

**KEPPEL INFRASTRUCTURE TRUST
FULL YEAR 2020 FINANCIAL STATEMENTS AND DISTRIBUTION ANNOUNCEMENT
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Registration Number 2007001

(Constituted in the Republic of Singapore pursuant to a trust deed dated 5 January 2007 (as amended))

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INTRODUCTION

Keppel Infrastructure Trust (“KIT” or “Trust”), was originally listed on 12 February 2007 on the Singapore Exchange Securities Trading Limited as CitySpring Infrastructure Trust (“CIT”) and is also included in the FTSE ST Large/Mid Cap Index and FTSE ST Mid Cap Index.

The sponsor of KIT is Keppel Infrastructure Holdings Pte. Ltd., a wholly owned subsidiary of Keppel Corporation Limited (“KCL”). Keppel Infrastructure Fund Management Pte. Ltd. is the Trustee-Manager of KIT, and wholly owned by Keppel Capital Holdings Pte. Ltd., which is in turn a wholly owned subsidiary of KCL.

KIT’s portfolio as at 31 December 2020 included the following businesses and assets:

Geography/ Segment	Distribution and Network	Energy	Waste and Water
Singapore	<u>100% Interest</u> City Gas <u>51% interest</u> City-OG Gas	<u>51% interest</u> Keppel Merlimau Cogen	<u>100% Interest</u> 1. Senoko Waste-to-Energy WTE Plant 2. Keppel Seghers Tuas WTE Plan 3. Keppel Seghers Ulu Pandan NEWater Plant <u>70% interest</u> 4. SingSpring Desalination Plant
Australia	<u>100% Interest</u> 1. Ixom 2. Basslink 3. Basslink Telecoms		

On 31 January 2020, Ixom completed its acquisition of Medora source water management solutions business (“Medora”) in the United States of America, strengthening Ixom’s goal to be one of the industry leaders in the source water management industry. During the year, Ixom has also concluded its strategic divestment of its non-core businesses in Latin America and China Life Science.

On 8 December 2020, KIT announced a proposed conditional acquisition of 80% of the share capital of Philippine Tank Storage International (Holdings) Inc (“PTSI”), which owns Philippine Coastal Storage & Pipeline Corporation (“PCSPC”). PCSPC is the largest petroleum products import storage facility in the Philippines. The strategic addition of PCSPC will increase KIT’s exposure to essential evergreen business, strengthening long-term and growing cash flows. The acquisition is expected to be completed by end-January 2021.

KIT, being a business trust, is allowed to pay distributions to Unitholders out of its retained cash and residual cash flows, in accordance with its distribution policy. This is unlike companies, which are governed by the Companies Act, and can only make dividend payments out of accounting profits.

1. UNAUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2020

The Directors of **Keppel Infrastructure Fund Management Pte. Ltd.**, as **Trustee-Manager of Keppel Infrastructure Trust**, advises the following unaudited results of the Group for the year ended 31 December 2020.

1(a) INCOME STATEMENT AND STATEMENT OF OTHER COMPREHENSIVE INCOME

(i) Consolidated Income Statement

	<u>Group</u>					
	2H FY20	2H FY19	Change	FY2020	FY2019	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	760,564	830,228	(8.4)	1,551,900	1,566,715	(0.9)
Other income	4,410	5,702	(22.7)	10,476	8,154	28.5
Other (losses) / gain - net	(19,026)	49,106	N/M	(17,152)	37,545	N/M
Expenses						
Fuel and electricity costs	(51,932)	(71,573)	(27.4)	(101,639)	(149,239)	(31.9)
Gas transportation, freight and storage costs	(87,385)	(95,277)	(8.3)	(172,703)	(166,999)	3.4
Depreciation and amortisation	(90,605)	(106,027)	(14.5)	(178,145)	(173,067)	2.9
Staff costs	(76,645)	(75,467)	1.6	(146,981)	(133,911)	9.8
Operation and maintenance costs	(51,086)	(52,502)	(2.7)	(95,883)	(95,137)	0.8
Raw materials, consumables used and changes in inventories	(276,966)	(314,733)	(12.0)	(567,675)	(574,521)	(1.2)
Finance costs	(66,945)	(73,011)	(8.3)	(138,037)	(145,864)	(5.4)
Trustee-Manager's fees	(6,319)	(9,569)	(34.0)	(12,184)	(25,869)	(52.9)
Other operating expenses	(113,464)	(62,545)	81.4	(163,249)	(134,318)	21.5
Total expenses	(821,347)	(860,704)	(4.6)	(1,576,496)	(1,598,925)	(1.4)
(Loss)/profit before joint venture	(75,399)	24,332	N/M	(31,272)	13,489	N/M
Share of results of joint venture	-	1,312	(100.0)	-	3,342	(100.0)
(Loss)/profit before tax	(75,399)	25,644	N/M	(31,272)	16,831	N/M
Income tax expense	(12,213)	1,012	N/M	(20,792)	(6,637)	>100.0
Net (loss)/profit after tax	(87,612)¹	26,656 ²	N/M	(52,064)¹	10,194 ²	N/M
(Loss)/profit attributable to:						
Unitholders	(79,534)	38,829	N/M	(34,354)	38,578	N/M
Perpetual securities holders	7,184	7,015	2.4	14,289	7,757	84.2
Non-controlling interests	(15,263)	(19,188)	(20.5)	(31,999)	(36,141)	(11.5)
	(87,612)	26,656	N/M	(52,064)	10,194	N/M

N/M - Not meaningful

Please refer to paragraph 8.2 for further details.

¹ Excluding one-off acquisition related cost incurred for Ixom's acquisition of Medora, Ixom's divestment of Latin America and China Life Science businesses and Basslink's arbitration provision, the 2H FY20 and FY2020 net profit after tax is S\$ 5,455,000 and S\$41,665,000.

² Excluding one-off acquisition related cost incurred for acquisition of Ixom and KIT's divestment of 51% stake in DC One, the 2H FY19 and FY2019 net (loss)/profit after tax is S\$(16,659,000) and S\$3,473,000.

1(a) INCOME STATEMENT AND STATEMENT OF OTHER COMPREHENSIVE INCOME (CONT'D)

(ii) Consolidated Statement of Comprehensive Income

	2H FY20	2H FY19	Group			
			Change	FY2020	FY2019	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Net (loss)/profit after tax	(87,612)	26,656	N/M	(52,064)	10,194	N/M
Other comprehensive income:						
<u>Items that may be reclassified</u>						
<u>subsequently to income statement</u>						
Cash flow hedges:						
- Fair value losses	(13,435)	(12,011)	11.9	(58,379)	(58,078)	0.5
- Transfer to income statement	19,354	3,150	>100.0	27,894	18,491	50.9
Share of net change in fair value of cash flow hedges of a joint venture	-	1,192	(100.0)	-	1,008	(100.0)
Currency translation differences relating to consolidation of foreign subsidiaries	15,011	(19,519)	N/M	13,910	(46,113)	N/M
Currency translation differences on disposal of foreign subsidiaries reclassified to profit or loss	8,716	-	N/M	8,716	-	N/M
Defined benefit plan reserve:						
- Fair value losses	(607)	(7,901)	(92.3)	(607)	(7,901)	(92.3)
Other comprehensive income, net of tax	29,039	(35,089)	N/M	(8,466)	(92,593)	(90.9)
Total comprehensive income	(58,573)	(8,433)	>100.0	(60,530)	(82,399)	(26.5)
Attributable to:						
Unitholders	(48,647)	3,711	N/M	(42,167)	(54,827)	(23.1)
Perpetual securities holders	7,184	7,015	2.4	14,289	7,757	84.2
Non-controlling interests	(17,110)	(19,159)	(10.7)	(32,652)	(35,329)	(7.6)
	(58,573)	(8,433)	>100.0	(60,530)	(82,399)	(26.5)

