CITYSPRING INFRASTRUCTURE TRUST

(a business trust constituted in Singapore and registered with the Monetary Authority of Singapore)
(Registration No: 2007001)

managed by

CITYSPRING INFRASTRUCTURE MANAGEMENT PTE. LTD.

as Trustee-Manager of CitySpring Infrastructure Trust
(incorporated in Singapore (Registration No: 200614377M))

JOINT VENTURE TO DEVELOP AND LEASE A DATA CENTRE

The Joint Venture

CitySpring Infrastructure Management Pte. Ltd. ("**Trustee-Manager**"), in its capacity as trustee-manager of CitySpring Infrastructure Trust ("**CitySpring**"), announces the establishment of a joint venture company, DataCentre One Pte. Ltd. ("**JVC**"). CityDC Pte. Ltd. ("**CityDC**"), a wholly-owned subsidiary of CitySpring, is the majority shareholder of JVC with a 51% shareholding, while WDC Development Pte. Ltd. ("**WDC**"), a wholly-owned subsidiary of joint venture partner Shimizu Corporation, is a 49% shareholder.

CitySpring and Shimizu Corporation propose to develop and lease a data centre. For this purpose, JVC will enter into agreements with 1-Net Singapore Pte Ltd ("**1-Net**"), a wholly-owned subsidiary of MediaCorp Pte Ltd, pursuant to which:

(1) JVC will procure the design and construction of a five-storey data centre building together with water apparatus, lightings and other appliances and fixtures ("**Shell**") and procure the design and installation of all plant, mechanical and electrical equipment installed or to be installed by JVC on, at or in the Shell and/or the Data Centre ("**Shell M&E**") and all mechanical and electrical equipment installed or to be installed by JVC on, at or in the Shell and/or the Data Centre ("**Core M&E**") in accordance with and as set out in a design brief and detailed plans and specifications which has been agreed, accepted and approved by 1-Net; and

(2) JVC agrees to and will lease the Property (as defined below) together with the Shell, Shell M&E and the Core M&E ("**Data Centre**") to 1-Net upon completion of the development works and the Data Centre being ready for use and operation by 1-Net for use as a data centre,

(collectively, the "**Transaction**").

For the purposes of the Transaction, JVC intends to acquire, from (i) a party unrelated to JVC, the Trustee-Manager or Shimizu ("**Third Party**"), a leasehold interest of approximately 20 years in a property with an estimated area of 8,538 square metres which is to be subdivided from a Housing and Development Board ("**HDB**") property known as 2 Marsiling Lane, Singapore 739144 ("**Property**"), and (ii) HDB, a further lease term of approximately 10 years in the Property. For the purposes of the acquisition of the Property, JVC has entered into a non-binding memorandum of understanding with the Third Party in respect of such acquisition, which is conditional upon, *inter alia*, written approval from HDB being obtained for the acquisition and use of the Property in accordance with the specifications stipulated in the Development Agreement and the Lease Agreement.

DSCO Group Pte Ltd ("**DSCO**"), a design company unrelated to JVC, the Trustee-Manager or Shimizu, will design the Shell, the Shell M&E and the Core M&E, while the design arm of Shimizu, Shimizu Corporation International Design Division, will conduct a peer review to check and review the design drawings and specifications to be developed by DSCO. Shimizu Corporation (Singapore branch) will undertake construction of the Shell and the installation of the Shell M&E and the Core M&E. Construction is expected to commence in third quarter of 2014 and be completed by first quarter of 2016.

A data centre is a building which houses information technology and telecommunication systems. There is requirement for very high reliability and network availability and the building typically provides back-up power sources, redundant telecommunication connections, strict building ambience controls and stringent security configuration.

The Data Centre will have four floors of data centre halls and one floor of office and ancillary space. It will have a gross floor area of approximately 214,000 square feet and the fit-out will be in phases. If 1-Net requires JVC to install additional infrastructure to the Data Centre after the initial fit-out, there will be additional fees. The Data Centre is carrier-neutral and will fulfill Tier 3 of the standard imposed by Uptime Institute, a third-party data centre research, education and consulting organization.

Rationale

The data centre industry, both worldwide and in Singapore, has been growing steadily over the recent years as a result of growing Internet penetration into the consumer and corporate market[1]. Over the course of 2012 – 2015, the compound annual growth rate of data centre space is forecasted to be 8.5% in Singapore and 11.7% in the Asia-Pacific region[2] with demand for data centre workload in the Asia-Pacific region expected to be sustainably healthy in the foreseeable future[3]. This demand for data centre space has been growing at a quicker pace than supply growth – in Singapore alone, data centre space was near fully-utilised at a 92% utilisation rate in 2013 and demand growth had

1 Source: Cisco Global Cloud Index: Forecast and Methodology, 2012 – 2017.
2 Source: Broadgroup: Data Centers South East Asia IV.
3 Source: Cisco Global Cloud Index: Forecast and Methodology, 2012 – 2017.

outstripped supply growth by an average of 3% per annum between 2010 and 2013[4].

