

Proposed Investment in European Onshore Wind Platform

13 July 2022



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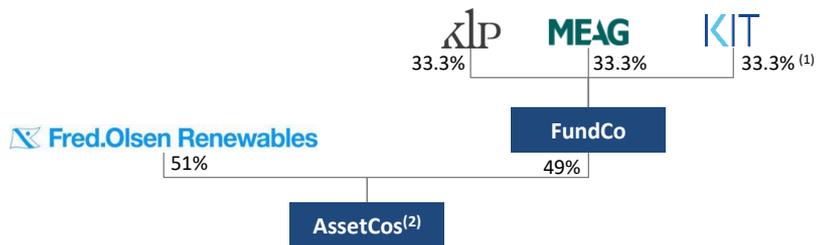
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KIT's maiden renewable energy investment

Sponsored by FORAS and investing alongside leading European asset managers

- Jointly investing with KLP and MEAG to acquire a 49% stake in a diversified portfolio of three operating onshore wind energy assets in Norway and Sweden (Initial Portfolio) from FORAS; FORAS will hold the remaining 51%
- 5-year exclusive right and obligation to further co-invest in 49% of FORAS' pipeline of onshore wind energy assets in Sweden and the UK which are brought to final investment decision (FID), with minimal development risk to investors



Fred.Olsen Renewables

- One of the largest renewable energy Independent Power Producers in Northern Europe
- Early mover in renewables with 25 years of established track record in the development, construction and operation of wind power projects



Kommunal Landspensjonskasse (KLP)

- Norway's largest pension company with more than NOK900b (approx. S\$127b⁽³⁾) in AUM as of 31 Mar 2022; invested in over 8,000 companies globally



MEAG MUNICH ERGO AssetManagement GmbH (MEAG)

- Asset Manager with EUR330b (approx. S\$482b⁽³⁾) in AUM as of 31 Mar 2022; acting on behalf of Munich Re Group, which is one of the world's leading providers of reinsurance, primary insurance and insurance-related risk solutions

Key Terms of Proposed Investment

Seller	Fred. Olsen Renewables AS (FORAS)
Equity Commitment	Commitment of €160m (S\$233.6m) ⁽³⁾ for KIT and KRI, of which €58.7m (S\$85.7m) ⁽³⁾ for Initial Portfolio
Expected Completion	3Q 2022 for Initial Completion

1. KIT will be co-investing with Keppel Renewable Investments Pte. Ltd. (KRI), a wholly-owned subsidiary of Keppel Corporation Limited through a JV company,

with KIT holding an 82% stake and KRI holding the remaining 18% stake.

2. FORAS and FundCo will indirectly hold Wind Farm SPVs through joint venture holding companies.

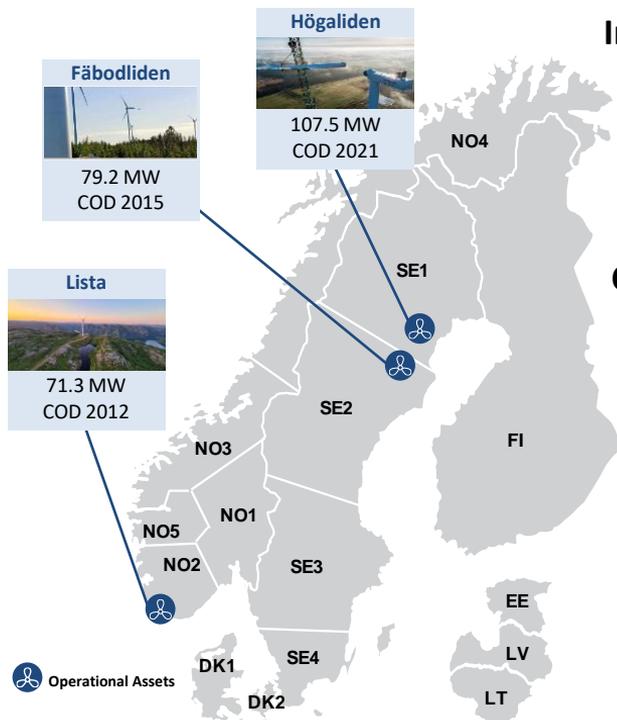
3. Assuming an SGD:EUR exchange rate of 1.46 and a NOK:SGD exchange rate of 7.1.

