

**KEPPEL INFRASTRUCTURE TRUST
FIRST QUARTER ENDED 30 JUNE 2015 FINANCIAL STATEMENTS**

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INTRODUCTION

Keppel Infrastructure Trust ("KIT" or "Trust"), was originally listed on 12 February 2007 on the Singapore Exchange Securities Trading Limited as CitySpring Infrastructure Trust ("CIT").

On 18 May 2015, CIT acquired the business undertakings and assets of Crystal Trust (formerly known as Keppel Infrastructure Trust) in exchange for the issue of approximately 1.33 billion new CIT units to Crystal Trust Unitholders (the "Crystal Acquisition"), and was renamed Keppel Infrastructure Trust. Accordingly, the 1Q FY16 financials comprise the full quarter results of KIT and the results of the Crystal assets after the completion of the Crystal Acquisition.

On 30 June 2015, KIT completed the acquisition of a 51% stake in Keppel Merlimau Cogen Pte Ltd ("KMC") which owns the Keppel Merlimau Cogen Plant (the "KMC Plant"), a 1,300 MW combined cycle gas turbine generation facility on Jurong Island, Singapore (the "KMC Acquisition"). The purchase consideration of \$510 million was financed by an equity fund raising.

Keppel Infrastructure Fund Management Pte. Ltd. is the Trustee-Manager of KIT, and wholly-owned by Keppel Infrastructure Holdings Pte. Ltd., which is a wholly-owned subsidiary of Keppel Corporation Limited and the Sponsor of the Trust.

KIT, being a business trust, is allowed to pay distributions to unitholders out of its residual cash flows, in accordance with its distribution policy. This is unlike companies, which are governed by the Companies Act. Companies can only make dividend payments out of accounting profits.

1 UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 30 JUNE 2015

The Directors of **Keppel Infrastructure Fund Management Pte. Ltd.**, as **Trustee-Manager of Keppel Infrastructure Trust**, advise the following unaudited results of the Group for the first quarter ended 30 June 2015.

1(a) STATEMENT OF INCOME STATEMENT AND OTHER COMPREHENSIVE INCOME for the first quarter ended 30 June

(i) Consolidated Income Statement

	1Q FY16	1Q FY15	Change
	S\$'000	S\$'000	%
Revenue	114,389	133,361	(14.2)
Other income	822	823	(0.1)
Other gains/(losses) - net	411	(2,829)	N/M
Expenses			
Fuel and electricity costs	(35,445)	(51,821)	31.6
Gas transportation costs	(21,837)	(21,042)	(3.8)
Depreciation and amortisation	(9,414)	(13,011)	27.6
Staff costs	(6,579)	(6,585)	0.1
Operation and maintenance costs	(8,707)	(5,365)	(62.3)
Finance costs	(16,211)	(17,104)	5.2
Management fees	(1,959)	(1,809)	(8.3)
Other operating expenses	(11,593)	(9,018)	(28.6)
Total expenses	<u>(111,745)</u>	<u>(125,755)</u>	11.1
Profit before joint venture	3,877	5,600	(30.8)
Share of results of joint venture	(55)	-	N/M
Profit before tax	3,822	5,600	(31.8)
Income tax expense	(622)	(2,069)	70.0
Net profit after tax	<u>3,200</u>	<u>3,531</u>	(9.4)
Profit attributable to:			
Unitholders of the Trust	2,658	2,528	5.2
Non-controlling interests	542	1,003	(46.0)
	<u>3,200</u>	<u>3,531</u>	(9.4)

N/M - Not meaningful

Refer to paragraph 8.2 for further details.

