

# Keppel Infrastructure Trust

(SGX: A7RU)

## Stable DPU supported by divestment gains

- **Stable 2H 2025 Distribution per unit (DPU).** Distribution per unit grew by 1.0% year-on-year to 1.97 cents in 2H FY25. This would bring total FY2025 DPU to 3.94 cents. In FY2025, Keppel Infrastructure Trust's distributable income from assets grew by 3.6% year-on-year to S\$349.1 million with mixed performance across segments. Divestment gains of S\$49.0 million (equivalent to 0.8 cent per unit) contributed to a 24.0% year-on-year increase in Distributable Income to S\$249.5 million.
- **Energy transition recorded 27.8% growth in distributable income in FY2025.** The increase was led by Aramco Gas Pipelines Company whose capital management generated a cash surplus of S\$51.0 million in FY2025. City Energy registered 24.1% year-on-year increase in distributable income in FY2025, due to fuel cost over-recovery and higher town gas volume,
- **Environment services underperformed.** Distributable income of this segment decreased by 36.7% to S\$44.3 billion in FY2025. Senoko waste-to-energy reported S\$31.8 million lower in contribution. Eco Management Korea reported losses. On the other hand, Keppel Infrastructure Trust booked S\$9.9 million in full year contribution from Keppel Marina East Desalination Plant.
- **Distribution and storage achieved higher distributable income despite divestment.** Distributable income grew by 17.3% to S\$116.4 billion in FY2025. This was despite the sale of Philippine Coastal in March 2025 and 25% stake sale in Ventura in August 2025. Ixom reported 14.8% year-on-year growth in EBITDA, supported by demand from mining, oil and gas and dairy customers.
- **Improved balance sheet.** Gearing improved to 38.7% as at 31 December 2025, from 40.4% as at 31 December 2024. Total borrowings increased by 6.9% year-on-year to S\$3.19 billion. With access to undrawn committed credit facilities of S\$239 million, Keppel Infrastructure Trust could pursue accretive acquisitions.
- **Capital recycling strategy.** Assets under management, based on enterprise value, remains stable at S\$9.1 billion as at 31 December 2025, marginally higher than S\$9.0 billion as at 31 December 2024. In November 2025, Keppel Infrastructure Trust invested S\$120 million for a 46.7% stake in GMG.
- **Maintain Neutral.** Based on its FY2025 DPU of 3.94 cents and closing price of S\$0.535, Keppel Infrastructure Trust offers a distribution yield of 7.4%. To sustain its distributions, Keppel Infrastructure Trust will have to acquire new assets to support further cash flow generation. We maintain our NEUTRAL rating as we await more signs of sustainability in its distributable income. Our target price is raised to S\$0.50 (from S\$0.45) due to lower interest rate assumptions.

<b>Ticker</b>	A7RU
<b>Rating</b>	Neutral
<b>Price Target</b>	S\$0.50 (previous S\$0.45)
<b>Price (10 Feb)</b>	S\$0.535
<b>Upside/Downside:</b>	-6.5%
<b>52-week range</b>	S\$0.38 – 0.525
<b>Market Cap</b>	S\$3.26B

\* Target price is for 12 months

### Research Analyst

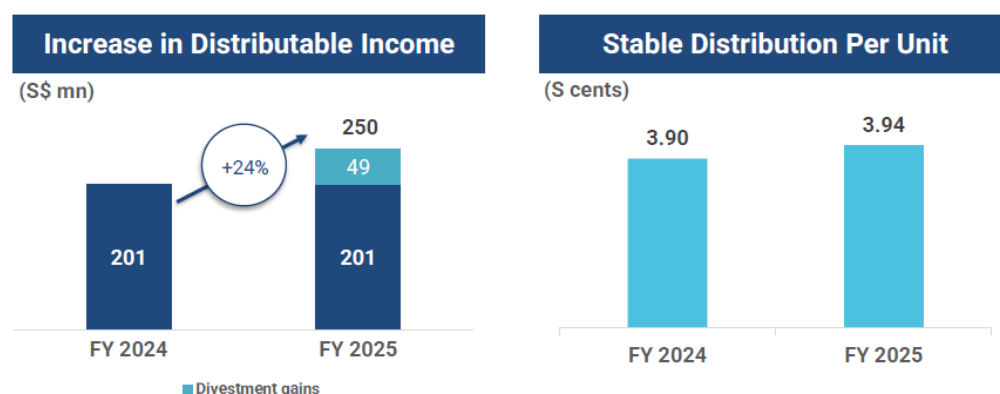
Goh Lay Peng, CFA  
[laypeng@growbeansprout.com](mailto:laypeng@growbeansprout.com)