N/M - Not meaningful

1(b)(i) STATEMENTS OF FINANCIAL POSITION

	<u>Group</u>		<u>Trust</u>	
	31 Dec 2020 S\$'000	31 Dec 2019 S\$'000	31 Dec 2020 S\$'000	31 Dec 2019 S\$'000
Non-Current Assets				
Property, plant and equipment	2,310,469	2,354,813	-	-
Intangibles	1,015,398	985,341	-	-
Investment in subsidiaries	-	-	1,398,187	1,305,565
Notes receivables	-	-	775,712	775,712
Amount receivable from a subsidiary	-	-	9,407	12,407
Service concession receivables	235,185	284,372	-	-
Finance lease receivables	74,308	84,772	-	-
Derivative financial instruments	2	40	-	-
Right-of-use asset	112,752	115,596	-	-
Other assets	133,426	149,093	-	-
Total non-current assets	3,881,540	3,974,027	2,183,306	2,093,684
Current Assets				
Cash and bank deposits	580,721	470,093	236,627	215,275
Trade and other receivables	211,811	269,885	18,620	8,946
Service concession receivables	49,316	47,856	-	-
Finance lease receivables	10,867	10,487	-	-
Derivative financial instruments	254	847	-	-
Inventories	168,971	198,772	-	-
Other current assets	26,055	31,308	54	15
Total current assets	1,047,995	1,029,248	255,301	224,236
Current Liabilities				
Borrowings	643,933	1,318,473	-	-
Trade and other payables	347,979	318,733	3,717	6,606
Provisions	30,533	23,235	-	-
Derivative financial instruments	37,099	25,589	4,587	-
Lease liabilities	12,256	13,786	-	-
Income tax payable	17,595	6,281	62	87
Total current liabilities	1,089,395	1,706,097	8,366	6,693
Net Current (Liabilities)/Assets	(41,400)	(676,849)	246,935	217,543
Non-Current Liabilities				
Borrowings	1,517,090	793,180	99,883	99,783
Notes payable to non-controlling interests	260,000	260,000	-	-
Derivative financial instruments	165,462	127,441	4,885	1,230
Other payables	250,506	246,373	-	-
Provisions	41,746	32,387	-	-
Lease liabilities	76,000	81,500	-	-
Defined benefit obligation	24,124	23,586	-	-
Deferred tax liabilities	11,172	18,542	-	-
Total non-current liabilities	2,346,100	1,583,009	104,768	101,013
Net Assets	1,494,040	1,714,169	2,325,473	2,210,214
Represented by:				
Unitholders' Funds				
Units in issue	2,628,761	2,630,307	2,628,761	2,630,307
Other reserves	(262,972)	(255,413)	(9,471)	(1,230)
Accumulated losses	(1,224,109)	(1,050,488)	(592,783)	(717,834)
Total Unitholders' funds	1,141,680	1,324,406	2,026,507	1,911,243
Perpetual securities	298,966	298,971	298,966	298,971
Non-controlling interests	53,394	90,792	-	-
	1,494,040	1,714,169	2,325,473	2,210,214

Please refer to paragraphs 8.3 and 8.4 for further details.

1(b)(ii) AGGREGATE AMOUNT OF BORROWINGS AND DEBT SECURITIES

	<u>Group</u>	
	31 Dec 2020	31 Dec 2019
	S\$'000	S\$'000
Unsecured borrowings		
Amount repayable after one year	<u>277,559</u>	<u>277,361</u>
Secured borrowings		
Amount repayable within one year	643,933	1,318,473
Amount repayable after one year	<u>1,239,532</u>	<u>515,819</u>
	1,883,465	1,834,292
Total borrowings	<u>2,161,024</u>	<u>2,111,653</u>

Details of collaterals

The bank borrowings are secured over the assets and business undertakings of SingSpring, Basslink Group and Ixom Group. The bank borrowings granted to SingSpring is also secured by a charge over the units in SingSpring held by the Trustee-Manager and Hyflux Ltd¹, and a charge over the shares held by the Trustee-Manager in SingSpring Pte Ltd. The bank borrowings granted to KMC is secured mainly by an assignment of KMC's rights under the Capacity Tolling Agreement.

In November 2020, Basslink announced a 6-month extension of the maturity date of the financing arrangements in place for the Basslink Interconnector. This extension is the second part of the original 12+6 month extension arranged in November 2019. The Management is working towards securing a long-term refinancing package post-arbitration.

Basslink remains current on its debt payments under the project financing subsequent to the return to service of the interconnector on 13 June 2016.

¹ 30% unitholder of SingSpring Trust

1(c) CONSOLIDATED STATEMENT OF CASH FLOWS

	Group			
	2H FY20 S\$'000	2H FY19 S\$'000	FY2020 S\$'000	FY2019 S\$'000
Operating activities				
(Loss)/profit before tax	(75,399)	25,644	(31,272)	16,831
Adjustments for:				
Depreciation and amortisation	90,605	106,027	178,145	173,067
Finance costs	66,945	73,011	138,037	145,864
Interest income	(595)	(2,723)	(2,646)	(4,027)
Fair value loss/(gain) on derivative financial instruments	7,725	(4,585)	8,520	5,787
Impairment loss/(gain) on trade and other receivables (net)	29,058	(84)	30,367	(119)
Property, plant and equipment written off	1,257	-	1,263	-
Share-based payment expense	160	-	160	-
Transaction cost	3,889	2,950	4,551	38,075
Gain on disposal of property, plant and equipment	(20)	(21)	(21)	(21)
Loss on disposal of joint venture	-	(44,796)	-	(44,796)
Loss on disposal of subsidiary	12,972	-	12,972	-
Share of results of joint venture	-	(1,312)	-	(3,342)
Unrealised foreign exchange (gain)/loss	(791)	(639)	(4,000)	793
Management fees paid in units	-	-	398	239
Operating cash flows before working capital changes	135,806	153,472	336,474	328,351
Changes in working capital :				
Trade and other receivables	35,025	139,207	84,689	174,925
Trade and other payables	108,669	4,658	65,477	(27,821)
Inventories	16,338	30,254	12,612	54,635
Cash generated from operations	295,838	327,591	499,252	530,090
Interest received	936	2,889	2,892	3,989
Interest paid	(79,882)	(84,909)	(143,356)	(157,959)
Income tax paid	(5,704)	(6,776)	(13,354)	(19,716)
Net cash from operating activities	211,188	238,795	345,434	356,404
Investing activities				
Net cash outflow on acquisition of subsidiary (Note b)	1,418	350,487	(23,015)	(746,220)
Net cash inflow on disposal of subsidiary (Note c)	15,796	-	15,796	-
Dividend received from joint venture	-	1,009	-	3,054
Repayment of advances from joint venture	-	19,332	-	19,990
Divestment of joint venture net of transaction cost	-	46,111	-	46,111
Purchase of property, plant and equipment and intangible assets	(19,162)	(23,013)	(28,997)	(33,413)
Proceeds from sale of property, plant and equipment	96	220	190	220
Net cash (used in)/from investing activities	(1,852)	394,146	(36,026)	(710,258)
Financing activities				
Decrease in restricted cash	1,042	24,972	18	27,095
Proceeds from issuance of units (net)	-	-	-	492,241
Proceeds from issuance of perpetual securities (net)	-	-	-	298,190
Purchase of units	-	-	(1,944)	-
Proceeds from borrowings	3,049	-	764,162	1,504,165
Repayment of borrowings	(72,947)	(466,100)	(791,702)	(1,494,826)
Repayment of obligations under finance leases	(6,152)	(7,964)	(16,089)	(12,746)
Payment of loan upfront fees	-	(3,880)	(2,450)	(17,119)
Distributions paid to Perpetual securities holders	(7,145)	(6,976)	(14,290)	(6,976)
Distributions paid to Unitholders of the Trust	(46,411)	(92,896)	(139,267)	(165,484)
Distributions paid by subsidiaries to non-controlling interests	(3,523)	(2,479)	(4,746)	(4,966)
Net cash (used in)/from financing activities	(132,087)	(555,323)	(206,308)	619,574
Net increase in cash and cash equivalents	77,249	77,618	103,100	265,720
Cash and cash equivalents at beginning of the period	473,106	367,632	445,290	179,705
Effect of currency translation on cash and cash equivalents	5,581	40	7,546	(135)
Cash and cash equivalents at end of the period (Note a)	555,936	445,290	555,936	445,290