1(a) **STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**
for the first quarter ended 30 June

(ii) **Consolidated Statement of Comprehensive Income**

	1Q FY16	1Q FY15	Change
	S\$'000	S\$'000	%
Net profit after tax	3,200	3,531	(9.4)
Other comprehensive income/(loss):			
<u>Items that may be reclassified subsequently to income statement</u>			
Cash flow hedges:			
- Fair value gains/(losses)	41,262	(34,800)	N/M
- Transfer to income statement	3,063	2,612	17.3
Currency translation differences relating to consolidation of foreign subsidiaries	(294)	478	N/M
Other comprehensive income/(loss), net of tax	44,031	(31,710)	N/M
Total comprehensive income/(loss)	47,231	(28,179)	N/M
Attributable to:			
Unitholders of the Trust	46,745	(29,113)	N/M
Non-controlling interests	486	934	(48.0)
	47,231	(28,179)	N/M

N/M - Not meaningful

1(b)(i) STATEMENTS OF FINANCIAL POSITION as at 30 June

BALANCE SHEET (GROUP)

	As at 30 Jun 2015 S\$'000	As at 31 Mar 2015 S\$'000
Non-Current Assets		
Property, plant and equipment	2,528,895	915,018
Intangibles	550,825	373,120
Investment in and advances to joint venture	20,377	16,351
Service concession and finance lease receivables	579,914	130,962
Other assets	1,423	1,543
	3,681,434	1,436,994
Current Assets		
Cash and bank deposits	423,840	238,669
Trade and other receivables	120,571	62,049
Service concession and finance lease receivables	63,784	8,746
Derivative financial instruments	647	1,216
Inventories	68,670	19,054
Other current assets	8,547	2,788
	686,059	332,522
Current Liabilities		
Borrowings	25,225	21,367
Trade and other payables	181,105	105,144
Derivative financial instruments	18,928	18,553
Provisions	-	647
Current tax liabilities	12,547	12,692
	237,805	158,403
Net Current Assets	448,254	174,119
Non-Current Liabilities		
Borrowings	1,810,842	1,122,513
Notes payable to non-controlling interest	260,000	15,000
Derivative financial instruments	62,680	108,617
Other payables	264,969	88,264
Provisions	55,361	55,253
Deferred tax liabilities	22,365	22,737
	2,476,217	1,412,384
Net Assets	1,653,471	198,729
Represented by:		
Unitholders' Funds		
Units in issue	2,131,688	886,731
Hedging reserve	(191,781)	(236,114)
Translation reserve	(27,370)	(27,124)
Capital reserve	38,710	38,710
Accumulated losses	(554,637)	(475,329)
Total unitholders' funds	1,396,610	186,874
Non-controlling interests	256,861	11,855
	1,653,471	198,729

Refer to paragraph 8.3 for further details.

1(b)(i) STATEMENTS OF FINANCIAL POSITION as at 30 June (cont'd)

BALANCE SHEET (TRUST)

	As at 30 Jun 2015 S\$'000	As at 31 Mar 2015 S\$'000
Non-Current Assets		
Subsidiary companies	1,238,013	546,684
Long-term receivables	775,712	230,570
	<u>2,013,725</u>	<u>777,254</u>
Current Assets		
Cash and bank deposits	25,928	93,700
Trade and other receivables	8,943	892
Other current assets	19	48
	<u>34,890</u>	<u>94,640</u>
Current Liabilities		
Borrowings	3,479	-
Trade and other payables	8,569	6,881
Derivative financial instrument	134	-
Current tax liabilities	56	44
	<u>12,238</u>	<u>6,925</u>
Net Current Assets	<u>22,652</u>	<u>87,715</u>
Non-Current Liability		
Borrowings	141,531	141,439
	<u>141,531</u>	<u>141,439</u>
Net Assets	<u>1,894,846</u>	<u>723,530</u>
Represented by:		
Unitholders' Funds		
Units in issue	2,131,688	886,731
Hedging reserve	(134)	-
Accumulated losses	(236,708)	(163,201)
	<u>1,894,846</u>	<u>723,530</u>

Refer to paragraph 8.3 for further details.

