

Consolidating Canada's Automotive Dealership Properties

Investor Presentation

MARCH 2024



FORWARD-LOOKING STATEMENTS

Certain statements contained in this presentation constitute forward-looking information within the meaning of applicable securities legislation. Forward-looking information may relate to the REIT's future outlook and anticipated events or results and may include statements regarding the financial position, business strategy, budgets, litigation, projected costs, capital expenditures, financial results, taxes, plans and objectives of or involving the REIT. Particularly, statements regarding future results, performance, achievements, prospects or opportunities for the REIT or the real estate or automotive dealership industry are forward-looking statements. The REIT has based these forward-looking statements on factors and assumptions about future events and financial trends that it believes may affect its financial condition, results of operations, business strategy and financial needs, including that the Canadian economy will remain stable over the next 12 months, that tax laws remain unchanged, that conditions within the automotive dealership real estate industry and the automotive dealership industry generally, including competition for acquisitions, will be consistent with the current climate, that the Canadian capital markets will provide the REIT with access to equity and/or debt at reasonable rates when required and that the Dilawri Organization will continue its involvement with the REIT. Although the forward-looking statements contained in this presentation are based upon assumptions that management believes are reasonable based on information currently available to management, there can be no assurance that actual results will be consistent with these forward-looking statements. Forward-looking statements necessarily involve known and unknown risks and uncertainties, many of which are beyond the REIT's control, that may cause the REIT's or the industry's actual results, performance, achievements, prospects and opportunities in future periods to differ materially from those expressed or implied by such forward-looking statements. The forward-looking statements made in this presentation relate only to events or information as of the date of this presentation. Except as required by law, the REIT and Dilawri undertake no obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events or otherwise, after the date on which the statements are made or to reflect the occurrence of unanticipated events. Please refer to "Forward-Looking Statements" in the REIT's regulatory filings.

NON-IFRS MEASURES

This presentation makes reference to certain non-IFRS measures. Funds from operations ("FFO"), adjusted funds from operations ("AFFO"), net operating income ("NOI"), cash net operating income ("Cash NOI") and Same Property cash operating income ("Same Property Cash NOI") are key measures of performance used by management and real estate businesses. However, such measures are not defined by IFRS and do not have standardized meanings prescribed by IFRS. The REIT believes that AFFO is a key measure of economic earnings performance and is indicative of the REIT's ability to pay distributions from earnings, while FFO, NOI and Cash NOI are important measures of operating performance and the performance of real estate properties. The IFRS measurement most directly comparable to FFO, AFFO, NOI and Cash NOI is net income. Please refer to "Non-IFRS Measures" in the REIT's regulatory filings.

Vision

To be the net lease real estate partner of choice for the automotive service and retail community

Mission

Invest in premier properties in growing metropolitan markets to deliver durable and growing cash flow underpinned by long-term real estate appreciation

Capital Market Profile (TSX: APR.UN)



Recent price: **\$10.24**¹

Market capitalization:
\$502 million¹

REIT Units: 39.73 million

Class B Units: 9.33 million

Investment properties:

\$1.18 billion²

Total return:

IPO to Mar. 12, 2024: **94.3%**³

Annualized distribution

\$0.804 / unit

Yield¹

~ 7.9%

Debt to GBV²

45.0%

LTM AFFO Payout Ratio²

87.6%

2023 tax treatment

60% Return of Capital

40% Interest Income

**Internally
Managed**

Analyst coverage



1. As at March 14, 2024 (market capitalization includes Class B Units)

2. As at December 31, 2023

3. Including reinvested dividends

Essential Retail on Prime Urban Land



- Tripled assets from < \$400 million to ~ \$1.2 billion since 2015 IPO
- Prime urban properties supported by GDP and population growth, intensification, and higher and better use scenarios



77
income-producing properties

249 acres
of commercially-zoned
urban real estate

2.9 million
square feet of Gross Leasable
Area ("GLA")

~ 80%
exposure to VECTOM
markets

2021 CMA Population

Montreal	4,291,732
Ottawa	1,488,307
Toronto	6,202,225
Calgary	1,481,806
Edmonton	1,418,118
Vancouver	2,642,825

Source: Statistics Canada. 2023. Census Profile. 2021

Quality Tenants



- Long-term triple net leases with multi dealership indemnification and Tesla
- Defensive income (100% occupancy / no bad debt write-offs) supported by underlying land value appreciation
- Embedded growth with contractual annual set or CPI-linked escalations



- 81 automotive dealerships (79 in Canada), representing ~38 brands
- Presence in QC, ON, SK, AB, BC, and United States
- APR has the first right to acquire from Dilawri development and acquisition pipeline



(Alpha Auto Group)

- 16 automotive dealerships, representing ~10 brands
- Presence in ON and United States

Tesla

- Leading global electric vehicle maker with largest market capitalization of any automotive company
- Nasdaq: TSLA



- 62 automotive dealerships, representing ~28 brands
- Presence in ON, AB, BC, NWT



- 84 automotive dealerships (66 in Canada), representing ~28 brands
- Presence in NS, NB, QC, ON, MB, SK, AB, BC, and United States
- TSX: ACQ

Groupe Olivier Capital
Operated by:



- 24 automotive dealerships, representing ~10 brands
- Presence in QC, NB



- One of the largest automotive dealership groups in North America, with more than 300 locations
- Acquired Pfaff Automotive Partners in August 2021 to enter Canadian market
- NYSE: LAD