1(c) **CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

Note a:

	31 Dec 2020 S\$'000	31 Dec 2019 S\$'000
Cash and bank deposits	580,721	470,093
Less: Restricted cash	<u>(24,785)</u>	<u>(24,803)</u>
Cash and cash equivalents	<u>555,936</u>	<u>445,290</u>

Restricted cash represents the amount of cash and cash equivalents required to be set aside to meet interest and principal repayments for loans extended to, and for secured bank guarantees of, the Group. Also included in the Group's restricted cash is the insurance proceeds received in relation to Basslink cable outage, the usage of which is subject to the consent of the lenders.

Refer to paragraph 8.1 for further details.

Note b:

The Group's wholly-owned subsidiary, Ixom, has completed the acquisition of Medora on 31 January 2020. The provisional fair values of the net assets of the subsidiary acquired were as follows:

	Fair value S\$'000
Property, plant and equipment	4,101
Identifiable intangible assets	5,771
Deferred tax assets	1,601
Inventories	2,765
Financial assets	1,855
Financial liabilities	(1,878)
Lease liabilities	(2,730)
Provisions	<u>(83)</u>
Total identifiable assets acquired and liabilities assumed	11,402
Goodwill	<u>18,189</u>
Total purchase consideration	<u>29,591</u>
Net cash outflow arising on acquisition:	
Cash consideration	29,591
Less: Deferred cash consideration	<u>(7,422)</u>
	<u>22,169</u>

The Group incurred acquisition costs of S\$0.8m.

The purchase price allocation of the acquisition of Medora for the period ended 31 December 2020 is provisional and the Group expects to complete the purchase price allocation exercise within 12 months from date of acquisition of Medora.

1(c) **CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

Note c:

The Group's wholly-owned subsidiary, Ixom, has completed the divestment of Latin America and China Life Science businesses on 22 October 2020 and 1 December 2020 respectively. The book value of the net assets of the subsidiaries disposed were as follows:

	S\$'000
Property, plant and equipment	(3,819)
Identifiable intangible assets	(62)
Deferred tax assets	(776)
Inventories	(19,954)
Financial assets	(25,946)
Financial liabilities	12,974
Lease liabilities	1,198
Provisions	3,542
Net assets disposed	(32,843)
Loss on disposal including transaction cost	12,972
Foreign currency translation reserves realised	(8,716)
Total consideration received	(28,587)
Net cash inflow on disposal:	
Cash consideration	(28,587)
Transaction cost	3,706
Less: cash and cash equivalent balances disposed	9,085
	(15,796)

1(d)(i) STATEMENTS OF CHANGES IN UNITHOLDERS' FUNDS

<u>Group</u>	Attributable to Unitholders of the Trust											
	Units in Issue S\$'000	Treasury Units S\$'000	Hedging Reserve S\$'000	Translation Reserve S\$'000	Capital Reserve S\$'000	Defined Benefit Plan Reserve S\$'000	Share Based Payment Reserve S\$'000	Accumulated Losses S\$'000	Total Unitholders' Funds S\$'000	Perpetual Securities S\$'000	Non-controlling Interests S\$'000	Total S\$'000
2020												
At 1 January 2020	2,630,307	-	(239,613)	(46,609)	38,710	(7,901)	-	(1,050,488)	1,324,406	298,971	90,792	1,714,169
<u>Total comprehensive income</u>												
Profit/(loss) for the period	-	-	-	-	-	-	-	45,180	45,180	7,105	(16,737)	35,548
Other comprehensive income for the period	-	-	(37,475)	(1,225)	-	-	-	-	(38,700)	-	1,195	(37,505)
Total	-	-	(37,475)	(1,225)	-	-	-	45,180	6,480	7,105	(15,542)	(1,957)
<u>Contributions by and distributions to owners</u>												
Units issued	398	-	-	-	-	-	-	-	398	-	-	398
Purchase of units	-	(1,944)	-	-	-	-	-	-	(1,944)	-	-	(1,944)
Cancellation of treasury units	(1,944)	1,944	-	-	-	-	-	-	-	-	-	-
Distributions paid	-	-	-	-	-	-	-	(92,856)	(92,856)	(7,145)	(1,223)	(101,224)
Total	(1,546)	-	-	-	-	-	-	(92,856)	(94,402)	(7,145)	(1,223)	(102,770)
At 30 June 2020	2,628,761	-	(277,088)	(47,834)	38,710	(7,901)	-	(1,098,164)	1,236,484	298,931	74,027	1,609,442
<u>Total comprehensive income</u>												
Profit/(loss) for the period	-	-	-	-	-	-	-	(79,534)	(79,534)	7,184	(15,262)	(87,612)
Other comprehensive income for the period	-	-	7,340	24,154	-	(607)	-	-	30,887	-	(1,848)	29,039
Total	-	-	7,340	24,154	-	(607)	-	(79,534)	(48,647)	7,184	(17,110)	(58,573)
<u>Contributions by and distributions to owners</u>												
Issuance cost	-	-	-	-	-	-	-	-	-	(4)	-	(4)
Recognition of share-based payments	-	-	-	-	-	-	254	-	254	-	-	254
Distributions paid	-	-	-	-	-	-	-	(46,411)	(46,411)	(7,145)	(3,523)	(57,079)
Total	-	-	-	-	-	-	254	(46,411)	(46,157)	(7,149)	(3,523)	(56,829)
At 31 December 2020	2,628,761	-	(269,748)	(23,680)	38,710	(8,508)	254	(1,224,109)	1,141,680	298,966	53,394	1,494,040

1(d)(i) STATEMENTS OF CHANGES IN UNITHOLDERS' FUNDS (CONT'D)

