



(Business Trust Registration Number 2007001)
(Constituted in the Republic of Singapore as a business trust
pursuant to a trust deed dated 5 January 2007 (as amended))

**RESPONSES TO THE SUBSTANTIAL AND RELEVANT QUESTIONS FROM
UNITHOLDERS FOR THE ANNUAL GENERAL MEETING AND EXTRAORDINARY
GENERAL MEETING TO BE HELD ON 17 APRIL 2023**

Keppel Infrastructure Fund Management Pte. Ltd., in its capacity as trustee-manager of Keppel Infrastructure Trust (the “**Trustee-Manager**”), wishes to thank all unitholders of Keppel Infrastructure Trust (“**Unitholders**”) who have submitted their questions in advance of the Annual General Meeting and Extraordinary General Meeting to be held on 17 April 2023.

The Trustee-Manager’s responses to substantial and relevant questions received from Unitholders shall be published in this announcement. For Unitholders’ ease of reference and reading, the Trustee-Manager wishes to inform Unitholders that it had summarised and consolidated certain related and similar questions under relevant topic headings, and made editorial amendments to some of the questions to ensure that the meaning of each question is clear. For the avoidance of doubt, the editorial amendments do not change the meaning of the questions.

Keppel Infrastructure Fund Management Pte. Ltd.
(Company Registration No. 200803959H)
(as trustee-manager of Keppel Infrastructure Trust)

Darren Tan / Chiam Yee Sheng
Company Secretaries
12 April 2023

Important Notice

The value of units in Keppel Infrastructure Trust (“**Units**”) and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, the Trustee-Manager or any of its affiliates. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested. Investors have no right to request the Trustee-Manager to redeem their Units while the Units are listed. It is intended that Unitholders may only deal in their Units through trading on the SGX-ST. Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units. This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Units. The past performance of Keppel Infrastructure Trust is not necessarily indicative of the future performance of Keppel Infrastructure Trust.

ANNEX A - LIST OF SUBSTANTIAL AND RELEVANT QUESTIONS AND ANSWERS

Questions
<p>1. Ixom is the crown jewel of KIT. It has performed well and generated strong returns for KIT. Why the strategic review of the business?</p> <ul style="list-style-type: none"> ▪ Ixom is a creditable investment for KIT, which has been delivering attractive returns since 2019. Ixom’s EBITDA has grown from approximately \$130 million in FY 2019 to approximately \$199 million in FY 2022, demonstrating our ability to grow the company organically and inorganically. ▪ Through the pandemic, there has been a better appreciation of industrial assets. As a business that handles hazardous chemicals in Australia, Ixom continued to thrive during the pandemic, and we received unsolicited offers for the business, which triggered the strategic review. ▪ A strategic review of Ixom will allow us to optimise the KIT portfolio through crystallising Ixom’s intrinsic value, to redeploy capital for asset recycling and rotation. This is an active asset management approach to increase our capital to achieve further growth for KIT.
<p>2. With the challenging geopolitical and economic environment, how does the Board assess the evolving risks, and protect shareholder value whilst navigating for desired outcomes? Does KIT have insurance policies in place to manage these risks?</p> <ul style="list-style-type: none"> ▪ The market volatility caused by the Ukraine War and geopolitical tensions have aggravated energy security and supply chain concerns. This has led to high inflation and interest rate environment, weighing down the global economy. ▪ The Board, supported by the ARC, is responsible for the governance of risks and ensures that the Trustee-Manager maintains a sound system of risk management and internal controls to safeguard Unitholders’ interests and KIT’s assets. ▪ The Trustee-Manager actively monitors the geopolitical, economic and operating environment and evaluates the impact on the Trust’s portfolio. Against the current inflationary environment, KIT’s portfolio is well-insulated against inflation and higher electricity costs, with over 90% of our businesses and assets having cost pass through mechanisms and availability-based revenue models. ▪ Our businesses and assets are insured in accordance with industry standards and practices.
<p>3. On the Proposed Equity Fund Raising, and the acquisitions of the European Onshore Wind Platform, the German Offshore Wind Farm (BKR2), and Eco Management Korea Holdings (EMKH),</p> <p>i. Can you share more about the three acquisitions, and how they have helped to replace the cash flows from the concession assets that are expiring in the years to come?</p> <ul style="list-style-type: none"> ▪ With the acquisitions last year, we have elongated the cashflow profile of the Trust through: <ul style="list-style-type: none"> i. a 20-year contract with Saudi Aramco, ii. approximately 27 years of useful life from the renewable energy assets, and iii. an evergreen business in South Korea ▪ In the Aramco Gas Pipelines Company investment, we received approximately \$26.5 million in FY 2022 for two quarters of contributions. With an annual contribution of approximately \$30-40 million on a conservative basis, this investment would add to the income stream of the Trust. ▪ The acquisitions of the European Onshore Wind Platform, the German Offshore Wind Farm, as well as EMKH are also DIPU-accretive on a standalone basis and will contribute to mitigating the concession shortfalls, such as the Senoko WTE plant that is expiring in 2024. ▪ Beyond replenishing cash flows, we are also actively working with regulators to extend the concessions and look to provide an update on the extension of the Senoko WTE plant sometime this year.

- In short, we will have to continue to make new acquisitions and optimise our portfolio to underpin sustainable DPU growth going forward.

ii. How soon can the new acquisitions contribute to Distributable Income?

- The acquisitions of the European Onshore Wind Platform, EMKH and BKR2 have started contributing to KIT's Distributable Income following their completions on 8 September 2022, 20 October 2022 and 22 December 2022 respectively.

iii. In the circular, the 3.5% DIPU-accretion is based on 571.4 million new units being issued. However, you are seeking approval for 758.76 million new units. Can you explain the difference?

- The 758,763,838 figure represents the maximum number of units that can be issued under the EFR. It is intended to represent a higher number than the actual number of New Units that may be issued pursuant to the EFR, in order to provide a buffer against fluctuations in the market price of the Units and/or market conditions.
- Assuming we raise to the maximum of 758,763,838 New Units, the transactions will still be DIPU accretive.

iv. Can you share more about the Equity Fund Raising, whether it will be a private placement or preferential offering, and at what pricing?

- We are looking at both a private placement and preferential offering, emulating our last equity fund raise in 2019.
- In terms of pricing, we had disclosed an illustrative issue price of S\$0.518 per New Unit, which represented a 4.1% discount to the Unit price of S\$0.540 per Unit as at 16 March 2023.
- Given current market conditions, the issue price and implied discount may be subject to change and will be determined closer to launch.

v. What is the relationship between the DIPU and the DPU? What is the FY 2022 pro forma effects on KIT's Distributions?

- DPU is the actual amount that the Board has declared for payment, while Distributable Income Per Unit is the amount that we can distribute out of our FFO after servicing debt repayments, on a per Unit basis.

vi. How do you fully repay the \$580 million Bridge Facilities, when you are only raising approximately \$300 million in New Units?

- KIT has committed credit facilities which can be used to repay the remaining Bridge Facilities including the \$400 million loan that City Energy has obtained earlier this year.

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