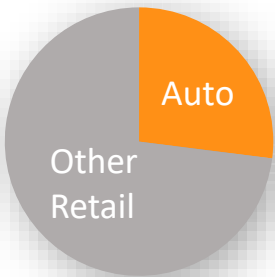
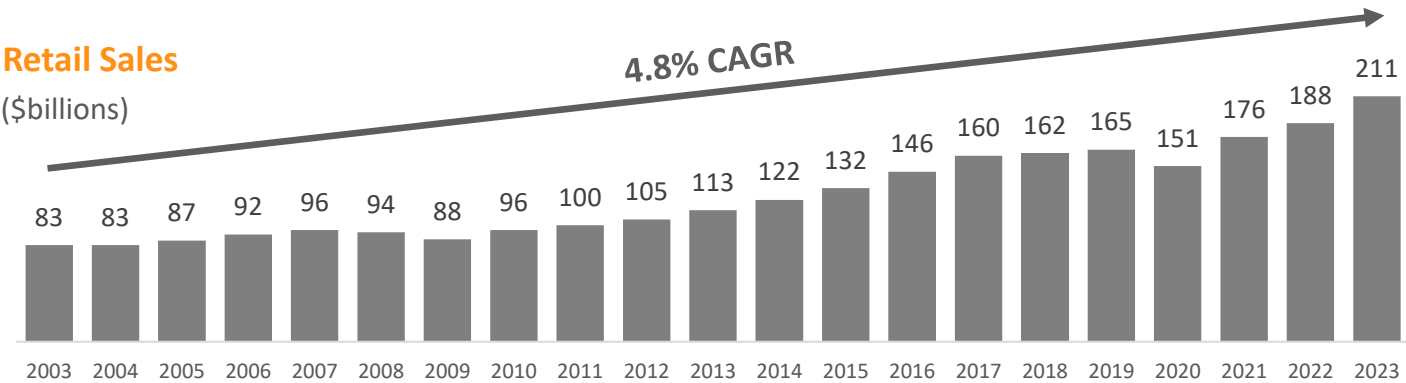
*Data based on publicly available information (March 2024)



Essential Automotive Service & Retail



Essential Retail - Automotive Dealership Industry



~27%

Auto industry's proportion of Canada's overall retail sales of products and merchandise in 2023

Automotive dealership retail sales include 4 revenue / profit centres

- 1 Parts, service and repair
- 2 Finance and Insurance
- 3 New vehicle sales
- 4 Used vehicle sales

New vehicle unit sales in Canada in 2023

1.74 Million

~11.6% increase from 2022 levels

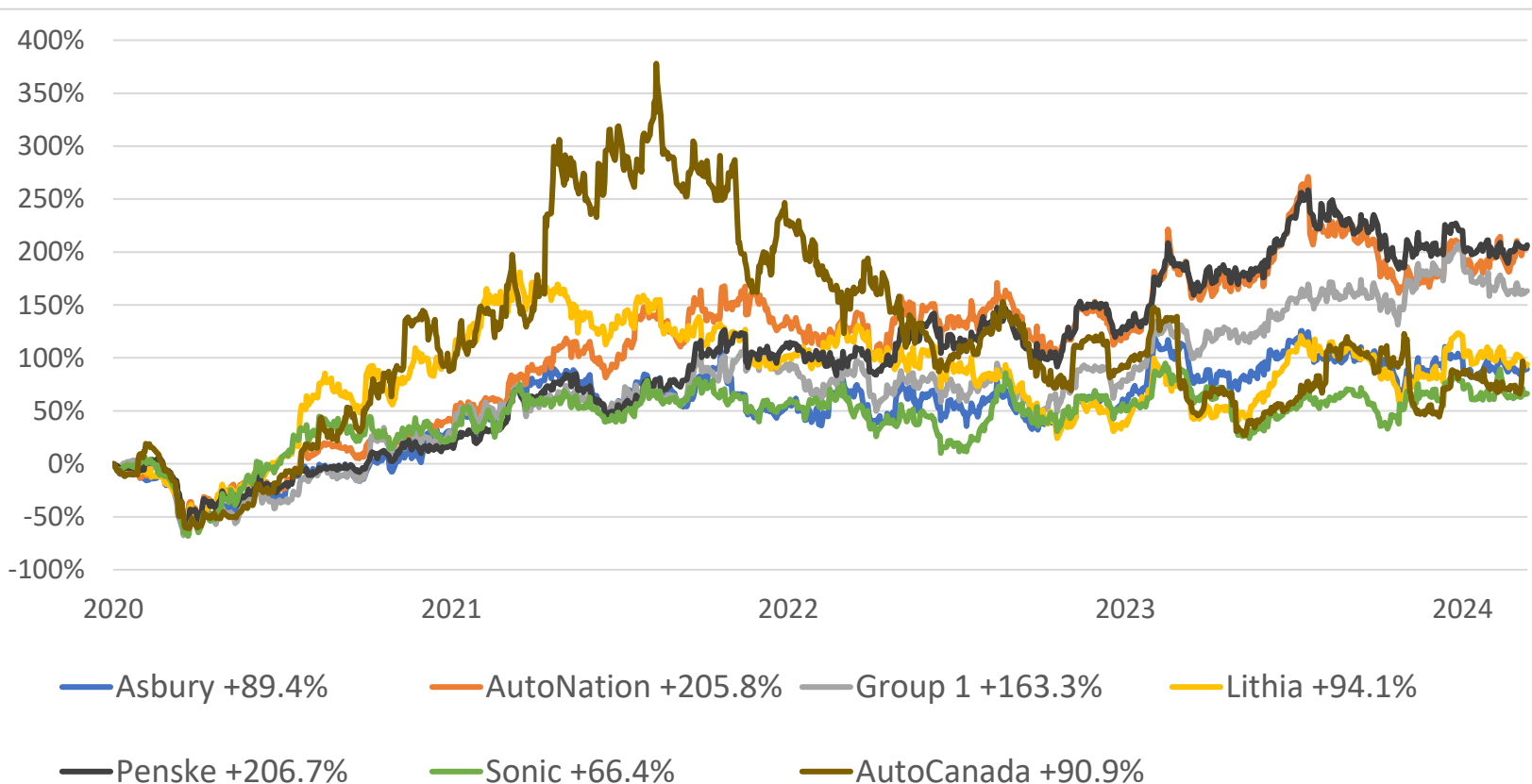
Canadian new light vehicle sales increased **11.8%** year-over-year in 2023, reflecting continued consumer demand for new vehicles (Source: DesRosiers Automotive Consultants Inc.)