<u>Group</u>	Attributable to Unitholders of the Trust										
	Units in Issue S\$'000	Treasury Units S\$'000	Hedging Reserve S\$'000	Translation Reserve S\$'000	Capital Reserve S\$'000	Defined Benefit Plan Reserve S\$'000	Accumulated Losses S\$'000	Total Unitholders' Funds S\$'000	Perpetual Securities S\$'000	Non-controlling Interests S\$'000	Total S\$'000
2019											
At 1 January 2019	2,138,066	-	(200,226)	(492)	38,710	-	(923,582)	1,052,476	-	125,780	1,178,256
<u>Total comprehensive income</u>											
Loss for the period	-	-	-	-	-	-	(251)	(251)	742	(16,953)	(16,462)
Other comprehensive income for the period	-	-	(32,014)	(26,271)	-	-	-	(58,285)	-	783	(57,502)
Total	-	-	(32,014)	(26,271)	-	-	(251)	(58,536)	742	(16,170)	(73,964)
<u>Contributions by and distributions to owners</u>											
Units issued	501,032	-	-	-	-	-	-	501,032	300,000	-	801,032
Issuance cost	(8,797)	-	-	-	-	-	-	(8,797)	(1,899)	-	(10,696)
Distributions paid	-	-	-	-	-	-	(72,588)	(72,588)	-	(2,487)	(75,075)
Total	492,235	-	-	-	-	-	(72,588)	419,647	298,101	(2,487)	715,261
<u>Changes in ownership interest in subsidiary</u>											
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	5,121	5,121
At 30 June 2019	2,630,301	-	(232,240)	(26,763)	38,710	-	(996,421)	1,413,587	298,843	112,244	1,824,674
<u>Total comprehensive income</u>											
Profit/(loss) for the period	-	-	-	-	-	-	38,829	38,829	7,015	(19,188)	26,656
Other comprehensive income for the period	-	-	(7,373)	(19,846)	-	(7,901)	-	(35,120)	-	29	(35,091)
Total	-	-	(7,373)	(19,846)	-	(7,901)	38,829	3,709	7,015	(19,159)	(8,435)
<u>Contributions by and distributions to owners</u>											
Issuance cost	6	-	-	-	-	-	-	6	89	-	95
Distributions paid	-	-	-	-	-	-	(92,896)	(92,896)	(6,976)	(2,479)	(102,351)
Total	6	-	-	-	-	-	(92,896)	(92,890)	(6,887)	(2,479)	(102,256)
<u>Changes in ownership interest in subsidiary</u>											
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	186	186
Total	-	-	-	-	-	-	-	-	-	186	186
At 31 December 2019	2,630,307	-	(239,613)	(46,609)	38,710	(7,901)	(1,050,488)	1,324,406	298,971	90,792	1,714,169

1(d)(i) STATEMENTS OF CHANGES IN UNITHOLDERS' FUNDS (CONT'D)

<u>Trust</u>	Units in Issue S\$'000	Treasury Units S\$'000	Hedging Reserve S\$'000	Accumulated Losses S\$'000	Total Unitholders' Funds S\$'000	Perpetual Securities S\$'000	Total S\$'000
2020							
At 1 January 2020	2,630,307	-	(1,230)	(717,834)	1,911,243	298,971	2,210,214
<u>Total comprehensive income</u>							
Profit for the period	-	-	-	70,074	70,074	7,105	77,179
Other comprehensive income for the period	-	-	(2,308)	-	(2,308)	-	(2,308)
Total	-	-	(2,308)	70,074	67,766	7,105	74,871
<u>Contributions by and distributions to owners</u>							
Units issued	398	-	-	-	398	-	398
Purchase of units	-	(1,944)	-	-	(1,944)	-	(1,944)
Cancellation of treasury units	(1,944)	1,944	-	-	-	-	-
Distributions paid	-	-	-	(92,856)	(92,856)	(7,145)	(100,001)
Total	(1,546)	-	-	(92,856)	(94,402)	(7,145)	(101,547)
At 30 June 2020	2,628,761	-	(3,538)	(740,616)	1,884,607	298,931	2,183,538
<u>Total comprehensive income</u>							
Profit for the period	-	-	-	194,244	194,244	7,184	201,428
Other comprehensive income for the period	-	-	(5,933)	-	(5,933)	-	(5,933)
Total	-	-	(5,933)	194,244	188,311	7,184	195,495
<u>Contributions by and distributions to owners</u>							
Units issued	-	-	-	-	-	-	-
Issuance cost	-	-	-	-	-	(4)	(4)
Purchase of units	-	-	-	-	-	-	-
Cancellation of treasury units	-	-	-	-	-	-	-
Distributions paid	-	-	-	(46,411)	(46,411)	(7,145)	(53,556)
Total	-	-	-	(46,411)	(46,411)	(7,149)	(53,561)
At 31 December 2020	2,628,761	-	(9,471)	(592,783)	2,026,507	298,966	2,325,473
2019							
At 1 January 2019	2,138,066	-	31	(657,094)	1,481,003	-	1,481,003
<u>Total comprehensive income</u>							
Profit for the period	-	-	-	41,682	41,682	742	42,424
Other comprehensive income for the period	-	-	(467)	-	(467)	-	(467)
Total	-	-	(467)	41,682	41,215	742	41,957
<u>Contributions by and distributions to owners</u>							
Units issued	501,032	-	-	-	501,032	-	501,032
Perpetual securities issued	-	-	-	-	-	300,000	300,000
Issuance cost	(8,797)	-	-	-	(8,797)	(1,899)	(10,696)
Distributions paid	-	-	-	(72,588)	(72,588)	-	(72,588)
Total	492,235	-	-	(72,588)	419,647	298,101	717,748
At 30 June 2019	2,630,301	-	(436)	(688,000)	1,941,865	298,843	2,240,708
<u>Total comprehensive income</u>							
Profit for the period	-	-	-	63,062	63,062	7,015	70,077
Other comprehensive income for the period	-	-	(794)	-	(794)	-	(794)
Total	-	-	(794)	63,062	62,268	7,015	69,283
<u>Contributions by and distributions to owners</u>							
Issuance cost	6	-	-	-	6	89	95
Distributions paid	-	-	-	(92,896)	(92,896)	(6,976)	(99,872)
Total	6	-	-	(92,896)	(92,890)	(6,887)	(99,777)
At 31 December 2019	2,630,307	-	(1,230)	(717,834)	1,911,243	298,971	2,210,214

1(d)(ii) DETAILS OF ANY CHANGE IN THE UNITS

GROUP and TRUST	1 Jul 2020 to 31 Dec 2020	1 Jul 2019 to 31 Dec 2019	1 Jan 2020 to 31 Dec 2020	1 Jan 2019 to 31 Dec 2019
Issued units at the beginning of the period	4,990,437,786	4,994,391,069	4,994,391,069	3,858,298,065
Settlement of management fees ⁽¹⁾	-	-	796,717	509,007
Private placement	-	-	-	680,273,000
Preferential offering	-	-	-	455,310,997
Purchase and subsequent cancellation of treasury units	-	-	(4,750,000)	-
Issued units at the end of the period	4,990,437,786	4,994,391,069	4,990,437,786	4,994,391,069

Note:

(1) This relates to the payment of 4.8% of 4Q FY19 and 3.7% of 1Q FY20 (5.9% of 4Q FY18 and 4.4% of 1Q FY19) management fees in the form of units to the Trustee-Manager.