## Stable 2H 2025 distribution per unit (DPU)

Distribution per unit grew by 1.0% year-on-year to 1.97 cents in 2H FY25.

In FY2025, divestment gains of S\$49.0 million or equivalent to 0.8 cent per unit contributed to the stable DPU. As such, FY2025 DPU grew 1.0% year-on-year to 3.94 cents, translating to a distribution yield of 7.4% based on the closing price of S\$0.535 as at 6 February 2026.

**Figure 1: Distribution per unit**

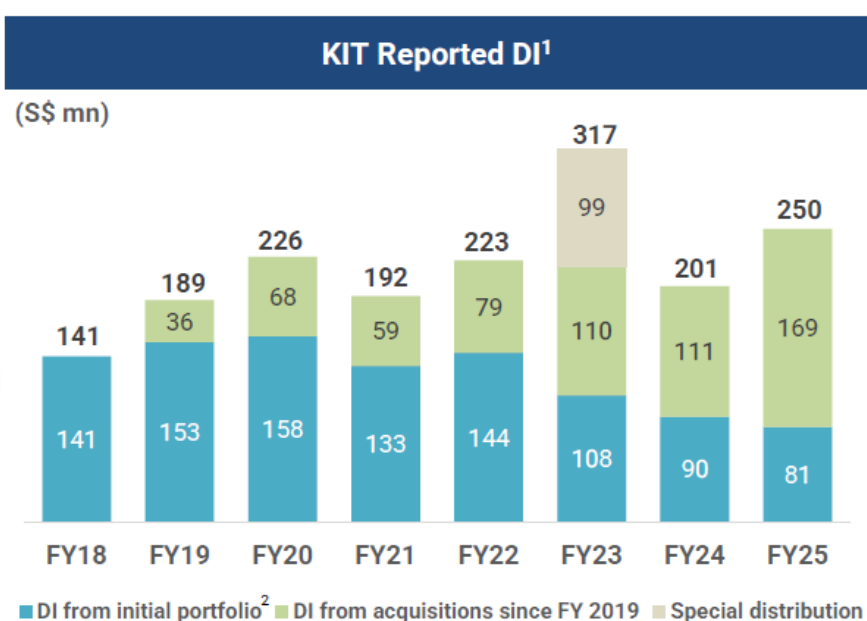


Source: Company data

## Mixed financial performance across business segments

**FY2025 Distributable income increased 24.4% year-on-year to S\$249.5 million.** The key drivers of the higher distributable income were the divestments of Philippine Coastal and partial stake in Ventura. Keppel Infrastructure Trust received S\$301 million. Since 2019, Keppel Infrastructure Trust has actively rejig the portfolio constitution with new assets. Currently, the distributable income from the initial portfolio and new acquisition are fairly balance.

**Figure 2: Distributable income**



Source: Company data

**Figure 3: Distributable income by segment**

S\$'000	FY2025	FY2024	change, % yoy
<b>Energy Transition</b>	<b>187,326</b>	<b>146,563</b>	<b>27.8%</b>
- City Energy	63,303	50,994	25.60%
- KMC & Aramco Gas Pipelines Company	108,766	77,945	-23.00%
- Renewable Portfolio (wind farms)	3,580	10303	NM
- German Solar Portfolio	11,677	7,321	-16.00%
<b>Environmental Services</b>	<b>44,264</b>	<b>69,968</b>	<b>-36.7%</b>
- Singapore waste and water assets	46,438	63,340	-24.40%
- EMK	2,174	6628	NM
<b>Distribution &amp; Storage</b>	<b>116,440</b>	<b>99,255</b>	<b>17.3%</b>
- Ixom	73,592	64,112	>100.0%
- Philippine Coastal	-678	9,863	NM
- Ventura	43,526	25,280	>100.0%
<b>Digital Infrastructure</b>	<b>1,100</b>	<b>0</b>	<b>NM</b>
<b>Asset Subtotal</b>	<b>349,130</b>	<b>315,786</b>	<b>3.6%</b>
Corporate	-148,588	-115,209	-29.0%
Gain on divestment (Philippine Coastal)	21,678	0	NM
Gain on divestment (Ventura)	27,299	0	NM
<b>Distributable Income</b>	<b>249,519</b>	<b>200,577</b>	<b>24.4%</b>