1(b)(ii) AGGREGATE AMOUNT OF BORROWINGS AND DEBT SECURITIES

	As at 30 Jun 2015 S\$'000	As at 31 Mar 2015 S\$'000
Unsecured borrowings		
Amount repayable within one year	3,479	-
Secured borrowings		
Amount repayable within one year	21,746	21,367
Amount repayable after one year	1,810,842	1,122,513
	<u>1,836,067</u>	<u>1,143,880</u>

Details of any collateral at KIT

The bank borrowings are secured over the assets and business undertakings of City Gas, SingSpring and Basslink Group. The loan granted to SingSpring is also secured by a charge over the units in SingSpring held by the Trustee-Manager and Hyflux Ltd¹, and a charge over the shares held by the Trustee-Manager in SingSpring Pte Ltd. The corporate loan granted to KIT is secured over its assets and business undertakings, including a charge over the units in City Gas, and the shares in City Gas Pte Ltd and in CityLink Investments Pte Ltd, the holding company of Basslink, held by the Trustee-Manager. The loan granted to KMC is secured mainly by an assignment of KMC's rights under the Capacity Tolling Agreement.

¹ 30% unitholder of SingSpring Trust

1(c) **CONSOLIDATED STATEMENT OF CASH FLOWS**
for the first quarter ended 30 June

	1Q FY16 S\$'000	1Q FY15 S\$'000
Operating activities		
Profit before tax	3,822	5,600
Adjustments for:		
Depreciation and amortisation	9,414	13,011
Finance costs	16,211	17,104
Interest income	(521)	(529)
Fair value (gain)/loss on derivative financial instruments	(451)	2,155
Share of results of joint venture	55	-
Unrealised translation loss	(5)	50
Operating cash flow before working capital changes	<u>28,525</u>	<u>37,391</u>
Changes in working capital :		
Trade and other receivables	193	519
Trade and other payables	12,543	(3,583)
Inventories	1,992	(246)
Cash generated from operations	<u>43,253</u>	<u>34,081</u>
Interest received	223	457
Interest paid	(13,565)	(13,248)
Income tax paid	(1,701)	-
Net cash generated from operating activities	<u>28,210</u>	<u>21,290</u>
Investing activities		
Investment in and advances to joint venture	(4,080)	-
Purchase of property, plant and equipment	(808)	(1,534)
Acquisition of subsidiaries, net of cash acquired (Note a)	(13,148)	-
Net cash used in investing activities	<u>(18,036)</u>	<u>(1,534)</u>
Financing activities		
Increase in restricted cash	(2,854)	(1,281)
Proceeds of notes issued by subsidiary to non-controlling interest	245,000	-
Repayment of related parties' loans	(500,000)	-
Repayment of borrowings	(7,254)	(2,611)
Net proceeds raised from issue of units	519,990	-
Distributions paid to unitholders of the Trust	(81,966)	(12,455)
Distributions paid by subsidiaries to non-controlling interests	(480)	(360)
Net cash from/(used in) financing activities	<u>172,436</u>	<u>(16,707)</u>
Net increase in cash and cash equivalents	<u>182,610</u>	<u>3,049</u>
Cash and cash equivalents at beginning of the period	<u>197,862</u>	<u>259,700</u>
Effect of currency translation on cash and cash equivalents	(199)	193
Cash and cash equivalents at end of the period (Note b)	<u>380,273</u>	<u>262,942</u>

Note a: Acquisition of subsidiaries, net of cash acquired relates to the Crystal Acquisition and the KMC Acquisition. Cash acquired from the Crystal Acquisition and the KMC Acquisition was S\$11.9 million and S\$230 million, respectively. The cash of S\$230 million from the KMC Acquisition was designated as the prepayment of the capacity tolling fee.

