



(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))

ANNOUNCEMENT

Arbitrator's Legal Costs Outcomes in Basslink Arbitrations

Keppel Infrastructure Fund Management Pte. Ltd. ("**KIFM**" or "**KIT Trustee-Manager**"), in its capacity as trustee-manager of Keppel Infrastructure Trust ("**KIT**") wishes to inform that Basslink Pty Ltd ("**Basslink**") has today advised KIT of further outcomes in relation to the 3 arbitrations referred to below.

As disclosed in the announcement issued by KIFM on 3 December 2020 the Arbitrator had not yet finalised the award of costs in relation to the Arbitrations between:

- The State of Tasmania (**State**) and Basslink (the **State Arbitration**);
- Basslink and Hydro Tasmania (the **Basslink Arbitration**); and
- Hydro Tasmania and Basslink (the **HT Arbitration**).

Basslink has advised that the Arbitrator's decision on costs ("**Cost Award**") is as follows:

- In the State Arbitration: Basslink is required to pay the State costs of AUD \$7,200,000 and interest of AUD \$1,040,042.19;
- In the Basslink Arbitration: Basslink is required to pay Hydro Tasmania AUD \$13m; and
- In the HT Arbitration: Basslink is required to pay Hydro Tasmania AUD \$13m.

Basslink has advised that it is in discussions with the State and Hydro Tasmania about payment of above moneys as part of its refinancing of its existing debt.

Further to the S\$76.2m (A\$80.5m) arbitration provisions made by KIT Group for the year ended 31 December 2020, an additional provision of \$23.8m (A\$23.1m) will be made following the conclusion of the Cost Award, which is the final award sought from the Arbitrator. Accordingly, the financial impact to KIT Group's income statement for the year ending 31 December 2021 and to KIT Group's consolidated net tangible assets as at 31 December 2021 will be impacted by the same amount.

As there is no contractual recourse to KIT under the BOA, BSA or Basslink's financing arrangements and KIT does not rely on Basslink's cash flows for its distributions, the above mentioned update is not expected to have any financial impact on the distribution per unit of KIT for the financial year ending 31 December 2021.

KEPPEL INFRASTRUCTURE FUND MANAGEMENT PTE. LTD.
(Company Registration Number: 200803959H)
As Trustee-Manager of Keppel Infrastructure Trust

Marc Tan / Darren Tan
Company Secretaries
10 June 2021

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IMPORTANT NOTICE

The value of units in Keppel Infrastructure Trust (the “**Units**”) and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, Keppel Infrastructure Fund Management Pte. Ltd. (in its capacity as trustee-manager of Keppel Infrastructure Trust) (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 Singapore Exchange Securities Trading Limited (“**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.