Source: Company data

**Energy transition recorded 27.8% growth in distributable income in FY2025.**

The increase was led by Aramco Gas Pipelines Company whose capital management generated a cash surplus of S\$51.0 million in FY2025. City Energy registered 24.1% year-on-year increase in distributable income in FY2025, due to fuel cost over-recovery and higher town gas volume,

**Energy transition recorded 27.8% growth in distributable income in FY2025.**

The increase was led by Aramco Gas Pipelines Company whose capital management generated a cash surplus of S\$51.0 million in FY2025. City Energy registered 24.1% year-on-year increase in distributable income in FY2025, due to fuel cost over-recovery and higher town gas volume,

**Environment services underperformed.** Distributable income of this segment decreased by 36.7% to S\$44.3 billion in FY2025. Senoko waste-to-energy reported S\$31.8 million lower in contribution. Eco Management Korea reported losses. On the other hand, Keppel Infrastructure Trust booked S\$9.9 million in full year contribution from Keppel Marina East Desalination Plant.

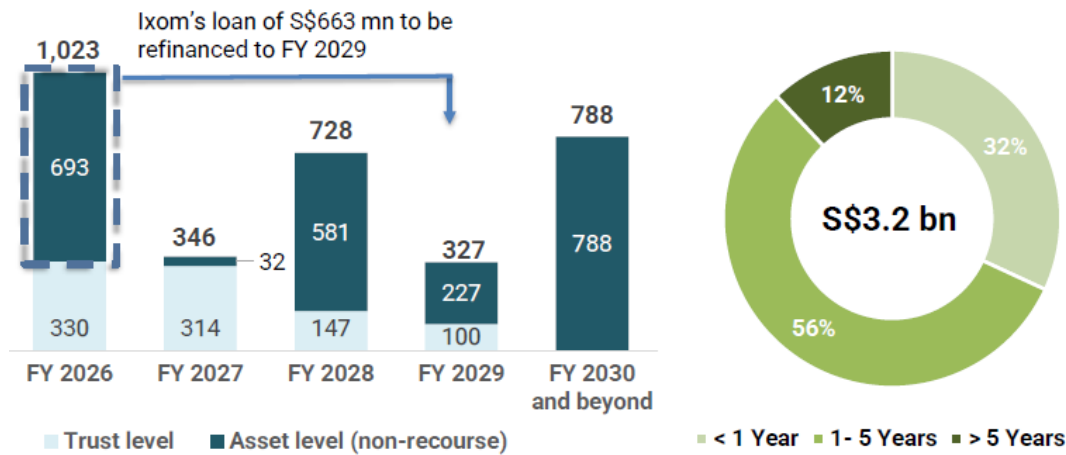
**Distribution and storage achieved higher distributable income despite divestment.** Distributable income grew by 17.3% to S\$116.4 billion in FY2025. This was despite the sale of Philippine Coastal in March 2025 and 25% stake sale in Ventura in August 2025. Ixom reported 14.8% year-on-year growth in EBITDA, supported by demand from mining, oil and gas and dairy customers.

**Digital infrastructure consist of the newly acquired GMG.** The purchase was concluded in November 2025. Keppel Infrastructure Trust deployed S\$120m to acquire a 46.7% interest in GMG. GMG started to contribute in December 2025, with a distribution of S\$1.1 million.

**Improved balance sheet**

The debt maturity profile is well staggered, with 56% of S\$3.2bn falling due over the next one to five years and only 32% within the next year. For FY2026, the Ixom loan has been refinanced to FY2029, which materially reduces near term refinancing risk. Maturities are light till FY2029.