1(c) **CONSOLIDATED STATEMENT OF CASH FLOWS (CON'T)**
for the first quarter ended 30 June

Note a: During the financial period, the fair values of the net assets of subsidiaries acquired were as follows:

	Fair Values
	S\$'000
ASSETS	
Property, plant and equipment	1,623,771
Cash and bank deposits	241,852
Trade and other receivables	60,180
Service concession receivables	509,468
Inventories	51,608
Total assets	<u><u>2,486,879</u></u>
LIABILITIES	
Borrowings	701,379
Trade and other payables	733,449
Current tax liabilities	2,275
Total liabilities	<u><u>1,437,103</u></u>
Net identifiable assets acquired	1,049,776
Non-controlling interest measured at non-controlling interest's proportionate share of the net assets	(245,000)
Intangibles arising from acquisition	180,650
Total purchase consideration	<u>985,426</u>
Less: Purchase consideration via units swap	(724,966)
Less: Cash and cash equivalents in subsidiaries acquired	(241,852)
Less: Transaction cost payable	(5,460)
Acquisition of subsidiaries, net of cash acquired	<u><u>13,148</u></u>

Note b:

	As at 30 Jun 2015	As at 30 Jun 2014
	S\$'000	S\$'000
Cash and bank deposits	423,840	309,049
Less: Restricted cash	(43,567)	(46,107)
Cash and cash equivalents	<u>380,273</u>	<u>262,942</u>

Restricted cash represents the amount of cash and cash equivalents required to be set aside to meet interest and principal repayments for loans extended to, and for secured bank guarantees of, the Group.

Refer to paragraph 8.1 for further details.

1(d)(i) STATEMENTS OF CHANGES IN UNITHOLDERS' FUNDS
for the first quarter ended 30 June

Group

	Attributable to Unitholders of the Trust					Non-controlling Interests	Total unitholders' funds
	Units in Issue	Hedging Reserve	Translation Reserve	Capital Reserve	Accumulated Losses		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
2016							
Balance as at 1 Apr 2015	886,731	(236,114)	(27,124)	38,710	(475,329)	186,874	198,729
Total comprehensive income/(loss)	-	44,333	(246)	-	2,658	46,745	47,231
<u>Contributions by and distributions to owners</u>							
Units issued	1,249,966	-	-	-	-	1,249,966	1,249,966
Units issue cost	(5,009)	-	-	-	-	(5,009)	(5,009)
Distributions paid	-	-	-	-	(81,966)	(81,966)	(82,446)
Total transactions with owners in their capacity as owners	1,244,957	-	-	-	(81,966)	1,162,991	1,162,511
<u>Changes in ownership interests</u>							
Acquisition of subsidiary	-	-	-	-	-	245,000	245,000
Total changes in ownership interests	-	-	-	-	-	245,000	245,000
Balance as at 30 Jun 2015	2,131,688	(191,781)	(27,370)	38,710	(554,637)	1,396,610	1,653,471
2015							
Balance as at 1 Apr 2014	886,731	(121,597)	(24,144)	38,710	(424,760)	354,940	366,334
Total comprehensive (loss)/income	-	(32,139)	498	-	2,528	(29,113)	(28,179)
<u>Contributions by and distributions to owners</u>							
Distributions paid	-	-	-	-	(12,455)	(12,455)	(12,815)
Total transactions with owners in their capacity as owners	-	-	-	-	(12,455)	(12,455)	(12,815)
Balance as at 30 Jun 2014	886,731	(153,736)	(23,646)	38,710	(434,687)	313,372	325,340

Trust

	Units in Issue	Hedging Reserve	Accumulated Losses	Total unitholders' funds
	S\$'000	S\$'000	S\$'000	S\$'000
2016				
Balance as at 1 Apr 2015	886,731	-	(163,201)	723,530
Total comprehensive (loss)/income	-	(134)	8,459	8,325
<u>Contributions by and distributions to owners</u>				
Units issued	1,249,966	-	-	1,249,966
Units issue cost	(5,009)	-	-	(5,009)
Distributions paid	-	-	(81,966)	(81,966)
Total transactions with owners in their capacity as owners	1,244,957	-	(81,966)	1,162,991
Balance as at 30 Jun 2015	2,131,688	(134)	(236,708)	1,894,846
2015				
Balance as at 1 Apr 2014	886,731	(13)	(233,724)	652,994
Total comprehensive income	-	13	8,143	8,156
<u>Contributions by and distributions to owners</u>				
Distributions paid	-	-	(12,455)	(12,455)
Total transactions with owners in their capacity as owners	-	-	(12,455)	(12,455)
Balance as at 30 Jun 2014	886,731	-	(238,036)	648,695