1(d)(iii) TOTAL NUMBER OF ISSUED UNITS EXCLUDING TREASURY UNITS AS AT THE END OF THE CURRENT FINANCIAL PERIOD, AND AS AT THE END OF THE IMMEDIATELY PRECEDING YEAR

The Group and Trust does not hold any treasury units as at 31 December 2020 and 31 December 2019.

The total number of issued units as at 31 December 2020 and 31 December 2019 were 4,990,437,786 and 4,994,391,069 respectively.

1(d)(iv) STATEMENT OF ALL SALES, TRANSFERS, DISPOSAL, CANCELLATION AND/OR USE OF TREASURY UNITS AS AT THE END OF THE CURRENT FINANCIAL PERIOD REPORTED ON

	<u>Group and Trust</u>			
	1 Jul 2020 to 31 Dec 2020	1 Jul 2019 to 31 Dec 2019	1 Jan 2020 to 31 Dec 2020	1 Jan 2019 to 31 Dec 2019
Treasury units at the beginning of the period	-	-	-	-
Purchase of units	-	-	4,750,000	-
Cancellation of treasury units	-	-	(4,750,000)	-
Treasury units at the end of the period	-	-	-	-

2. AUDIT

The figures have not been audited nor reviewed by the auditors.

3. AUDITORS' REPORT

Not applicable.

4. ACCOUNTING POLICIES

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation in the financial statements for the current financial period are consistent with those of the audited financial statements as at 31 December 2019.

5. CHANGES IN ACCOUNTING POLICIES

The Group has adopted all the new and revised SFRS(I) and SFRS(I) INT that are relevant to its operations and effective for annual periods beginning on or after 1 January 2020. The adoption of these new and revised SFRS(I) and SFRS(I) INT did not result in changes to the Group's and Trust's accounting policies

6. EARNINGS PER UNIT ("EPU")

	2H FY20	2H FY19	<u>Group</u>			
			%	FY2020	FY2019	%
Weighted average number of units	4,990,437,786	4,993,471,735	(0.1)	4,991,430,849	4,708,579,744	6.0
EPU						
- based on the weighted average number of units in issue (cents)						
- basic and diluted	(1.59)⁽¹⁾	0.78	N/M	(0.69)⁽¹⁾	0.82	N/M

⁽¹⁾ The EPU for 2H FY20 and FY2020 comprised of the impact of Ixom divestment of Latin America and China Life Science businesses, Basslink arbitration provision and transaction cost incurred in relation to the Medora acquisition. Excluding the above 1-off transactions, EPU for 2H FY20 and FY2020 would be 0.27 cents and 1.19 cents.

KIT, being a business trust, is allowed to pay distributions to Unitholders out of its retained cash and residual cash flows, in accordance with its distribution policy. This is unlike companies, which are governed by the Companies Act, and can only make dividend payments out of accounting profits.

7. NET ASSET VALUE ("NAV") PER UNIT

	<u>Group</u>			<u>Trust</u>		
	31 Dec 2020	31 Dec 2019	%	31 Dec 2020	31 Dec 2019	%
NAV per unit (cents)	22.9	26.5	(13.6)	40.6	38.3	6.0
Adjusted NAV per unit (cents)						
- (after distribution payable to unitholders)	21.0	25.6	(18.0)	38.7	37.4	3.5

The Group NAV per unit before hedging and translation reserves was 28.8 cents as at 31 December 2020 and 32.2 cents as at 31 December 2019. The Trust NAV per unit before hedging reserves was 40.8 cents as at 31 December 2020 and 38.3 cents as at 31 December 2019.

The Group NAV per unit including perpetual securities was 28.9 cents as at 31 December 2020 and 32.5 cents as at 31 December 2019. The Trust NAV per unit including perpetual securities was 46.6 cents as at 31 December 2020 and 44.3 cents as at 31 December 2019.

The number of units used for computation of NAV per unit and adjusted NAV per unit were 4,990,437,786 and 4,994,391,069 which were the number of units in issue as at 31 December 2020 and 31 December 2019 respectively.

8. REVIEW OF PERFORMANCE

8.1 Cash flow

The Group's cash and bank deposits net of restricted cash were S\$555.9 million and S\$445.3 million as at 31 December 2020 and 31 December 2019, respectively.

Net cash generated from operating activities in 2H FY20 and FY2020 was S\$211.2 million and S\$345.4 million, S\$27.6 million and S\$11.0 million lower than the corresponding period in FY2019 respectively, largely due to timing difference in working capital.

Net cash used in investing activities of S\$36.0 million in FY2020 relates mainly to the acquisition of Medora and capital expenditure, partially offset by the net proceeds in relation to the disposal of Ixom's Latin America and China Life Science businesses. Net cash used in investing activities of S\$710.3 million in FY2019 relates mainly to the acquisition of Ixom and capital expenditure, partially offset by the net proceeds in relation to the disposal of 51% stake in Datacentre One.

Net cash used in financing activities of S\$206.3 million mainly relates to payment of distributions to unitholders and perpetual securities holders as well as repayment of borrowings. Net cash from financing activities of S\$619.6 million in FY2019 mainly pertains to equity raised, issuance of perpetual securities and borrowings taken to fund the acquisition of Ixom, partially offset by the repayment of certain facilities of the Group and payment of distributions to unitholders.

8.2 Income Statement

Revenue

FY2020 group revenue of S\$1,551.9 million was marginally lower than FY2019, largely driven by the non recoverable of outstanding receivables from Hydro Tasmania post arbitration net of the contribution of full period revenue by Ixom as compared to a shorter period of contribution commencing from the date of acquisition, 19 February 2019, in FY 2019. Group revenue of S\$760.6 million for 2H FY20 was 8.4% lower than that of 2H FY19 due to lower contribution from City Gas and Concessions and non recoverable of outstanding receivables from Hydro Tasmania post arbitration.

At City Gas, revenue of S\$144.7 million and S\$293.3 million in 2H FY20 and FY2020 were lower than corresponding period last year due to lower tariff as a result of lower fuel prices. City Gas achieved 100% plant availability during the period.

Basslink's revenue for 2H FY20 and FY2020 of S\$10.2 million and S\$52.7 million was lower than 2H FY19 and FY2019 respectively due mainly to non recoverable of outstanding receivables from Hydro Tasmania post arbitration

At KMC, revenue of S\$63.4 million and S\$128.8 million for 2H FY20 and FY2020 was comparable to the corresponding period last year. KMC achieved 98% plant availability for the year.

The Concessions² contributed revenue of S\$48.4 million in 2H FY20 and S\$95.9 million in FY2020 which were lower than last year due to lower finance lease income. All 4 plants fulfilled their contractual obligations during the period.

Other income

Other income for FY2020 was higher than FY2019 due to higher interest income received from fixed deposits and insurance proceeds received in relation to Basslink FY2015 outage. Other income for 2H FY20 was lower than corresponding period last year due to lower interest income received from fixed deposits.

Other (losses) / gain - net

Other (losses) / gain for 2H FY20 and FY2020 were lower than corresponding period last year due to absence of gain on divestment of 51% stake in Datacentre One in 2H FY19. Divestment loss of the Latin America and China Life Science businesses and unfavourable fair value movement of financial derivative instruments contributed to the loss booked in 2H FY20.