**Figure 4: Debt maturity profile**



Source: Company data

Gearing improved to 38.7% as at 31 December 2025, from 40.4% as at 31 December 2024. Keppel Infrastructure Trust utilised about 60% of the S\$301 million divestment proceeds to repay debt.

Cost of debt declined slightly to 4.4% as at 31 December 2025, from 4.5% as at 31 December 2024.

Total borrowings increased by 6.9% year-on-year to S\$3.19 billion. Of which 72.3% consists of non-recourse loans at the asset level. The balance, or S\$891 million are debt at the Trust level.

The recent capital recycling exercise has enhanced financial flexibility. With access to an undrawn committed credit facilities of S\$239 million, Keppel Infrastructure Trust could pursue accretive acquisitions.

**Figure 5: Financial ratios**

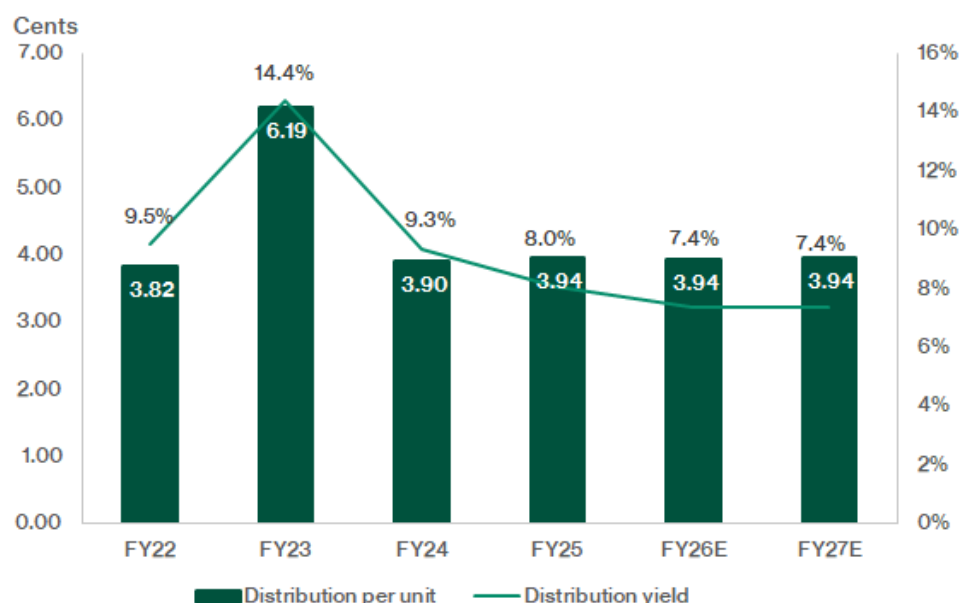
S\$ million	As of 31 Dec 2025	As of 31 Dec 2024	change
Net gearing	38.7%	40.4%	-1.7%
Weighted average debt maturity, years	3.14	3.75	-0.61
Weighted average cost of debt	4.4%	4.5%	-10 bps
Fixed and hedged debt	71.8%	72.9%	-1.1%
Interest coverage ratio	7.6x	7.0x	+0.6x
Cash	719	457	57.3%
Borrowings	3,194	2,989	6.9%
Net debt	2,475	2,532	-2.3%
Total assets	6,402	6,270	2.1%
Total liabilities	4,503	4,262	5.7%

Source: Company data

## Maintain Neutral and revise target price to S\$0.50

Based on its FY2025 DPU of 3.94 cents and closing price of S\$0.535, Keppel Instructure Trust offers a distribution yield of 7.4%. To sustain its distributions, Keppel Infrastructure Trust will have to acquire new assets to support further cash flow generation. We maintain our NEUTRAL rating as we await more signs of sustainability in its distributable income. Our target price is raised to S\$0.50 (from S\$0.45) due to lower interest rate assumptions.

**Figure 6: Distribution per unit and distribution yield**



Source: Beansprout research, price as of 10 February 2026

Note : Distribution yield calculated based on closing price at the end of the period.