1(d)(ii) DETAILS OF ANY CHANGE IN THE UNITS

	As at 30 Jun 2015	As at 31 Mar 2015
GROUP and TRUST		
Issued units at the beginning of the period	1,518,893,062	1,518,893,062
Issuance of consideration units (Note a)	1,326,319,374	-
Issuance of placement and preferential units (Note b)	1,011,719,495	-
Issued units at the end of the period	<u>3,856,931,931</u>	<u>1,518,893,062</u>

(a) Consideration units issued on 18 May 2015 pursuant to the Crystal Acquisition

(b) Placement units issued on 29 May 2015 pursuant to the private placement and preferential units issued on 22 June 2015 pursuant to the non-renounceable preferential offering in connection with the KMC Acquisition.

1(d)(iii) TOTAL NUMBER OF ISSUED UNITS EXCLUDING TREASURY UNITS AS AT THE END OF THE CURRENT FINANCIAL PERIOD, AND AS AT THE END OF THE IMMEDIATELY PRECEDING YEAR

The Group and Trust did not hold any treasury units as at 30 June 2015 and 31 March 2015.

The total number of issued units as at 30 June 2015 and 31 March 2015 were 3,856,931,931 and 1,518,893,062 respectively.

1(d)(iv) STATEMENT OF ALL SALES, TRANSFERS, DISPOSAL, CANCELLATION AND/OR USE OF TREASURY UNITS AS AT THE END OF THE CURRENT FINANCIAL PERIOD REPORTED ON

Not applicable.

2. AUDIT

The figures have not been audited nor reviewed by the auditors

3. AUDITORS' REPORT

Not applicable.

4. ACCOUNTING POLICIES

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation in the financial statements for the current financial period are consistent with those of the audited financial statements as at 31 March 2015.

5. CHANGES IN ACCOUNTING POLICIES

The Group has adopted all the new and revised FRSs and INT FRSs that are relevant to its operations and effective for annual periods beginning on or after 1 April 2015. The adoption of these new and revised FRSs and INT FRSs did not result in changes to the Group's and Trust's accounting policies.

6. EARNINGS PER UNIT ("EPU")**Earnings per unit for the financial period**

	1Q FY16	1Q FY15	%
(i) Weighted average number of units	2,443,662,920	1,518,893,062	60.9
(ii) Earnings per unit for the period based on the weighted average number of units in issue (cents)			
- Basic and diluted	0.11	0.17	(35.3)

7. NET ASSET VALUE (“NAV”) PER UNIT

	Group			Trust		
	30 Jun 2015	31 Mar 2015	%	30 Jun 2015	31 Mar 2015	%
Net asset value per unit (cents)	36.2	12.3	194.3	49.1	47.6	3.2
Adjusted net asset value per unit (cents) - based on total issued units of 3,856,931,931 and 1,518,893,062 (after distribution payable to unitholders)	36.0	11.5	213.0	48.9	46.8	4.5

The Group NAV per unit before hedging and translation reserves was 41.9 cents as at 30 June 2015 and 29.6 cents as at 31 March 2015.

The number of units used for computation of actual NAV per unit were 3,856,931,931 and 1,518,893,062 respectively which were the number of units in issue as at 30 June 2015 and 31 March 2015.

8. REVIEW OF PERFORMANCE

8.1 Cashflow (1Q FY16 vs 1Q FY15)

Cash generated from operating activities was S\$28.2 million for 1Q FY16 compared to S\$21.3 million for 1Q FY15. The higher cash generated was due to an increase in changes in working capital offset by higher tax payment and lower earnings as explained in paragraph 8.2 (please refer to the performance review of 1Q FY16 vs 1Q FY15).