² Concessions comprise Senoko WTE, Tuas WTE, SingSpring Desalination and Ulu Pandan NEWater plants

8. REVIEW OF PERFORMANCE (CONT'D)

Expenses

Fuel and electricity costs for 2H FY20 and FY2020 were lower than last year due to lower fuel prices.

Higher gas transportation and freight costs, depreciation and amortisation, staff costs, operation and maintenance, chemicals production and distribution costs, finance costs and other operating expenses in 2H FY20 and FY2020 as compared to last year is mainly due to contribution of full period of Ixom's expenses as compared to a shorter period of contribution commencing from the date of acquisition, 19 February 2019, in 1H FY19 net of cost savings from Ixom divestment of the Latin America and China Life Science businesses.

Lower finance costs in 2H FY20 and FY2020 due mainly to absence of interest costs attributed to the equity bridge loan in relation to acquisition of Ixom in 2019 and lower KMC's interest expense following the refinancing.

Lower trustee-manager's fees in 2H FY20 and FY2020 as compared to corresponding period last year was due mainly to the absence of acquisition fee paid in relation to the acquisition of Ixom coupled with divestment fees paid in relation to the divestment of Datacentre One in 1H FY19 and 2H FY19 respectively. It is also partly due to the lower fees attributed to absence of cash inflows from CityDC after divestment of Datacentre One.

Profit attributable to Unitholders of the Trust

The Group recorded a lower profit attributable to Unitholders of the Trust in 2H FY20 and FY2020 than corresponding period in FY2019 due mainly to impact of Ixom divestment of Latin America and China Life Science businesses and Basslink arbitration provisions.

8.3 Balance Sheet – Group

Total assets as at 31 December 2020 of S\$4,929.5 million, was marginally lower than total assets of S\$5,003.3 million as at 31 December 2019, mainly due to depreciation and amortisation of property, plant and equipment and intangibles, partially offset by increase in cash and bank deposits (please refer to paragraph 8.1 for more details).

Total liabilities as at 31 December 2020 of S\$3,435.5 million was higher than S\$3,289.1 million as at 31 December 2019. The Group reported net current liabilities of S\$41.4 million as at 31 December 2020 due to classification of S\$635.5 million borrowings as current liability.

Total Unitholders' funds stood at S\$1,141.7 million as at 31 December 2020, lower than S\$1,324.4 million as at 31 December 2019 mainly due to distributions paid, hedging reserve movements and loss attributable to Unitholders of the Trust in FY2020.

8.4 Balance Sheet – Trust

Net assets as at 31 December 2020 of S\$2,325.5 million was higher compared to S\$2,210.2 million as at 31 December 2019 due to profit for the year and write back of impairment losses on investment in subsidiaries, partially offset by distribution paid.

9. VARIANCE FROM FORECAST STATEMENT

No forecast statement for financial year 2020 has been disclosed.

10. PROSPECTS

City Gas and Ixom are businesses that provide essential products and services which are scalable, supported by their leading market positions.

City Gas is the sole supplier of town gas, with a history of over a century, in Singapore. It produces and sells town gas to residential customers, as well as town gas and natural gas to industrial customers.

Ixom is a leading industrial infrastructure business in Australia and New Zealand. It is the sole manufacturer and provider of liquefied chlorine in Australia, as well as a leading provider of manufactured caustic soda. Ixom's revenue profile is seasonal over the course of the year which is typical for a business of this nature in Australia and New Zealand.

KIT's power and water and waste assets typically generate stable cash flows as a function of availability. All our plants follow industry best practices.

On 8 December 2020, KIT announced a proposed conditional acquisition of 80% of the share capital of Philippine Tank Storage International (Holdings) Inc ("PTSI") which the completion is estimated to take place by end January 2021. The strategic addition of PTSI will diversify and strengthen KIT's cash flows, supporting long-term sustainable distributions.

The Trustee-Manager continues to review its pipeline of potential acquisition opportunities, which, if closed, will further strengthen KIT's long term income stream.

COVID-19 Pandemic

Ixom, Basslink and KIT's Singapore located assets and business have all been classified as essential services by the governments of Australia/New Zealand and Singapore respectively.

COVID-19 is not expected to materially impact the operations and financial position of KIT. Nevertheless, the extent of the impact of COVID-19 will depend on the duration and severity of the pandemic. KIT continues to monitor the operational and financial impact of COVID-19 to KIT's portfolio of assets.

City Gas

The tariff adjustment mechanism is designed to ensure that City Gas has no exposure to fuel price risk over time. In the short run, City Gas's financial performance can fluctuate as a result of a time lag in the adjustment to the gas tariffs in response to changes in the underlying fuel cost. In FY20, City Gas delivered higher distributable cash flows due to this timing difference, as well as lower operating expenses helped by the Jobs Support Scheme and property tax rebate announced as part of the Singapore Government's Budget Statement for Financial Year 2020 to address the impact of the COVID-19 pandemic.

City Gas continues to focus on ensuring town gas supply is maintained to support essential requirements in Singapore in the current pandemic.

Ixom

Ixom, which started contributing to KIT from 19 February 2019, has delivered S\$138.2 million of distributable cashflows to date. Similar to prior years, the Ixom Group's business has delivered stable and resilient distributable cash flows for FY2020 and is expected to deliver its projected cash distribution targets for the next financial year.

Ixom has continued to deliver resilient performance supported by its diversified business despite the challenging operating environment caused by the COVID-19 pandemic. Efforts have been stepped up to ensure vital chemicals are available to support the businesses and the economies of Australia and New Zealand during this critical period.

Ixom is also well positioned to capture long-term growth opportunities by strengthening its market leading position and optimising operations, cost and productivity. As part of its efforts to streamline its business, Ixom has concluded its strategic divestment of its Latin America and life science business to focus on its core business of manufacturing during the year.

10. PROSPECTS (CONT'D)

Basslink

On 3 December 2020, KIT has announced and disclosed the issuance of awards by the arbitrator in relation to the dispute between Basslink, the State of Tasmania (the "State") and Hydro Tasmania ("HT").

In relation to Hydro Tasmania's Dispute (as disclosed in the 3 December 2020 announcement), KIT noted the arbitrator had declared that Basslink was in breach of the BSA and Basslink needed to undertake certain mitigating actions in accordance with good electricity industry practice. KIT also noted that the arbitrator made an award that Basslink had to calculate Availability as set out in that award until BPL implemented the mitigating actions (Availability Award). As part of the review of the awards, it was determined that the Availability Award was incorrect. Basslink applied to the arbitrator to delete the incorrect Availability Award and the arbitrator agreed.

The arbitrator has also called for a procedural hearing to determine the award of costs to be claimed from Basslink (Cost Claim) that was incurred by the State and HT in relation to the arbitration proceedings. The date of the procedural hearing is in late Jan 2021.

As at 31 December 2020, Basslink has written-off its claim for unpaid facility fees against HT in relation to the Basslink's Dispute (as disclosed in the 3 December 2020 announcement) and made total provisions in relation to the State's Dispute (as disclosed in the 3 December 2020 announcement) and Cost Claim. The total financial impact to KIT Group's income statement and financial position, in relation to the arbitration outcome, is currently estimated at approximately S\$76.2m (A\$80.5m). Accordingly, KIT's consolidated net tangible assets as at 31 December 2020 was impacted by the same amount. However, there is no financial impact on the distribution per unit of KIT for the financial year ending 31 December 2020, as KIT does not depend on Basslink for its distributions.