Attractive portfolio of windfarm assets across the Nordics and UK

258MW of operating projects + 1.3GW of pipeline potential⁽¹⁾

Attractive Risk Profile

- ✓ 5-year exclusive right to FORAS' eligible pipeline
- ✓ No development or construction capex risk
- ✓ Purchase price adjustment to mitigate wind resource projection risk
- ✓ No decommissioning liabilities
- ✓ Geographical diversification mitigates pricing and generation risk of a specific region



Initial portfolio

3

Projects with combined capacity of 258MW



Consented portfolio⁽²⁾

5

Projects with combined capacity of 305MW, expecting to reach FID within next 3 years⁽³⁾

Additional pipeline⁽⁴⁾

10

Additional eligible Projects with combined capacity of 955MW

- As of 31 Mar 2022. FORAS is committed to inject, and investors are committed to invest in 49% of eligible FORAS pipeline projects, up to the FundCo capital commitment of EUR480m or within 5 years from the entry into the Subscription Agreement.
- As of 31 Mar 2022. Consented projects are pipeline projects that obtained all permits.
- Based on current expectations.
- As of 31 Mar 2022. Include other onshore wind development projects in Sweden or the UK owned and controlled directly or indirectly 100% by FORAS which have a reasonable prospect of reaching FID within 5 years from the entry into the Subscription Agreement.

Key investment highlights



1

Beachhead platform in a mature renewable energy market



2

FORAS a strong and reputable operating partner



3

Prudent transaction structure with attractive risk allocation



4

Accretive investment with attractive cash flows



5

Grow portfolio with maiden investment in Europe



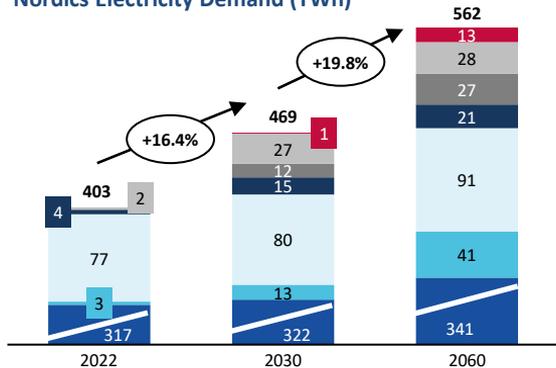
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Supports KIT's environmental targets

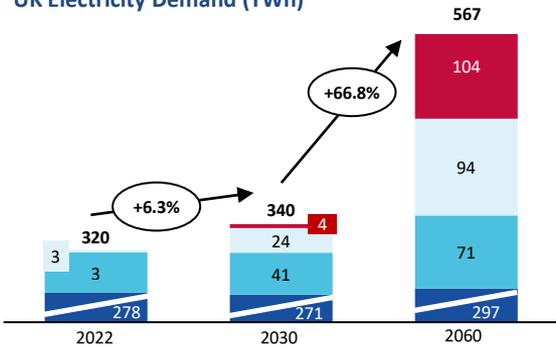
Beachhead platform in a mature renewable energy market

Supported by strong sector tailwinds, in line with KIT's growth strategy

Nordics Electricity Demand (TWh)



UK Electricity Demand (TWh)



■ Base demand⁽¹⁾ ■ Transport ■ Data centres
 ■ Electrification of steel manuf. ■ Other electrification⁽²⁾ ■ Electrolysis

- Nordics and the UK are among the most mature renewables markets globally
- Positive outlook for wind and other renewable energy sources, supported by rising demand for electricity