THE AUTOMOTIVE RETAIL SALES INDUSTRY IS CANADA'S LARGEST RETAIL SEGMENT

Strong Auto Dealership Performance



Stock Performance (December 31, 2019 to March 12, 2024)



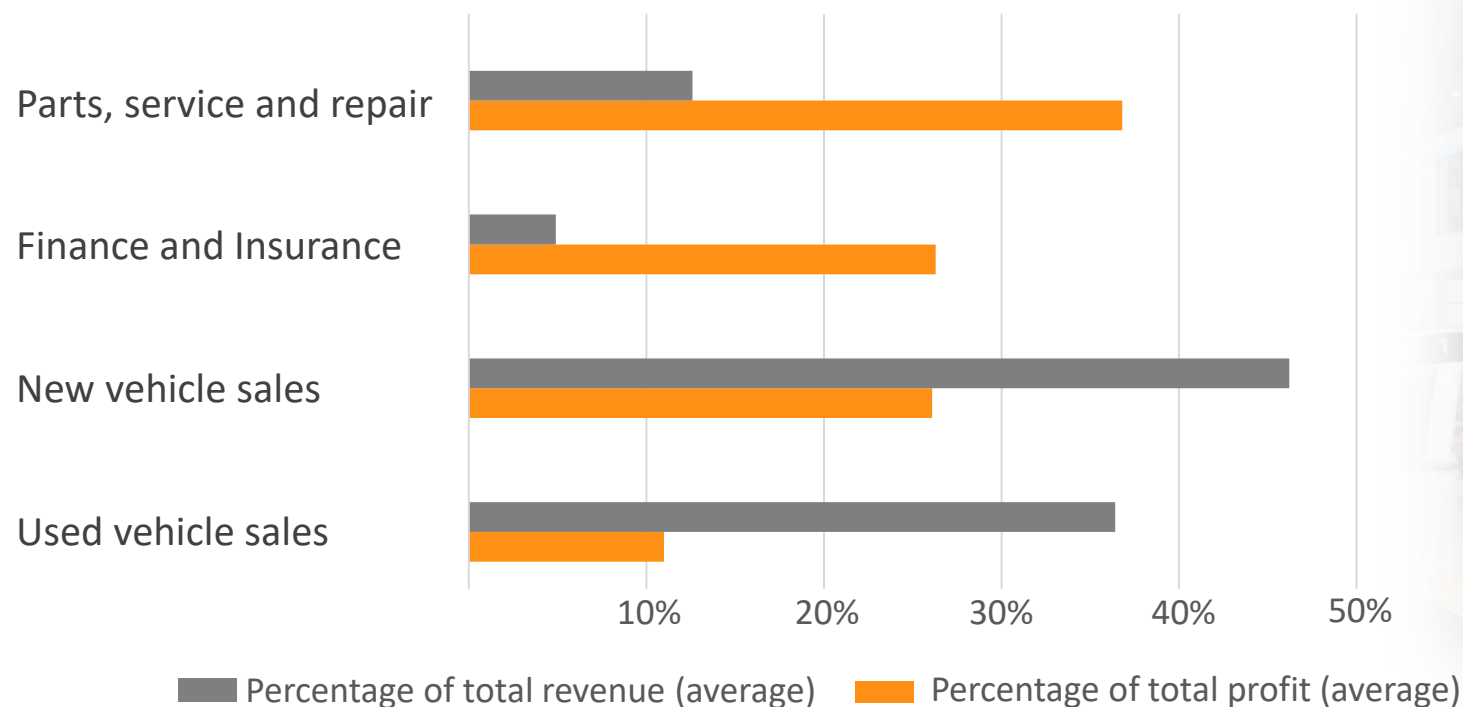
- Auto dealers generating strong earnings
 - Rapid cost reduction achieved due to high variable cost component
- Profit margins per unit sold being enhanced through:
 - Technological improvements / enhanced e-commerce offerings and curbside pick-up for sales & service
 - Reduced headcounts
 - Lower SG&A costs

THE AUTOMOTIVE DEALERSHIP INDUSTRY IS HIGHLY RESILIENT AND RESPONDED EFFECTIVELY TO THE DISRUPTION CAUSED BY THE PANDEMIC

Automotive Dealership Group Profit Centres



Average revenue / profit % contribution per business segment for major North American automotive dealership groups¹



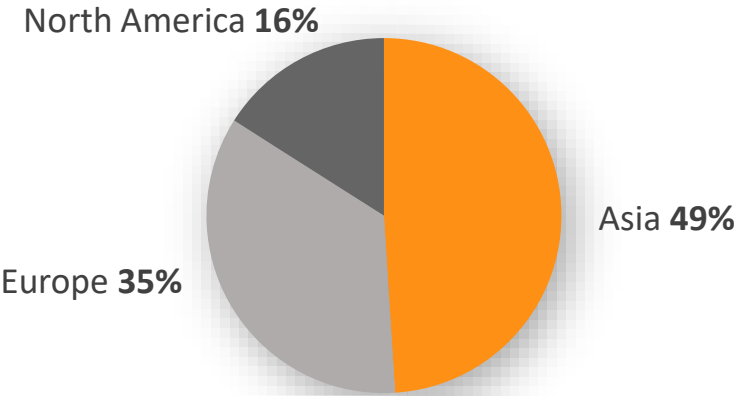
(1) Chart data is derived from the public disclosure of Asbury Automotive, AutoCanada, AutoNation, Group 1 Automotive, Lithia, Penske Automotive and Sonic Automotive. The data reflects the average revenue and profit contributions from 2022 and 2023