Basslink is currently working with its financial advisors and lenders to complete the refinancing by 1H 2021.

Basslink has achieved 99.2% contractual availability in FY20 and is expected to continue to deliver healthy performance to the Group.

The Commercial Risk Sharing Mechanism (CRSM) for Basslink was neutral for FY20.

Keppel Merlimau Cogen

KMC has no tariff exposure to the Singapore wholesale electricity market and has no exposure to fluctuations in fuel oil prices.

Under the capacity tolling agreement, KMC will receive a maximum annual capacity fee of S\$108 million (S\$55.1 million based on KIT's 51% interest in KMC) as long as it meets the availability and capacity test targets.

Waste and water plants

Waste and water concessions have long-term contracts with Singapore statutory bodies and derive most of their cash flows from capacity and availability payments. As such, the underlying performance of these assets are expected to remain stable.

In view of developments at Hyflux, KIT has increased its monitoring of operational performance at SingSpring Desalination Plant to ensure that SingSpring's obligations under the Water Purchase Agreement are satisfactorily discharged. There has been no impact to operations at the SingSpring Desalination Plant, KIT continues to work to ensure operational continuity. KIT will make the necessary announcements, if and when, there are material developments.

11. DISTRIBUTIONS

11a. Current financial period reported on

Any distributions recommended for the current financial period reported on? Yes

Amount	:	S\$92.8 million
Distribution period	:	1 July 2020 to 31 December 2020
Distribution rate	:	1.86 Singapore cents per unit
Distribution type	:	Cash, Tax-exempt Distribution
Tax rate	:	Distributions to Unitholders are exempt from Singapore income tax, regardless of their nationality, corporate identity or tax residence status. No credit is allowed to Unitholders for the tax paid by the Trustee-Manager.

11b. Corresponding Period of the Immediately Preceding Financial Year

Any distributions recommended for the current financial period reported on? Yes

Amount	:	S\$92.9 million
Distribution period	:	1 July 2019 to 31 December 2019
Distribution rate	:	1.86 Singapore cents per unit
Distribution type	:	Cash, Tax-exempt Distribution
Tax rate	:	Distributions to Unitholders are exempt from Singapore income tax, regardless of their nationality, corporate identity or tax residence status. No credit is allowed to Unitholders for the tax paid by the Trustee-Manager.

11c. Date Payable

19 February 2021

11d. Books Closure Date

Notice is hereby given that, the Unit Transfer Books and Register of Unitholders of KIT will be closed at 5.00 p.m. on 4 February 2021 for the purposes of determining each Unitholder's entitlement to the Distribution. Duly completed transfers in respect of Units in the capital of KIT received by the Registrar, Boardroom Corporate & Advisory Services Pte. Ltd, 50 Raffles Place #32-01 Singapore Land Tower Singapore 048623, up to 5.00 p.m. on 4 February 2021 will be registered to determine Unitholders' entitlement to the Distribution. Unitholders whose Securities Accounts with The Central Depository (Pte) Limited are credited with Units at 5.00 p.m. on 4 February 2021 will be entitled to the Distribution.

12. SEGMENT ANALYSIS

Management monitors the results of the Group based on the following operating segments for the purpose of making decisions in resource allocation and performance assessment:

- Energy: tolling arrangement for the power plant in Singapore;
- Distribution & Network: production and retailing of town gas and retailing of natural gas in Singapore, operator of subsea electricity interconnector in Australia, supplying and distributing water treatment chemicals, industrial and specialty chemicals and leasing of a data centre;
- Water & Waste: concessions in relation to the desalination plant, water treatment plant and waste-to-energy plants in Singapore;
- Corporate: investment holding, asset management and business development.

Information regarding the Trust's reportable segments for FY2020 and FY2019 are set out below:

By Business Segment

	Energy	Distribution & Network		Water & Waste	KIT and Hold Co	Total	
	KMC S\$'000	City Gas S\$'000	Basslink S\$'000	Ixom S\$'000	S\$'000	S\$'000	S\$'000
FY2020							
Revenue	128,761	293,319	52,719	981,221	95,880	-	1,551,900
Profit/(loss) before tax	(29,112)	49,600	(89,746)	33,964	20,339	(16,318)	(31,272)
Funds from Operations ("FFO") ⁽¹⁾	46,133	47,047	10,989	88,962	79,056	(29,592)	242,595
Other segment items							
Depreciation and amortisation	(77,128)	(3,744)	(16,535)	(73,312)	(7,425)	-	(178,145)
Fair value gain/(loss) on derivative financial instruments	-	487	(9,007)	-	-	-	(8,520)
Impairment loss on trade and other receivables (net)	-	321	-	-	-	-	321
Finance costs ⁽²⁾	(58,184)	(5,278)	(44,924)	(24,549)	(2,176)	(2,926)	(138,037)

A reconciliation of cash earnings to loss before tax is provided as follows:

Funds from Operations							242,595
Reduction in concession / lease receivables							(58,283)
Non-cash finance cost							(8,772)
Other non-cash items							(73,843)
Depreciation and amortisation							(178,145)
Maintenance capital expenditure							22,085
Finance cost attributable to non-controlling interest							(43,970)
FFO attributable to non-controlling interests							52,772
Distribution to perps holders							14,289
Profit before tax							(31,272)
Segment and consolidated total assets	1,515,075	507,761	797,683	1,249,177	468,010	391,829	4,929,535
Segment liabilities	1,176,803	358,938	932,462	760,772	67,654	110,100	3,406,728
Unallocated liabilities:							
Current tax liabilities							17,595
Deferred tax liabilities							11,172
Consolidated total liabilities							3,435,495
Other segment items							
Other segment items							
- additions to non-current assets	703	2,191	11,863	20,613	201	0	35,571

⁽¹⁾ Funds from operations is defined as PAT adjusted for reduction in concession/lease receivables, transaction costs, non-cash interest and current cash tax, maintenance capital expenditure, non-cash adjustments and non-controlling interests adjustments.

⁽²⁾ Excludes interest payable on notes issued by subsidiaries to KIT.

12. SEGMENT ANALYSIS (CONT'D)

By Business Segment (cont'd)

	Energy		Distribution & Network			Water & Waste	KIT and Hold Co	Total
	KMC S\$'000	City Gas S\$'000	Basslink S\$'000	Ixom S\$'000	DC One S\$'000	S\$'000	S\$'000	S\$'000
FY2019								
Revenue	125,816	343,189	82,202	915,185	-	100,323	-	1,566,715
(Loss)/profit before tax	(40,171)	47,648	(8,989)	(11,775)	-	21,586	8,532	16,831
Funds from Operations ("FFO")⁽¹⁾	41,699	45,982	7,931	49,281	6,383	79,287	(25,947)	204,616
Other segment items								
Depreciation and amortisation	(76,948)	(3,975)	(16,874)	(68,121)	-	(7,149)	-	(173,067)
Fair value loss on derivative financial instruments	-	(427)	(5,360)	-	-	-	-	(5,787)
Impairment loss on financial assets	-	(241)	-	-	-	-	14	(227)
Share of results of joint venture	-	-	-	-	3,342	-	-	3,342
Finance costs ⁽²⁾	(64,438)	(5,302)	(43,925)	(23,854)	-	(2,589)	(5,756)	(145,864)