Electrification of existing industries arising from net zero commitments

Tightening capacity margins with closure of older thermal plants and nuclear decommissioning

Development of new electricity intensive industries

High commodity prices supporting high power prices

Rising carbon prices due to ambitious decarbonization policies

Improvement in system flexibility: Batteries and hydrogen

New interconnectors to increase Nordic export / exchange capacity with the EU

Limited permits onshore wind renewables buildout

Source: AFRY Management Consulting. AFRY Management Consulting makes no representations or warranties, expressed or implied, as to the accuracy or completeness of this information. In no circumstances whatsoever does AFRY Management Consulting or any of their respective directors or officers accept any responsibility.

1. Include losses; 2. Include electrification of oil & gas and other manufacturing.

FORAS a strong and reputable operating partner

with a visible and extensive pipeline available to the Fundco investors

- **Asset developer and owner with a long-term cradle to grave mindset**; projects designed with long term ownership in mind to minimize lifetime total costs
- Excellent track record with current portfolio of **12 operating wind farms in Scandinavia and UK** with total capacity of 788 MW and a robust onshore wind **pipeline of >20 projects amounting approx. 3.5 GW⁽¹⁾**
- Fully owned by Bonheur ASA, an established industrial group listed on the Oslo Stock Exchange since 1920

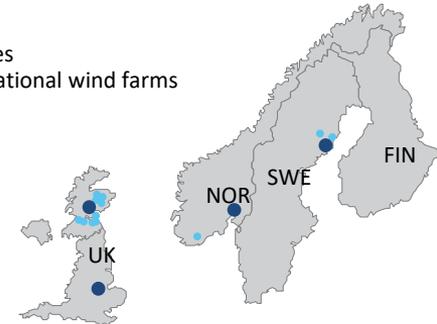
Integrated player across the renewables value chain



Strong presence across Northern Europe

Legend:

- Offices
- Operational wind farms



Source: Fred. Olsen Renewables website, Bonheur first quarter 2022 report.
1. As of March 31, 2022.

Prudent transaction structure with attractive risk allocation

Enabling KIT to further optimise its portfolio risk-adjusted returns



Minimal asset development or capex over-run risk, which will be assumed by FORAS



Purchase price adjustment for new projects helps to mitigate asset valuation risk relating to pre-construction wind resource assumptions



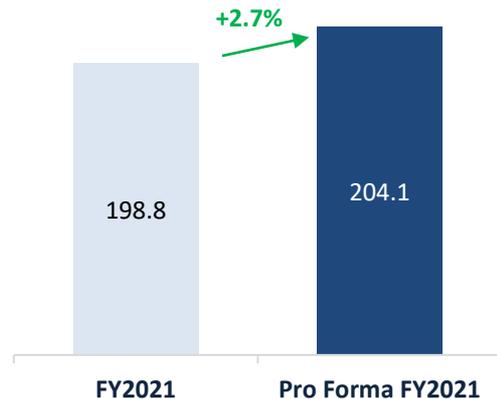
No decommissioning liabilities as assets are transferred back to FORAS upon end of asset economic life at nominal value

Accretive investment with attractive cash flows

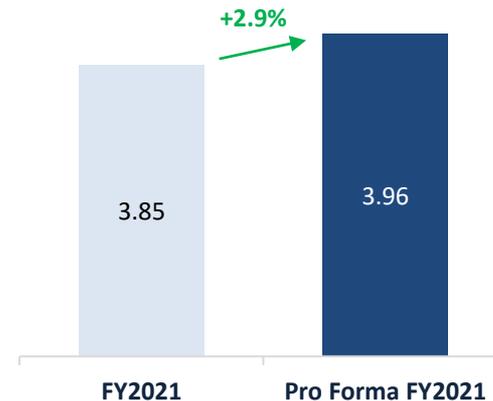
Deliver DIPU⁽¹⁾ accretion to Unitholders

- Initial Portfolio expected to provide strong cash flows and expected to be DIPU-accretive for Unitholders
- Long remaining asset lives averaging approx. 21 years as at Jun 2022 for Initial Portfolio

Funds from Operations (S\$ million)⁽²⁾⁽³⁾



Distributable Income Per Unit (cents)⁽²⁾⁽³⁾



1. Distributable Income per Unit.

2. Note that the windfarm located in Högaliden, Sweden, only commenced operations in December 2021, hence the pro forma financial effects of the Investment for FY2021 may not fairly reflect the performance of the Initial Portfolio.