SIGNIFICANT MAJORITY OF PROFITS ARE GENERATED FROM REVENUE SOURCES OTHER THAN NEW CAR SALES

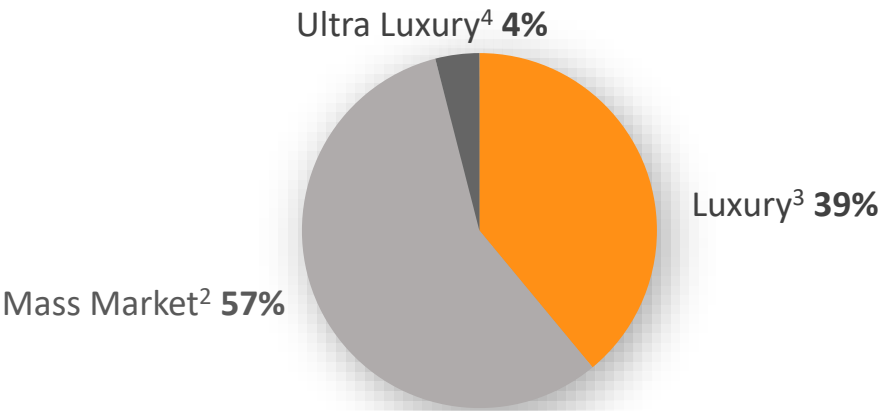
Manufacturer / Brand Diversification



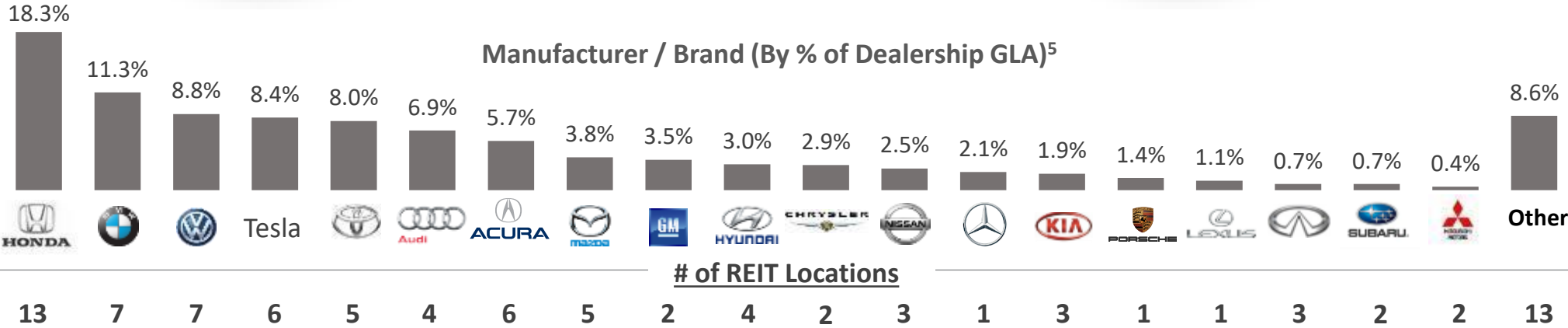
Manufacturers by Region
(% of Base Rent from Dealership Properties)¹



Brands by Market Segment
(% of Base Rent from Dealership Properties)¹



Manufacturer / Brand (By % of Dealership GLA)⁵



(1) As at December 31, 2023
(2) Mass Market segment includes: Chrysler, Ford (including Lincoln), General Motors, Kia, Nissan (including Nissan Infiniti), Honda, Hyundai, Mazda, Mitsubishi, Subaru, Toyota and Volkswagen
(3) Luxury segment includes: Acura, Audi, BMW, Infiniti, Lexus, Mercedes-Benz and Tesla
(4) Ultra-Luxury segment includes: Aston Martin, Bentley, Jaguar, Lamborghini, Land Rover, Porsche, Maserati and McLaren
(5) As at December 31, 2023

Automotive Industry Developments & Evolution



- New entrants from Asia entering NA market
- Consumer buying habits being met by enhanced dealership e-commerce offerings and curbside pick-up and service
- Electric vehicles – low penetration, but gradually increasing
 - EV registrations comprised 7.7% of new U.S. light vehicle registrations in 2023, compared to 5.7% in 2022 ¹
 - Implication on dealer infrastructure
- Automated vs. autonomous
 - Automated – safety / technology expected to be regulated
 - Autonomous – cultural shift
- Other influencers
 - Ride Sharing Platforms – Uber, Lyft



