CITYSPRING INFRASTRUCTURE TRUST
RESULTS FOR THE THIRD QUARTER ENDED 31 DECEMBER 2014

Singapore, 27 January 2015 – CitySpring Infrastructure Management Pte Ltd, the Trustee-Manager of CitySpring Infrastructure Trust (CitySpring or the Group), announced today that it has recorded negative cash earnings[1] of S$13.5 million for its third quarter ended 31 December 2014 (3Q FY15), compared to S$14.7 million recorded for the same period in FY14. This was after taking into account two major non-recurring items which are the upfront costs related to the refinancing of Basslink bonds and the Hydro Tasmania (HT) dispute settlement amount[2]. Before taking into account these two major non-recurring items, CitySpring would have recorded 3Q FY15 cash earnings of S$12.1 million.

The Trustee-Manager has declared a distribution per unit (DPU) of 0.82 Singapore cents for the quarter. This is in line with annual DPU guidance of 3.28 Singapore cents given for FY15.

Summary of results

(S$'000)	3Q FY15	3Q FY14	Change (%)
Revenue	119,963	129,375	(7.3)
Other income	815	726	12.3
Other gains/(losses) - net	298	(59)	N/M
Total expenses	(130,355)	(128,483)	(1.5)
(Loss)/profit before joint venture	(9,279)	1,559	N/M
Share of results of joint venture	(43)	–	N/M
(Loss)/profit before tax	(9,322)	1,559	N/M
Income tax (expense)/credit	(773)	4,132	N/M
Net (loss)/profit after tax	(10,095)	5,691	N/M
Cash earnings			
- before dispute settlement amount and refinancing costs	12,122	14,729	(17.7)
- after dispute settlement amount and refinancing costs	(13,503)	14,729	N/M
DPU (cents)	0.82[3]	0.82	-

N/M — Not meaningful

[1] Cash earnings is defined as EBITDA adjusted for cash and non-cash items, less cash interest, cash tax, upfront financing fees, maintenance capital expenditure, non-controlling interests and before principal repayment of debt
[2] Please refer to the SGX announcement made on 11 December 2014
[3] Distributions will be paid out of accumulated cash earnings

Asset Performance Review

In 3Q FY15, City Gas recorded cash earnings of S$11.1 million, marginally lower than S$11.9 million in the corresponding period last year, due mainly to the impact of periodic time-lag in adjustments between tariffs and fuel costs. However, City Gas' tariff adjustments mechanism is designed to ensure that the business fully recover its fuel costs over a period of time. City Gas' revenue of S$92.4 million for the quarter under review was lower compared to its revenue of S$99.5 million in the same period last year, due to lower town gas tariffs resulting from lower fuel costs.

SingSpring, the supplier of desalinated water to Singapore's Public Utilities Board, recorded an increase in cash earnings to S$4.1 million in the quarter from S$3.5 million in the corresponding period last year, due mainly to lower finance cost.

Basslink Pty Ltd's cash earnings before taking into account two major non-recurring items which are the upfront costs related to the refinancing of Basslink bonds and the HT dispute settlement amount for 3Q FY15 was negative A$0.3 million (approximately negative S$0.5 million), which was lower than A$1.5 million (approximately S$1.7 million) in the same period last year. The lower cash earnings was due mainly to higher negative CRSM[4] and lower contributions from Telecoms.

On 28 November 2014, CitySpring completed the refinancing of Basslink bonds, via an A$717 million five-year senior secured loan facility provided by a group of nine banks. As part of the refinancing, CitySpring had contributed an equity injection of A$50 million, using part of its existing cash reserves, into the Basslink group.

At CityNet, trustee-manager of NetLink Trust, cash earnings rose to S$0.8 million in 3Q FY15, which was S$0.2 million higher than 3Q FY14 due to an additional management fee received.

Proposed Combination with Keppel Infrastructure Trust

CitySpring had announced on 18 November 2014 the proposed combination of CitySpring and Keppel Infrastructure Trust. It is in the process of obtaining the requisite approvals including unitholders' approval.

—End—

[4] The Commercial Risk Sharing Mechanism (CRSM) is a mechanism provided under the Basslink Services Agreement (BSA) between Basslink and Hydro Tasmania 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%

About CitySpring Infrastructure Trust (www.cityspring.com.sg)

CitySpring is the first infrastructure trust registered with the Monetary Authority of Singapore. As a pioneer in a new asset class in Singapore, and with the sponsorship of Temasek Holdings, CitySpring aims to position itself as a leading player in a growing sector and achieve growth through acquisitions. It has been established with the principal objective of investing in infrastructure assets and providing unitholders with long-term, regular and predictable distributions.

CitySpring (Reuters: CITY.SI, Bloomberg: CITY SP) had been listed on the Main Board of the Singapore Exchange Securities Trading Limited (www.sgx.com) since 12 February 2007.

CitySpring's portfolio comprises 100% of City Gas (including 51% of City-OG Gas), 70% of SingSpring, 100% of Basslink (including 100% of Basslink Telecoms) and 100% of CityNet.

City Gas is the sole producer and retailer of town gas and the sole user of the low-pressured piped town gas network in Singapore.

City-OG Gas Energy Services Pte Ltd (City-OG Gas) is a business venture between City Gas and Osaka Gas Co., Ltd (Osaka Gas). The business venture which sells natural gas to industrial customers commenced operations on 1 August 2013.

SingSpring is the supplier of desalinated water to the Public Utilities Board, Singapore's national water agency.

Basslink owns and operates a 370-km high voltage electricity interconnector between the electricity grids of the States of Tasmania and Victoria in Australia. Basslink Telecoms provides wholesale telecoms services between Hobart, Tasmania and Melbourne, Victoria.

CitySpring Capital was established on 2 October 2012 to issue notes under the Multicurrency Medium Term Note Programme that was established on 11 October 2012.

CityNet is the trustee-manager of NetLink Trust (NetLink). Singapore Telecommunications Limited (SingTel) is the sole unitholder of NetLink Trust, and retains a 100% economic interest in the business and assets of NetLink Trust. CityNet, in its capacity as trustee-manager of NetLink, owns, installs, operates and maintains the fibre network for Singapore's Next Generation Nationwide Broadband Network.

Data Centre One Pte Ltd (Data Centre One) a joint venture with Shimizu Corporation ("Shimizu") will develop and lease a data centre in Singapore. The joint venture is 51% owned by CitySpring (through 100% owned CityDC Pte Ltd) and 49% owned by Shimizu. It will lease the data centre in Singapore to 1-Net Singapore Pte Ltd, a wholly-owned subsidiary of MediaCorp Pte Ltd. As the transaction is an interested person transaction under Chapter 9 of the Listing Manual of the Singapore Exchange Securities Trading Limited, an extraordinary general meeting was convened on 22 August 2014 and the transaction had been approved by the unitholders.

For investor and media enquiries, please contact:

Samuel Chee
Weber Shandwick
T: +65 6825 8077
M: +65 9127 1618
E: schee@webershandwick.com