3. Pro-forma figures assume the estimated transaction expenses and KIT's share of the total commitment with respect to the Initial Portfolio is fully funded by existing free cash.

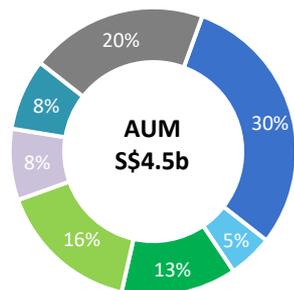
Grow portfolio with maiden acquisition in Europe

Increases KIT's income and geographic diversification

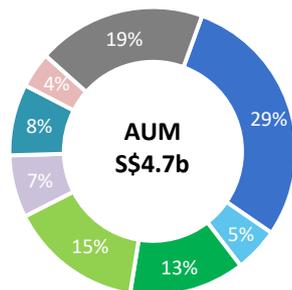
- KIT's AUM to grow from S\$4.5b as at 31 Mar 2022 to approx. S\$4.7b post-investment⁽¹⁾

Diversification by Asset (%)

As of 31 March 2022

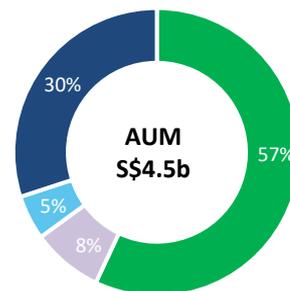


Pro forma Post-Investment ⁽¹⁾

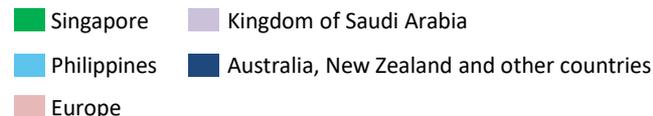
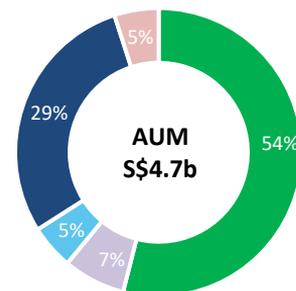


Diversification by Geography (%)

As of 31 March 2022



Pro forma Post-Investment ⁽¹⁾



1. Post-investment figures assume the total commitment of EUR160m is fully invested and KIT's share of the total commitment is fully funded by existing cash and external debt.

Supports KIT's environmental targets

Increase KIT's exposure to renewables to approx. 4%⁽¹⁾ of AUM



1

Progressing KIT's decarbonisation roadmap, reducing carbon emission intensity



2

Promoting KIT's commitment to increase exposure to renewable energy by up to 25% of equity-adjusted AUM by 2030



3

Supporting member countries' GHG emission targets and net zero ambitions



4

Facilitating Europe's energy diversification and security objectives

Accelerating renewables deployment is the best solution, and today, with the general approach on the Renewable Energy Directive we have given a strong signal in that direction.

*Commissioner Simson, European Union
Opening remarks at the Energy Council press conference of 27 June 2022*



**Fit for 55
EU ETS**



**The Paris
Agreement**

PARIS2015
ON CLIMATE CHANGE
COP21-CMP11



Ten Point Plan

1. Post-investment figures assume the KIT commitment of EUR131m as a percentage of pro forma AUM (\$\$4.7b), assuming an SGD:EUR exchange rate of 1.46.



Thank You

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