(1) Source: S&P Global Mobility

INCREASING INDUSTRY DEMAND FOR LIMITED AUTOMOTIVE PROPERTIES SUPPLY

Stability & Performance



Stable Growth Platform



4.8 years

Weighted average
interest rate swap term
and mortgage remaining¹

4.25%

Weighted average
fixed interest rate
on debt¹

95%

Portion of total debt at
fixed interest rates¹

~ 80%

exposure to VECTOM
markets¹

9.8 years

Weighted average
lease term¹

2.4%

2023 Same Property
Cash NOI growth

100%

Effective occupancy

45.0%

Debt to GBV¹

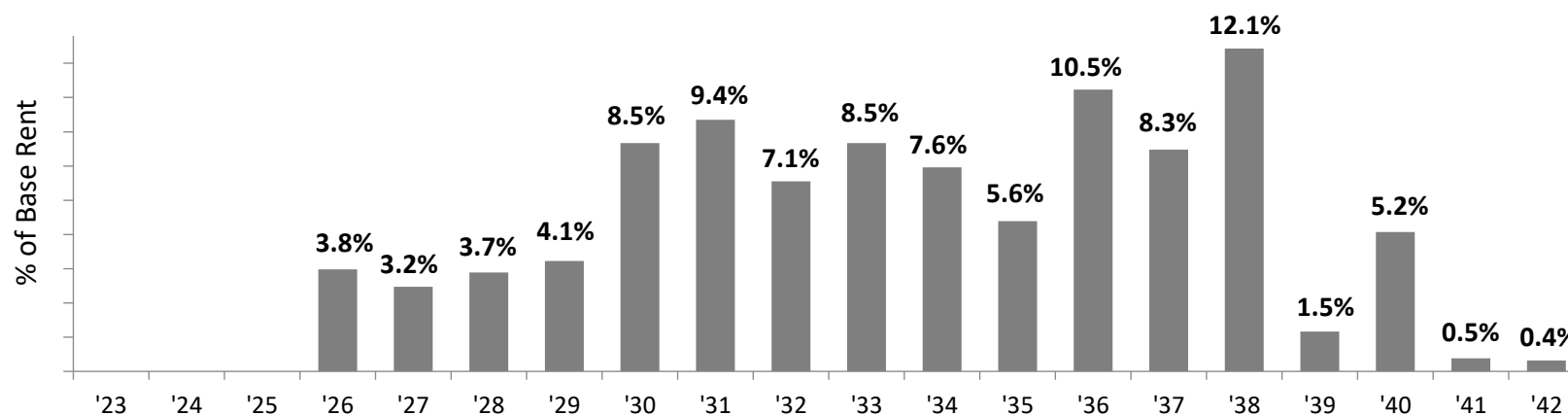
1) As at December 31, 2023

Strong Leasing Profile¹



- Triple-net leases with weighted average term of 9.8 years
- Leases are indemnified by multi-brand, multi-location operators / OEM (e.g. AutoCanada, Dilawri Group, Go Auto, Lithia Motors, and Tesla)
- Fixed 1.5% annual rent escalator for the 36 Dilawri properties over the next 2.4 – 18.0 years
- For 2024, leases with uncapped CPI-related adjustments represent ~26% of base rent, and an additional 10% of leases are subject to capped CPI-related adjustments

Lease Maturity Schedule²



(1) As at December 31, 2023

(2) Based on 12-month rolling average as at December 31, 2023

RELIABLE LONG-TERM CASH FLOW, WITH CONTRACTED, LONG-TERM RENTAL INCOME GROWTH

Debt Strategy



- 95% of debt fixed through swaps and mortgages
- Flexible financing structure (ability to expand, rotate assets and repay or renew)
- Strong support from diversified lender base

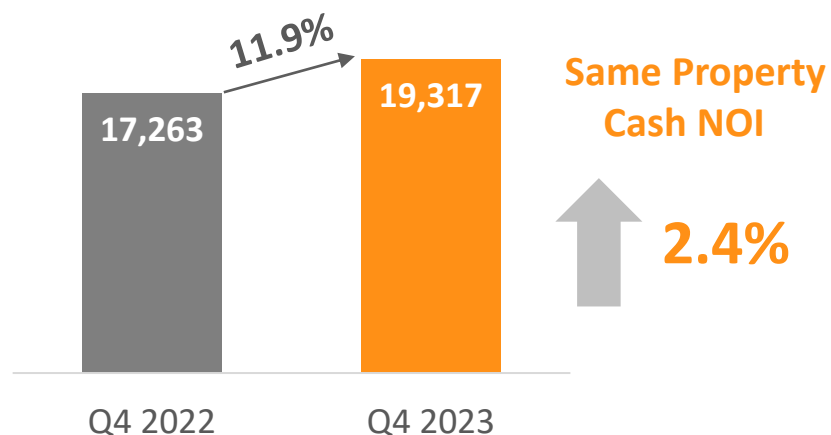
At Dec. 31, 2023 (\$000s)	Maturity	Principal Amount	Effective Fixed Rate of Interest	Amount withdrawn against Revolving Credit Facility	Repayment
Facility 1	June 2027	\$259,896	4.48%	\$27,200 of \$30,000	Open
Facility 2	January 2025	\$80,984	3.64%	\$0 of \$15,000	Open
Facility 3	June 2026	\$162,246	4.33%	\$0 of \$40,000	Open
Mortgages	Multiple	\$31,145	3.53%	n/a	Closed
Total/Weighted Average:		\$534,271	4.25%	\$27,200 of \$85,000	

- As at December 31, 2023, the REIT had cash on hand of ~\$0.3 million, undrawn revolving credit facilities of \$57.2 million and five unencumbered properties valued at ~\$70.6 million
 - \$63.2 million of undrawn credit revolving facilities and five unencumbered properties valued at ~\$70.6 million as at March 7, 2024
- With interest rate swaps, weighted average term to maturity is approximately 4.8 years as at December 31, 2023
- Debt to GBV of 45.0% as at December 31, 2023