Net cash used in investing activities was S\$18.0 million for 1Q FY16 compared with S\$1.5 million for 1Q FY15 as a result of the Crystal Acquisition and the KMC Acquisition.

Net cash from financing activities of S\$172.4 million in 1Q FY16 consist primarily of the financing activities relating to the KMC Acquisition, less distributions to unitholders of KIT and non-controlling interests of subsidiaries.

As a result, cash and bank deposits less restricted cash as at 30 June 2015 increased to S\$380.3 million compared to S\$262.9 million as at 30 June 2014.

8.2 Income Statement (1Q FY16 vs 1Q FY15)

Revenue

Group revenue for 1Q FY16 was S\$114.4 million which was S\$19.0 million lower than that in 1Q FY15.

At City Gas, revenue of S\$82.6 million in 1Q FY16 was lower than that of S\$98.6 million in 1Q FY15 due mainly to lower town gas tariff arising from lower fuel costs. City Gas attained 100% production availability throughout 1Q FY16.

SingSpring's revenue of S\$8.8 million in 1Q FY16 was generally in line with 1Q FY15. SingSpring's plant achieved 100% availability in 1Q FY16.

Basslink's revenue decreased to A\$15.8 million (approximately S\$16.6 million) in 1Q FY16 from A\$21.3 million (approximately S\$24.9 million) in 1Q FY15. This was due mainly to negative CRSM² of A\$4.1 million (approximately S\$4.3 million) in 1Q FY16 compared to a positive CRSM of A\$1.0 million (approximately S\$1.2 million) in 1Q FY15. Basslink achieved cumulative availability of 99.14% for the six months ended 30 June 2015, which was above the 97% threshold set in the BSA.

CityNet contributed revenue of S\$1.0 million in 1Q FY16 and 1Q FY15.

The assets acquired from Crystal Trust (Senoko Waste-to-Energy (“WTE”), Tuas WTE and Ulu Pandan NEWater Plants) collectively contributed S\$5.4 million of revenue.

² Commercial Risk Sharing Mechanism (“CRSM”) is a mechanism provided under the Basslink Services Agreement (“BSA”) between Basslink and Hydro Tasmania (“HT”) for the sharing of the market risk associated with participating in the National Electricity Market of Australia. The CRSM payments are based on the differences between the high and low Victorian electricity pool prices, and are subject to a maximum +25% increase (i.e., a payment to Basslink) and -20% decrease (i.e., a payment from Basslink) of the unadjusted facility fee under the BSA. In accordance with paragraph (b) of schedule 4 of the BSA, the rolling 5-year cumulative CRSM shall be capped at -17% if it exceeds -17%

8. REVIEW OF PERFORMANCE

8.2 Income Statement (1Q FY16 vs 1Q FY15)

Other gains/(losses) - net

Other gains/(losses) comprise mainly the fair value movement on derivative instruments.

Expenses

Fuel and electricity costs of S\$35.4 million in 1Q FY16 were lower than S\$51.8 million in 1Q FY15 as City Gas incurred lower fuel cost.

Gas transportation costs of S\$21.8 million in 1Q FY16 was marginally higher than S\$21.0 million in 1Q FY15 due mainly to higher sales volume and higher gas transportation rate with effect from 1 April 2015.

Depreciation and amortisation costs were S\$9.4 million in 1Q FY16, lower than the \$13.0 million recorded in 1Q FY15 primarily as a result of lower depreciation charge at Basslink due to a change in the estimated useful life of the interconnector in 3Q FY15 from 40 years to 65 years.

Operation and maintenance costs increased by S\$3.3 million to S\$8.7 million primarily due to the operation and maintenance costs of the assets acquired from the Crystal Acquisition.

