

APM (Alternative Performance Measures) calculation details used by Cofinimmo as at 31.03.2023

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.

(x 1,000 EUR)	31.03.2023	31.03.2022
Rents (gross rental revenues)	85,737	78,102
Cost of rent-free periods	-1,648	-1,588
Concessions granted to tenants	-467	-205
Early lease termination indemnities	284	76
Rental income (Royal Decree of 13.07.2014 form)	83,906	76,385
Rental-related expenses	-112	-55
Rental income, net of rental-related expenses (analytical form)	83,794	76,330

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.

Analytical form (x 1,000 EUR)	31.03.2023	31.03.2022
Rental-related expenses and taxes on rented properties not recovered	-2,688	-2,054
Taxes on refurbishment not recovered	-792	-617
Total	-3,480	-2,671

Royal Decree of 13.07.2014 form (x 1,000 EUR)	31.03.2023	31.03.2022
Recovery income of charges and taxes normally payable by the tenant on let properties	25,638	26,246
Charges and taxes normally payable by the tenant on let properties	-29,118	-28,917
Total	-3,480	-2,671

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)	31.03.2023	31.03.2022
Recovery of property charges	21	92
Costs payable by the tenant and borne by the owner for rental damage and redecoration at end of lease	-53	-157
Redecoration costs, net of tenant compensation for damages (analytical form)	-31	-65

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 the 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 31.03.2023: 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)	31.03.2023	31.03.2022
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
Restructuring costs of financial instruments	0	0

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 associates 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 31.03.2023: 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 associates 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, based on the last valuation by independent real estate valuers.

Calculation details as at 31.03.2023: see income statement - analytical form in the body of the press release.

Result per share

Definition: Results (net results from core activities – group share, result on financial instruments - group share, result on portfolio - group share) divided by the average number of outstanding shares.

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

	31.03.2023	31.03.2022
Net result from core activities - group share (x 1,000 EUR)	53,368	50,709
Average number of outstanding shares	32,846,217	31,659,256
Net result from core activities - group share - per share	1.62	1.60

	31.03.2023	31.03.2022
Result on financial instruments - group share (x 1,000 EUR)	-17,170	74,893
Average number of outstanding shares	32,846,217	31,659,256
Result on financial instruments - group share - per share	-0.52	2.37

	31.03.2023	31.03.2022
Result on portfolio - group share (x 1,000 EUR)	-18,723	41,403
Average number of outstanding shares	32,846,217	31,659,256
Result on portfolio - group share - per share	-0.57	1.31

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.

Purpose: To measure the value of the share based on the fair value of investment properties and enable a comparison with its share price.

	31.03.2023	31.12.2022
Shareholders' equity attributable to shareholders of the parent company (x 1,000 EUR)	3,655,847	3,637,413
Number of outstanding shares	32,851,818	32,846,154
Revalued net assets per share at fair value (in EUR/share)	111.28	110.74

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, to which are added 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.

Purpose: To measure the value of the share based on the investment value of investment properties and enable a comparison with its share price.

(x 1,000 EUR)	31.03.2023	31.12.2022
Shareholders' equity attributable to shareholders of the parent company	3,655,847	3,637,413
To exclude:		
Transfer taxes booked under shareholders' equity	-242,172	-201,015
Transfer taxes booked under the income statement	-9,284	-42,318
Total	3,907,304	3,880,746
Number of outstanding shares	32,851,818	32,846,154
Revalued net assets per share at investment value (in EUR/share)	118.94	118.15

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.

(x 1,000 EUR)	
Gross rental revenues at 31.03.2022	78,102
To include:	
Variations not related to changes in scope	5,286
Gross rental revenues at 31.03.2023	83,388
Change in gross rental revenues on a like-for-like basis	6.8%

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 1st, 2nd and 3rd 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 1st 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.

(x 1,000 EUR)	31.03.2023	31.03.2022
Direct property costs	2,784	2,612
<i>Of which:</i>		
- Direct property costs according to income statement	3,811	3,910
- IFRIC 21 effect	-1,026	-1,298
Corporate management costs	12,230	11,520
<i>Of which:</i>		
- Corporate management costs according to income statement	13,169	12,880
- IFRIC 21 effect	-939	-1,360
Direct and indirect operating costs	15,014	14,131
Annualised direct and indirect operating costs	60,056	56,525
Average value of the portfolio under management over the period	6,235,686	5,883,391
Operating costs/average value of the portfolio under management	0.96%	0.96%

Operating margin

Definition: Operating result (before result on the portfolio) divided by the property result, corrected in the 1st, 2nd and 3rd 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 1st 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)	31.03.2023	31.03.2022
Property result	82,806	78,147
<i>Of which:</i>		
- Direct property costs according to income statement	81,053	76,508
- IFRIC 21 effect	1,753	1,639
Operating result (before result on the portfolio)	67,792	64,016
<i>Of which:</i>		
- Corporate management costs (before to result on the portfolio) according to income statement	64,074	59,718
- IFRIC 21 effect	3,719	4,297
Operating margin	81.9%	81.9%

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)	31.03.2023	31.12.2022
Interest charges recorded by the group, annualised	39,480	33,349
Weighted average debt over of the period	2,840,513	2,762,546
Average cost of debt	1.4%	1.2%