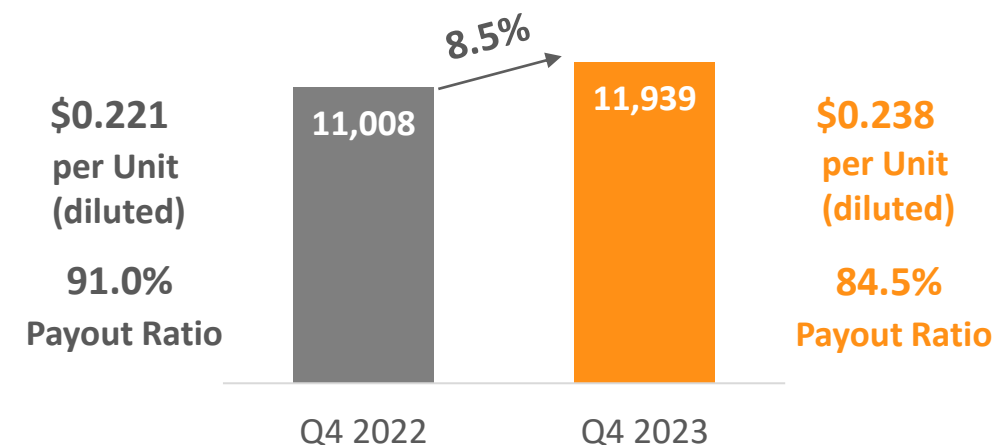
Q4 2023 Financial Review



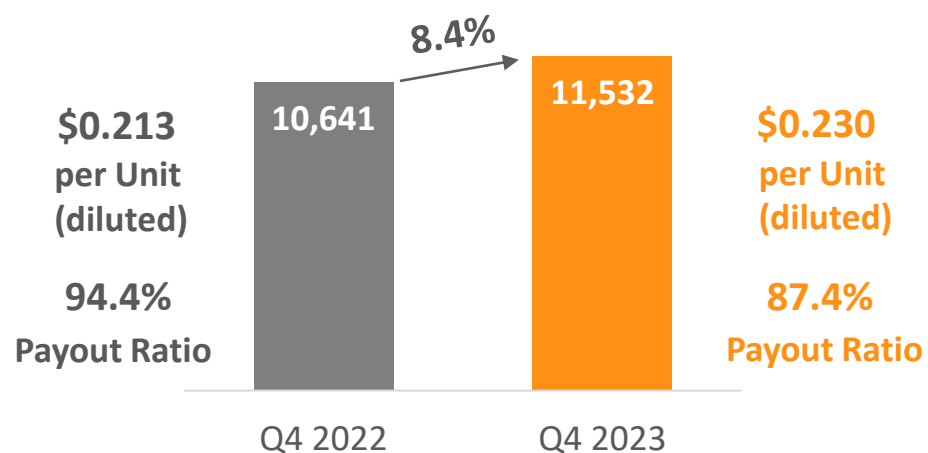
Cash NOI (\$000s)



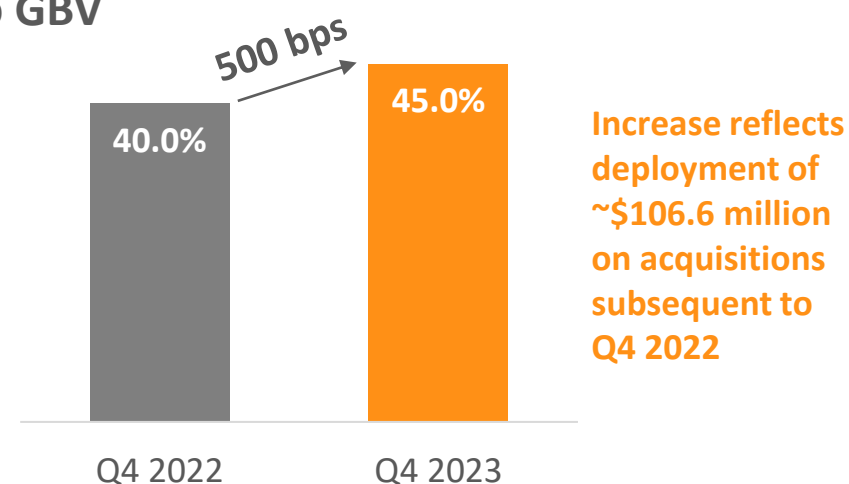
FFO (\$000s)



AFFO (\$000s)



Debt to GBV



2023 Financial Review



(\$000s, except per unit amounts and payout ratios)	12 months ended December 31, 2023	12 months ended December 31, 2022	Variance
Revenue from investment properties	\$ 92,484	\$ 82,861	11.6%
Cash NOI	76,372	68,533	11.4%
Same property Cash NOI ¹	67,568	65,962	2.4%
FFO	48,010	46,748	2.7%
AFFO	45,930	44,707	2.7%

Per Unit Amounts / Payout Ratios			
Distributions	\$ 0.804	\$ 0.804	--
FFO (diluted)	0.959	0.939	0.020
AFFO (diluted)	0.918	0.898	0.020
FFO payout ratio	83.8%	85.6%	1.8%
AFFO payout ratio	87.6%	89.5%	1.9%



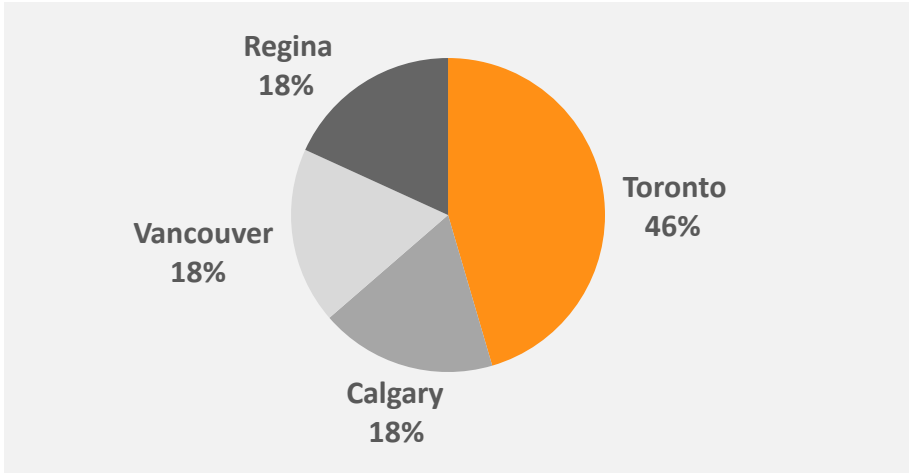
Growth



Portfolio Diversification & Growth



At July 2015 IPO



Markets >
(By GLA)