Finance costs of S\$16.2 million in 1Q FY16 was S\$0.9 million lower than S\$17.1 million in 1Q FY15 due mainly to lower A\$ translation.

Management fee increased by S\$0.2 million to S\$2.0 million in 1Q FY16 as the management fee charged by the previous Trustee-Manager before the completion of the Crystal Acquisition increased with the Trust's market capitalization. This was mitigated by lower management fee charged by the current Trustee-Manager after the closing of the Crystal Acquisition.

Other operating expenses of S\$11.6 million in 1Q FY16 was higher than S\$9.0 million in 1Q FY15 due mainly to transaction costs incurred in connection with the Crystal Acquisition and the KMC Acquisition.

Income tax

Income tax expense was S\$1.5 million lower compared to 1Q FY15 due mainly to deferred tax expense arising from the mark-to-market changes of the derivative financial instruments.

8.3 Balance Sheet – Group

Total assets grew from S\$1,769.5 million as at 31 March 2015 to S\$4,367.5 million as at 30 June 2015 as a result of the completion of the Crystal Acquisition and the KMC Acquisition on 18 May 2015 and 30 June 2015, respectively.

Similarly, total liabilities increased from S\$1,570.8 million as at 31 March 2015 to S\$2,714.0 million as at 30 June 2015 primarily due to the completion of the Crystal Acquisition and KMC Acquisition. Borrowings increased by S\$692.2 million as KMC drew down its loan facilities as part of its restructuring before the KMC Acquisition.

Total unitholders' funds as at 30 June 2015 increased to S\$1,396.6 million from S\$186.9 million as at 31 March 2015 as the issuance of new units in connection with the Crystal Acquisition and the KMC Acquisition and mark-to-market gains of the derivative financial instruments on hedging reserve, was partly offset by distribution to unitholders.

8.3 Balance Sheet – Trust

Net assets as at 30 June 2015 increased to S\$1,894.8 million from S\$723.5 million as at 31 March 2015 as the higher investments and long-term receivables arising from the Crystal Acquisition and the KMC Acquisition were partly offset by distribution to unitholders.

9. VARIANCE FROM FORECAST STATEMENT

No forecast statement for financial year 2015 has been disclosed.

10. PROSPECTS

City Gas' performance could fluctuate depending on changes in tariffs in response to changes in fuel costs. The tariff adjustments mechanism is designed to ensure that City Gas fully recovers its fuel costs over the long run.

While intended to be neutral over the long-term, the CRSM in Basslink may fluctuate in the short-term and such fluctuations will affect the revenues of Basslink. The CRSM may be reviewed in April 2016.

Waste and Water concessions have long-term contracts with Singapore statutory bodies and derive most of their cash flows from capacity and availability payments. As such the underlying performance of these assets are expected to remain stable.

KIT has entered into an agreement with NEA to provide additional incineration capacity at the Senoko WTE plant. The upgrade is currently planned to take place between 3Q 2015 and 3Q 2016 and will progressively increase the contracted incineration capacity of the plant by up to 10% from 2,100 tonnes per day. This is expected to increase the operating cash flows from the plant.

The KMC Acquisition was completed on 30 June 2015. Under the capacity tolling agreement, KMC will receive a maximum annual capacity fee of S\$108 million as long as it meets the availability and capacity test targets, with most of its operating costs being passed through.

Development of DataCentre One is in progress and is scheduled to be completed in the first quarter of next year.

The Trustee-Manager will evaluate asset enhancement opportunities in its enlarged portfolio, and will continue to identify and evaluate suitable acquisitions, including those from the Sponsor, under its investment mandate to further grow the Trust.

11. DISTRIBUTIONS

11a. Current financial period reported on

Any distributions recommended for the current financial period reported on? Yes

Amount	:	S\$9.6 million ^
Distribution period	:	29 May 2015 to 30 June 2015 ^
Distribution rate	:	0.25 Singapore cents per unit ^
Distribution Type	:	Cash, Tax-exempt Distribution
Par value	:	Not applicable
Tax rate	:	Distributions to Unitholders are exempt from Singapore income tax, regardless of their nationality, corporate identity or tax residence status. No credit is allowed to Unitholders for the tax paid by the Trustee-Manager.

