



**CITYSPRING INFRASTRUCTURE TRUST
RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

Singapore, 3 Nov 2011 – CitySpring Infrastructure Management Pte Ltd (“Trustee-Manager”), the Trustee-Manager of CitySpring Infrastructure Trust (“CitySpring”), announced that CitySpring recorded cash earnings of S\$15.6 million for the second quarter ended 30 September 2011 (“2Q FY12”) compared to S\$23.1 million in the previous corresponding quarter. Revenue for the quarter was 12.3% higher year-on-year at S\$116.5 million.

The Trustee-Manager will be distributing a total of S\$12.5 million to Unitholders for the current quarter based on an enlarged number of 1.52 billion issued units following the Rights Issue completed in September 2011. This amount is S\$2.2 million more than the S\$10.3 million distributed in 2Q FY11. The payout translates into a distribution per unit (“DPU”) of 0.82 Singapore cents for the quarter. The Trustee-Manager targets the same quarterly DPU for the remainder of this FY12.

Summary of Results

(S\$'000)	2Q FY12	2Q FY11	Change (%)
Revenue	116,546	103,794	12.3
Other income	1,259	1,528	(17.6)
Other gains - net	11,778	1,014	N/M
Total expenses	(132,567)	(108,341)	(22.4)
Loss before income tax	(2,984)	(2,005)	(48.8)
Income tax expense	(21,837)	(1,619)	N/M
Net loss after tax	(24,821)	(3,624)	N/M
Cash earnings ¹	15,553	23,111	(32.7)
DPU (cents)	0.82 ^(*)	1.05	

**Post 2011 Rights Issue*

City Gas, CitySpring’s town gas production and retail subsidiary was affected by periodic fluctuations in fuel costs which reduced its cash earnings during the quarter. Such short term fluctuations in cash earnings take place quarter-to-quarter due to a time-lag in the adjustment of gas tariffs to reflect actual fuel cost. City Gas reported cash earnings of S\$6.2 million in 2Q FY12 compared to S\$13.1 million in the previous corresponding quarter. Energy Market Authority had approved the increase in general tariff by 9% from 1 August 2011. City Gas has also obtained approval to increase its town gas tariff by another

¹ Cash earnings is defined as EBITDA adjusted for cash and non-cash items, less cash interest, cash tax, upfront financing fees and maintenance capital expenditure and before principal repayment of debt and non-controlling interest.

8% with effect from 1 November 2011. City Gas recorded 4% growth in town gas sales volume over the previous corresponding quarter.

SingSpring achieved steady cash earnings of S\$4.5 million in 2Q FY12 compared to S\$4.7 million in 2Q FY11. The water desalination plant maintained 100% availability during the period.

Basslink reported cash earnings of A\$5.9 million in 2Q FY12 compared to A\$6.3 million in 2Q FY11. The lower cash earnings was due mainly to payment of early redemption guarantee fee of A\$2.2 million associated with the purchase and cancellation of Basslink bonds which was partly offset by lower negative Commercial Risk Sharing Mechanism ("CRSM")² payment and higher contributions from Basslink Telecoms.

CityNet who was appointed as the trustee-manager of NetLink Trust contributed cash earnings of S\$0.4 million during the period.

Capital Management

The completion of the rights issue in September has strengthened CitySpring's financial position and provided the Group with increased financial flexibility. With the rights issue proceeds, Basslink purchased and cancelled A\$170 million (including inflation accretion since issuance in 2007 and interest accrued to 30 September 2011) of its capital indexed bonds due August 2017 for a total sum of A\$155.4 million.

On 11 October 2011, Standard & Poor's informed the Trustee-Manager that it has affirmed the ratings of the remaining Basslink's bonds at BBB- and revised the bonds' outlook to stable from negative. Following this development, the A\$20 million escrow fund has been released.

Distribution Books Closure Date

The Books Closure Date is 14 November 2011, and payment to Unitholders of the distribution of 0.82 Singapore cents per unit will be made on 28 November 2011.

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² Commercial Risk Sharing Mechanism ("CRSM") is a mechanism provided under the Basslink Services Agreement ("BSA") between Hydro Tasmania and Basslink for the sharing of the market risk associated with participating in the National Electricity Market of Australia. The objective of the parties in setting this mechanism was for the net payments to be zero in the long term, though there is no assurance such objective could be met. However, in the short term, CRSM payments could fluctuate and affect the revenues of Basslink under the BSA. CRSM payments are based on the differences between the high and low Victorian electricity pool prices, subject to a maximum of a 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.

About CitySpring Infrastructure Trust

CitySpring (www.cityspring.com.sg) 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 significant 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's portfolio comprises 100% of City 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. SingSpring is the sole 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.

CityNet in its capacity as trustee-manager of NetLink Trust carries on the business of owning, installing, operating and maintaining certain assets (transferred from Singapore Telecommunications Limited) for the purpose of facilitating telecommunication activities.

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

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