daily drawdowns on loans (bank loans, bonds, commercial paper, etc.).

**Purpose:** To measure the average interest rate of the debt and analyse its evolution over time.

(x 1,000 EUR)	30.06.2021	31.12.2020
Interest charges recorded by the group, annualised	25,285	24,541
Weighted average over of the period	2,393,142	1,852,837
<b>Average cost of debt</b>	<b>1.1%</b>	<b>1.3%</b>