^ Distribution from 1 April 2015 to 17 May 2015 of S\$6.4 million was paid on 26 May 2015. Distribution from 18 May 2015 to 28 May 2015 of S\$3.1 million was paid on 8 June 2015. This excludes the special distribution of S\$30.0 million paid on 8 June 2015.

11b. Corresponding Period of the Immediately Preceding Financial Year

Any distributions recommended for the current financial period reported on? Yes

Amount	:	S\$12.5 million
Distribution period	:	1 April 2014 to 30 June 2015
Distribution type	:	Cash, Tax-exempt Distribution
Distribution rate	:	0.82 Singapore cents per unit
Tax rate	:	Distributions to Unitholders are exempt from Singapore income tax, regardless of their nationality, corporate identity or tax residence status. No credit is allowed to Unitholders for the tax paid by the Trustee-Manager.

11c. Date Payable

21 August 2015

11d. Books closure date

Notice is hereby given that, the Unit Transfer Books and Register of Unitholders of KIT will be closed at 5.00 p.m. on 5 August 2015 for the purposes of determining each unitholder's entitlement to the Distribution. Duly completed transfers in respect of units in the capital of KIT received by the Registrar, Boardroom Corporate & Advisory Services Pte. Ltd, 50 Raffles Place #32-01 Singapore Land Tower Singapore 048623, up to 5.00 p.m. on 5 August 2015 will be registered to determine unitholders' entitlement to the distribution. Unitholders whose Securities Accounts with The Central Depository (Pte) Limited are credited with Units at 5.00 p.m. on 5 August 2015 will be entitled to the distribution.

12. INTERESTED PERSON TRANSACTIONS

The Group had obtained a general mandate pursuant to Rule 920 for interested person transactions as approved by independent unitholders at the extraordinary general meeting held on 30 April 2015. The figures below are calculated based on the effective interest held by the Trust in each subsidiary. During the financial period, the following interested person transactions were entered into by the Group:

Name of Interested Person / Nature of Transaction	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under unitholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted during the financial period under review under unitholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)	
	1Q FY16 S\$'000	1Q FY15 S\$'000	1Q FY16 S\$'000	1Q FY15 S\$'000
1. Temasek Holdings (Private) Limited and its Associates				
General Transaction				
(a) Sales of Goods and Services	-	-	7,340	1,736
(b) Management Fee Income	-	-	1,034	1,035
(c) Reimbursement of expenses	-	-	1,568	1,435
(d) Purchases	-	-	53,207	60,792
(e) Leasing of Assets (Rental charge)	-	-	299	217
(f) Management Fee Expense (including Reimbursement of Expenses)	-	-	1,204	2,129
Total	-	-	64,652	67,344
2. Keppel Corporation Group				
General Transaction				
(a) Sales of Goods and Services	1,052,456	-	-	-
(b) Management Fee Expense (including Reimbursement of Expenses)	-	-	870	-
(c) Purchases	194,213	-	491	-
(d) Acquisition of subsidiary	510,000	-	-	-
(e) Acquisition fee	4,335	-	-	-
Treasury Transactions	-	-	116,385	-
Total	1,761,004	-	117,746	-

CONFIRMATION BY THE BOARD

We, KOH BAN HENG and ONG TIONG GUAN being two Directors of Keppel Infrastructure Fund Management Pte. Ltd. (in its capacity as trustee-manager of Keppel Infrastructure Trust), do hereby confirm on behalf of the Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the first quarter FY16 financial statements of Keppel Infrastructure Trust to be false or misleading in any material aspect.

On behalf of the Board of Directors



KOH BAN HENG
Chairman

Singapore
28 July 2015



ONG TIONG GUAN
Director