Dilawri 100%

Tenants >
Base Rent

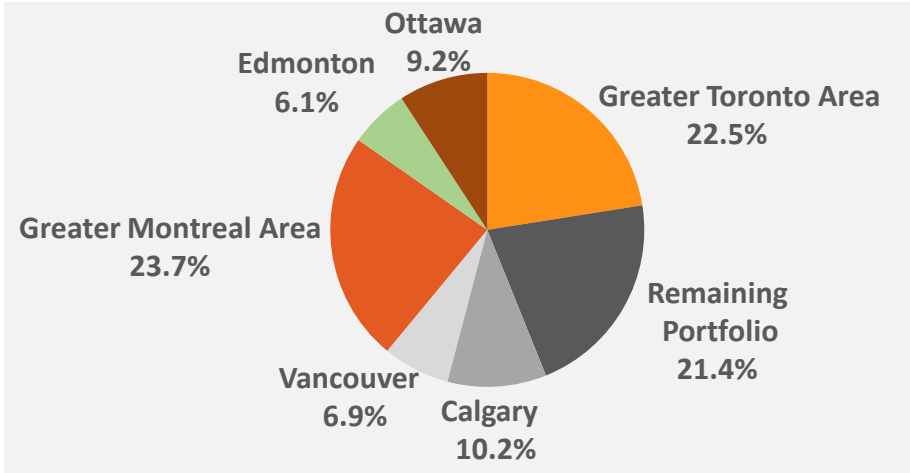
\$357.6 million

Investment Properties >

\$180.0 million

Market capitalization >

At December 31, 2023



Dilawri 53.5%

\$1.18 billion

\$502 million¹

(1) As at March 14, 2024 (Includes Class B units)

Acquisition Growth (July 2015 IPO to Present)



- **53** properties acquired / four property expansions / two property divestitures
- **~\$702 million** deployed
- Added **~1.9 million** square feet of **GLA** to portfolio
- Acquisitions indirectly funded by **six fully-subscribed equity offerings** totaling **~\$409.5 million**
- Increased **brand, geographic** and **tenant** diversification
- Enhanced **capital market liquidity**
- Focused on **AFFO per Unit growth**



2023 Acquisitions



January: acquisition of **six properties** in Quebec (four in GMA / two in Sorel Tracy) from separate third parties for aggregate purchase price of **\$98.5 million**

- Affiliates of **Groupe Olivier Capital** are the operating tenants
 - long-term, triple-net leases with **contractual annual rent increases** linked to CPI in Quebec, and no less than 1.5%, after year one
 - **weighted average term ~16 years** / indemnified by Groupe Olivier

187,421 sq. ft. of GLA / 21.7 acres

Chomedey Toyota (Laval)	Hamel Honda (St. Eustache)	Honda St. Rose (Laval)
Mazda de Laval (Laval)	Hyundai Sorel (Sorel Tracy)	Kia Sorel (Sorel Tracy)

June: Joint agreement with **StorageVault Canada Inc.** to complete acquisition of the Volvo and Jaguar Land Rover dealership property in Brossard, Quebec for **\$16.1 million** (each funded 50%)

- Lease is subject to annual adjustments linked to **CPI** in Quebec

50,415 sq. ft. of GLA / 3.4 acres



Mazda de Laval



Chomedey Toyota

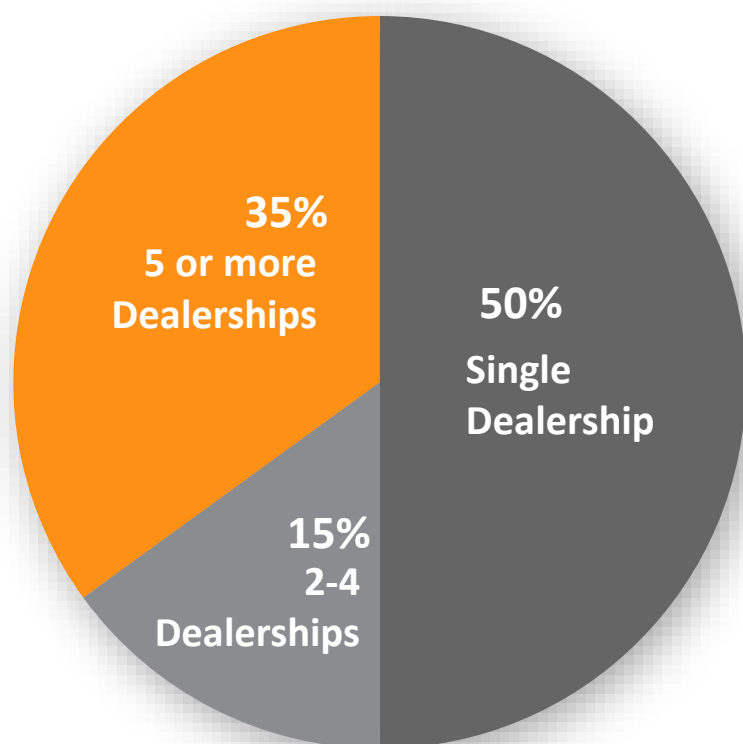


Volvo JLR Brossard

Further Opportunity to Consolidate Highly Fragmented Industry



Proportion of Canada's ~ 3,500 Auto Dealerships
by Size of Ownership Group ¹



10 Dealership Groups: Approximately 13.4% of the Canadian Market ²

Company	Dealerships	% of Total
Dilawri Group ⁽³⁾	79	2.3%
AutoCanada ⁽³⁾	66	1.9%
Go Auto ⁽³⁾	62	1.8%
Steele Automotive Group	55	1.6%
Groupe Gabriel	42	1.2%
Performance Auto Group	37	1.1%
Zanchin Automotive Group	36	1.0%
Murray Auto Group	31	0.9%
O'Regan's Automotive	30	0.9%
Groupe Olivier ⁽³⁾	24	0.7%
Top 10 subtotal	462	13.4%
Other	~ 3,038	86.6%
Total	~ 3,500 ⁽¹⁾	100.0%

(1) Source: DesRosiers Automotive Consultants Inc.