A reconciliation of cash earnings to profit before tax is provided as follows:

Funds from Operations								204,616
Reduction in concession / lease receivables								(55,894)
Non-cash finance cost								(7,820)
Other non-cash items								17,093
Depreciation and amortisation								(173,067)
Maintenance capital expenditure								26,010
Finance cost attributable to non-controlling interest								(43,850)
FFO from joint venture								(6,383)
FFO attributable to non-controlling interests								48,369
Distribution to perpetual securities holders								7,757
Profit before tax								16,831
Segment and consolidated total assets	1,562,915	588,278	850,486	1,244,775	-	533,816	223,005	5,003,275
Segment liabilities	1,155,435	347,384	840,836	746,130	-	77,214	97,284	3,264,283
Unallocated liabilities:								
Current tax liabilities								6,281
Deferred tax liabilities								18,542
Consolidated total liabilities								3,289,106
Other segment items								
Other segment items								
- additions to non-current assets	42,527	4,018	4,613	24,330	-	2,359	-	77,847

⁽¹⁾ Funds from operations is defined as PAT adjusted for reduction in concession/lease receivables, transaction costs, non-cash interest and current cash tax, maintenance capital expenditure, non-cash adjustments and non-controlling interests adjustments.

⁽²⁾ Excludes interest payable on notes issued by subsidiaries to KIT.

By Geographical Area

The Group has operations in Singapore and Australia. Revenue is based on the country in which the operation is located. Total non-current assets are shown by the geographical area where the assets are located.

	Revenue		Non-current assets ⁽¹⁾	
	FY2020 S\$'000	FY2019 S\$'000	31 Dec 2020 S\$'000	31 Dec 2019 S\$'000
Singapore	517,960	569,328	1,652,002	1,788,099
Australia	654,175	638,606	1,515,944	1,422,873
New Zealand	203,586	173,392	126,182	97,385
Others	176,179	185,389	31,739	31,797
	1,551,900	1,566,715	3,325,867	3,340,154

⁽¹⁾ Comprise property, plant and equipment and intangibles

13. **IN THE REVIEW OF PERFORMANCE, THE FACTORS LEADING TO ANY MATERIAL CHANGES IN CONTRIBUTIONS TO TURNOVER AND EARNINGS BY THE BUSINESS OR GEOGRAPHICAL SEGMENTS**

Refer to Paragraph 8.

14. **BREAKDOWN OF REVENUE**

	FY2020 S\$'000	FY2019 S\$'000	Change %
a) Revenue			
First half of the year	791,336	736,487	7.4
Second half of the year	<u>760,564</u>	<u>830,228</u>	(8.4)
	<u>1,551,900</u>	<u>1,566,715</u>	(0.9)
b) Profit/(Loss) after tax before deducting non-controlling interests			
First half of the year	35,548	(16,462)	N/M
Second half of the year	<u>(87,612)</u>	<u>26,656</u>	N/M
	<u>(52,064)</u>	<u>10,194</u>	N/M

15. **BREAKDOWN OF TOTAL ANNUAL DISTRIBUTION**

	FY2020 S\$'000	FY2019 S\$'000
Total Distribution paid/payable		
- 1 January 2019 to 24 March 2019	-	33,095
- 25 March 2019 to 31 March 2019	-	3,611
- 1 April 2019 to 30 June 2019	-	46,448
- 1 July 2019 to 30 September 2019	-	46,448
- 1 October 2019 to 31 December 2019	-	46,448
- 1 January 2020 to 31 March 2020	46,448	-
- 1 April 2020 to 30 June 2020	46,411	-
- 1 July 2020 to 31 December 2020 ⁽¹⁾	92,822	-
	<u>185,681</u>	<u>176,050</u>

⁽¹⁾ For the quarter ended 31 December 2020, the Trustee-Manager of the Trust declared a distribution per unit of 1.86 Singapore cents totaling S\$92.8 million to the unitholders of the Trust, payable on 19 February 2021.

16. INTERESTED PERSON TRANSACTIONS

The Group had obtained a general mandate pursuant to Rule 920 for interested person transactions as approved by independent unitholders at the annual general meeting held on 3 June 2020. The figures below are calculated based on the effective interest held by the Trust in each subsidiary. During the financial period, the following interested person transactions were entered into by the Group:

Name of Interested Person / Nature of Transaction	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions Conducted under unitholder's mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted during the financial period under review under unitholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)	
	FY2020 S\$'000	FY2019 S\$'000	FY2020 S\$'000	FY2019 S\$'000
1. Temasek Holdings (Private) Limited and its Associates				
General Transaction				
(a) Sales of Goods and Services	-	-	1,526	12,337
(b) Purchases	-	1,044	144,060	171,564
(c) Rental expense	-	-	562	2,834
Total	-	1,044	146,148	186,735
2. Keppel Corporation Group				
General Transaction				
(a) Sales of Goods and Services	300	260	822	1,090
(b) Purchases	-	-	40,351	36,696
(c) Management Fee Expense	-	-	12,744	26,431
(d) Reimbursement of expenses	-	-	1,906	136
Treasury Transactions	-	-	448,337	480,426
Investment or Divestment	-	104,255	-	-
Total	300	104,515	504,160	544,779

REPORT OF PERSONS OCCUPYING MANAGERIAL POSITIONS WHO ARE RELATED TO A DIRECTOR, CEO OR SUBSTANTIAL SHAREHOLDER

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that none of the persons occupying managerial positions in Keppel Infrastructure Fund Management Pte Ltd ("KIFM"), as Trustee-Manager of Keppel Infrastructure Trust or any of its principal subsidiaries is a relative of a director or chief executive officer of KIFM or substantial unitholder of Keppel Infrastructure Trust.

CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS (IN THE FORMAT SET OUT IN APPENDIX 7.7) UNDER RULE 720(1)

The Trustee-Manager confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

On behalf of the Board of Directors



KOH BAN HENG
Chairman



CHRISTINA TAN HUA MUI
Director

Singapore
27 January 2021

IMPORTANT NOTICE

The past performance of KIT is not necessarily indicative of its future performance. Certain statements made in this announcement may not be based on historical information or facts and may be "forward-looking" statements due to a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from similar businesses and governmental and public policy changes, and the continued availability of financing in the amounts and terms necessary to support future business. Such forward-looking statements speak only as of the date on which they are made, and KIT does not undertake any obligation to update or revise any of them, whether as a result of new information, future events or otherwise. Accordingly, you should not place undue reliance on any forward-looking statements.

Prospective investors and unitholders of KIT ("Unitholders") are cautioned not to place undue reliance on these forward-looking statements, which are based on the current view of Keppel Infrastructure Fund Management Pte. Ltd. (as trustee-manager of KIT) (the "Trustee-Manager") on future events. No representation or warranty, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or correctness of the information, or opinions contained in this announcement. The information is subject to change without notice, its accuracy is not guaranteed, has not been independently verified and may not contain all material information concerning KIT. The information set out herein may be subject to updating, completion, revision, verification and amendment and such information may change materially. The value of Units and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, KIT, the Trustee-Manager or any of its affiliates and/or subsidiaries. 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 Singapore Exchange Securities Trading Limited ("SGX-ST"). Listing of the Units on SGX-ST does not guarantee a liquid market for the Units.