

Keppel Infrastructure Trust

(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

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 issued a media statement, a copy of which is attached for reference.

Basslink has issued a Notice of Dispute to Hydro Tasmania ("**HT**"), under the Basslink Services Agreement ("**BSA**"). Further details regarding the Notice of Dispute are outlined in the attached media statement.

In accordance with the project financing documents ("**Project Financing**") for the Basslink interconnector between the lenders ("**Financiers**") and a related entity of BPL, Nexus Australia Management Pty Ltd in its capacity as trustee of the Premier Finance Trust Australia ("**Borrower**"), Basslink is required to exercise its rights under the BSA in accordance with the directions of the Financiers' Agent. However, in the interests of time and to avoid delay, Basslink has issued the Notice of Dispute prior to being directed to do so by the Financiers' Agent. If the Financiers do not consent to such action within 20 Business Days, this may lead to a default under the Project Financing.

In the meantime, the Borrower will continue to work with the Financiers and the Financiers' Agent to consent to the issuance of the Notice of Dispute.

Notwithstanding the foregoing, the Borrower remains current on the debt and all outstanding payments under the Project Financing have been fulfilled.

As there is no contractual recourse to KIT under the Project Financing and KIT does not rely on Basslink's cash flows for its distributions, the above-mentioned update is not expected to have any material financial impact on the net tangible asset per unit and distribution per unit of KIT for the financial year ending 31 December 2018.

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

14 September 2018