(2) Data based on publicly available information (March 2024)

(3) Denotes current tenants of the REIT

REIT lease structure and strategy to drive Same Property NOI

- Contractual set rent increases and CPI-linked adjustments
 - For 2024, leases with CPI adjustments represent ~26% of base rent
 - An additional 10% of existing leases are subject to capped CPI-related adjustments
- Triple-net leases: property-level cost inflation is the responsibility of tenant
 - Tenants pay for repairs and maintenance, realty taxes, property insurance, utilities and non-structural capital improvements

Same Property Cash NOI: +2.4%

(12 months ended December 31, 2023)



THE REIT IS WELL POSITIONED DURING BOTH STABLE AND INFLATIONARY ENVIRONMENTS

Sample Urban Properties - 2022 Demographics Radius



Average Household Income

Property (3 KM)	Average (2022)	5-Year Population Growth	10-Year Population Growth
Hyundai Honda, Gallery	\$136,498	11.33%	11.33%
Audi Vaughan	\$126,499	12.02%	12.02%
Markham Acura	\$118,524	10.79%	10.79%
Markham Honda	\$114,605	9.87%	9.87%
JLR Volvo, Brossard	\$112,139	8.23%	8.23%
MB West Island	\$110,717	3.67%	3.67%
Audi Burrard, Van	\$105,534	1.30%	1.30%
Frost GMC, Brampton	\$98,699	2.50%	2.50%
Porsche Centre, Van.	\$94,780	1.30%	1.30%
Lexus Laval	\$81,693	7.00%	7.00%
Brimell Toyota, Scarb.	\$75,864	1.00%	1.00%



230k Average population density within a 5-km radius



60 Average transit score = "Good Transit"

Investment Highlights



- Canadian automotive service and retail is an essential business
- High-quality portfolio of properties located in commercial corridors in growing metropolitan markets across Canada (~80% VECTOM)
- Debt strategy / structure reduces exposure to interest rate increases
- Long-term, triple-net leases with fixed rent escalators or CPI-linked adjustments provide stable, growing cash flows
- Diversified lead tenants, representing major automotive dealer groups and Tesla, well positioned to play a leading role in consolidation
- Pursuing acquisitions on a strategic basis / ~\$171.5 million deployed on property acquisitions since the start of 2022



ESSENTIAL RETAIL, QUALITY TENANTS AND PRIME METROPOLITAN LAND

Appendix



APR.UN Price Performance



12 months ended March 14, 2024



Strong Majority Independent Board



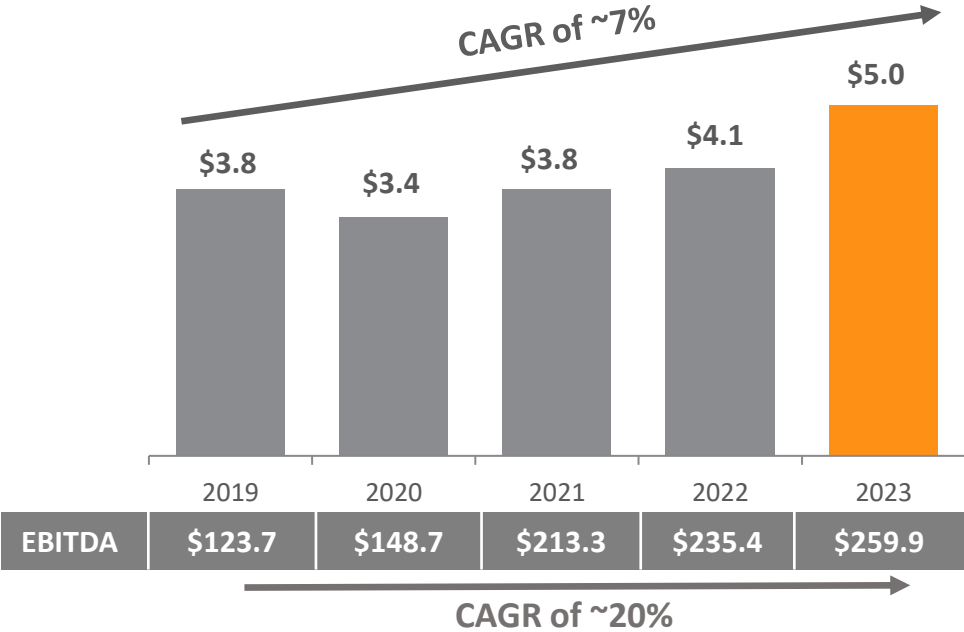
Name & Domicile	Principal Occupation
Kap Dilawri, <i>Chair</i> Ontario, Canada	Co-Founder and President of the Dilawri Group
Patricia Kay Massachusetts, United States	Former Senior Vice President, Dealer Finance – Bank of America Merrill Lynch
Milton Lamb Ontario, Canada	President & CEO of Automotive Properties REIT
Stuart Lazier Ontario, Canada	Chairman, Northbridge Investment Management Inc. and former CEO of Fiera Properties Ltd.
James Matthews Ontario, Canada	Executive Vice President of the Dilawri Group
Julie Morin Ontario, Canada	Chief Financial Officer of The Minto Group
John Morrison, <i>Lead Trustee</i> Ontario, Canada	Former Vice Chairman and CEO of Choice Properties Real Estate Investment Trust

MANAGEMENT & TRUSTEES FOCUSED ON LONG-TERM AFFO PER UNIT GROWTH
AND SOUND GOVERNANCE



- REIT has the first right to acquire from Dilawri development and acquisition pipeline
 - Historically, Dilawri has, on average, opened or acquired five new automotive dealerships per year, including two to three automotive dealership properties
- Pro forma adjusted rent coverage ratio of 5.5x as at December 31, 2023 (LTM)
- Pro forma adjusted rent coverage ratio of 5.6x as at December 31, 2022 (LTM)

Dilawri 5-Year Historical Revenues (\$billions)



* Dilawri has agreed to provide the financial information above up to the year ending December 31, 2024

ALIGNMENT OF INTERESTS THROUGH DILAWRI’S 31.4% EFFECTIVE OWNERSHIP INTEREST¹ IN THE REIT

1) As at December 31, 2023