Telecommunications infrastructure is a key sector of focus for CitySpring, which has existing businesses in Basslink Telecoms Pty Ltd and CityNet Infrastructure Management Pte. Ltd. CitySpring's aim for this sector is to build up a portfolio of businesses that will generate long-term, regular and predictable cashflows, in line with CitySpring's investment objectives. CitySpring will deepen its presence in the sector through the Transaction. CitySpring also intends to develop and acquire a portfolio of data centres in Singapore and the Asia-Pacific if and when suitable opportunities arise.

The Transaction is CitySpring's first green-field project. CitySpring will selectively undertake green-field projects which generate risk-calibrated returns acceptable to CitySpring. Green-field projects will comprise only a relatively small portion of CitySpring's asset portfolio as it is CitySpring's focus to provide stable distributions to unitholders of CitySpring ("**Unitholders**") by owning operational assets.

Funding

The total consideration cost for the Transaction is approximately S$130 million, to be funded approximately 50:50 by equity financing (*pro rata* from CityDC and WDC), and long-term debt financing. The Transaction will not have a material impact on CitySpring's net tangible assets and earnings per unit for the current financial year. CitySpring will fund its proportionate investment from its internal cash reserves.

Unitholders' Approval

As at 30 June 2014, Temasek Holdings (Private) Limited ("**Temasek**") holds, through its wholly-owned subsidiaries, 100% of the shares in CitySpring Infrastructure Management Pte. Ltd., in its personal capacity ("**CSIM**") and 37.4% of all the units of CitySpring in issue. 1-Net is an indirect wholly-owned subsidiary of Temasek. Accordingly, for the purposes of Chapter 9 of the listing manual of the Singapore Exchange Securities Trading Limited:

(1) JVC, a 51%-owned subsidiary of CitySpring, is an "entity at risk";

(2) Temasek is a controlling shareholder of CSIM and a controlling Unitholder, and is accordingly an "interested person";

(3) 1-Net, an indirect wholly-owned subsidiary and associate of Temasek, is also an "interested person";

(4) the Transaction is between JVC, an entity at risk, and 1-Net, an interested person; and

[4] Source: 451 Research: Multi-Tenant Datacenter Supply, Europe and Asia-Pacific Top Markets 2012**.**

(5) the Transaction constitutes an "interested person transaction".

The Transaction is, due to its materiality, required to be approved by Unitholders at an extraordinary general meeting to be convened, with Temasek and its associates abstaining from voting.

By Order of the Board

CitySpring Infrastructure Management Pte. Ltd.

as Trustee-Manager of

CitySpring Infrastructure Trust

Susanna Cher

Company Secretary

30 June 2014

Investor and Media enquiries:
Samuel Chee
Weber Shandwick
T: +65 6825 8000
E: schee@webershandwick.com

About CitySpring Infrastructure Trust

CitySpring Infrastructure Trust ("**CitySpring**") (www.cityspring.com.sg) (Reuters: CITY.SI, Bloomberg: CITY SP) 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 (Private) Limited, 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 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 Pte. Ltd. ("**City Gas**") (including 51% of City-OG Gas Energy Services Pte. Ltd. ("**City-OG Gas**")), 70% of SingSpring Pte. Ltd. ("**SingSpring**"), 100% of Basslink Pty. Ltd. ("**Basslink**") (including 100% of Basslink Telecoms Pty Ltd ("**Basslink Telecoms**")) and 100% of CityNet Infrastructure Management Pte. Ltd. ("**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 is a business venture between City Gas and Osaka Gas Co., Ltd. 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 Pte. Ltd. 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 is the sole unitholder of NetLink, and retains a 100% economic interest in the business and assets of NetLink. CityNet, in its capacity as trustee-manager of NetLink, owns, installs, operates and maintains assets consisting of ducts, manholes and central offices. On 28 November 2013, CityNet in its capacity as trustee-manager of NetLink Trust completed the acquisition of OpenNet Pte. Ltd ("**OpenNet**"). The principal activities of OpenNet are to design, build and operate the fibre network for Singapore's Next Generation Nationwide Broadband Network.

About Shimizu Corporation

Shimizu Corporation is a leading architectural, civil engineering and general contracting firm offering an integrated, comprehensive planning, design and build solutions for a broad range of construction and engineering projects worldwide. It has annual sales of approximately US$15 billion and has been widely recognised as one of the top five contractors in Japan and among the top 20 in the world.

About 1-Net Singapore

As one of the pioneers in broadband development in Singapore, 1-Net Singapore Pte. Ltd. ("1-Net") currently manages telco-class carrier-neutral Internet data centres, along with providing domestic and international connectivity, managed services and media delivery services. 1-Net offers stability, secure delivery and service experience through its services.

1-Net is a MediaCorp Pte. Ltd. (“MediaCorp”) enterprise. MediaCorp is Singapore’s leading media company with a range of platforms, spanning television, radio, newspapers, magazines, movies, digital and out-of-home media. MediaCorp has over 50 products and brands in four languages (English, Mandarin, Malay and Tamil), including online classifieds, Internet TV-on-demand and High Definition TV broadcast. MediaCorp is the winner of numerous international awards and accolades, including Asian Television Awards’ Terrestrial Broadcaster of the Year.

For more information on 1-Net, please visit http://www.1-net.com.sg.