**Figure 7: Valuation comparison**

Name	Symbol	Market cap S\$ mil	Last price S\$	Dividend yield FY2025	Dividend yield FY2026E	PB ratio	Gearing ratio
Keppel Infrastructure Trust	A7RU.SI	3,255.5	0.54	8.0%	7.4%	3.01	50.0%
Capitaland India Trust	CY6U.SI	1,789.4	1.32	6.0%	6.4%	0.96	39.6%
Capitaland China Trust	AU8U.SI	1,331.1	0.77	6.3%	6.3%	0.70	41.9%
Capitaland Ascendas REIT	A17U.SI	12,851.5	2.79	5.4%	5.6%	1.24	37.7%
Frasers Centrepoint Trust	J69U.SI	4,566.0	2.25	5.4%	5.5%	1.01	39.6%
Mapletree Pan Asia Commercial Trust	N2IU.SI	7,705.9	1.46	5.5%	5.6%	0.81	37.7%
Mapletree Industrial Trust	ME8U.SI	5,820.8	2.04	6.7%	6.2%	1.14	40.1%
Mapletree Logistics Trust	M44U.SI	6,735.4	1.32	6.1%	5.5%	0.96	40.7%
Average				6.2%	6.0%	1.2	

Source: Factset, Beansprout research, price as of 10 February 2026

Key risks include interest rate risk, foreign exchange risk, regulatory frameworks in different countries and volatile commodity or energy prices, amongst others.

## Financial summary

Y/E Dec (\$\$mn)	FY23A	FY24A	FY25A	FY26E	FY27E	Y/E Dec (\$\$mn)	FY23A	FY24A	FY25A	FY26E	FY27E
<b>Income Statement</b>						<b>Cash Flow</b>					
Revenue	2,036	2,214	2,277	2,346	2,416	<b>Operating cash flow</b>					
Cost of sales	-1,455	-1,521	-1,484	-1,437	-1,478	Pretax profit	129	50	115	275	297
Gross profit	581	693	793	909	938	Adjustments	282	390	340	204	200
Other income	53	61	50	50	50	Working capital changes	52	85	40	4	-5
Administration	-200	-305	-377	-389	-400	Others	-156	-217	-184	-144	-180
Other expenses	-185	-199	-176	-176	-176	Cash flow from operations'	307	308	311	339	312
Share of results of associates & JV	42	-4	32	36	39	<b>Investing cash flow</b>					
EBIT	291	246	323	430	451	CAPEX	-55	-89	-136	-40	-40
Net finance expenses	-162	-196	-207	-155	-155	Others	-5	-456	73	0	0
Profit before tax	129	50	115	275	297	Cash flow from investments	-59	-545	-64	-40	-40
Tax	-22	-25	-33	-55	-59	<b>Financing cash flow</b>					
Minority interests	33	34	47	47	47	Dividends paid	-422	-238	-241	-276	-277
Perpetual securities	-27	-31	-37	-37	-37	Proceeds from borrowings	-141	44	231	0	0
Discontinued operations	0	0	0	0	0	Others	267	396	0	0	0
Profit attributable to owners	113	28	93	230	248	Cash flow from financing	-296	202	-10	-276	-277
<b>Balance sheet</b>						Net change in cash	-48	-35	237	23	-5
<b>Assets</b>						Beginning cash	536	479	436	669	691
PPE	1,658	1,566	1,760	1,694	2,977	Currency translation	-5	14	45	0	0
Others	2,831	3,570	3,118	4,681	3,362	Ending cash	482	457	719	691	687
Total non-current assets	4,488	5,136	4,878	6,375	6,339	<b>Per share data (\$\$ cents)</b>					
Cash & cash equivalents	483	457	719	691	687	Book value per unit	15.83	14.96	13.17	13.02	13.15
Inventories	241	237	262	283	291	Distribution per unit	6.19	3.90	3.94	3.94	3.94
Trade & other receivables	309	340	369	380	392	Earnings per unit	2.01	0.46	1.53	3.78	4.07
Others	97	99	175	217	217	<b>Valuation</b>					
Total current assets	1,129	1,134	1,525	1,571	1,586	<b>Y/E Dec (\$\$mn)</b>					
Total assets	5,617	6,270	6,403	7,946	7,926	P/E (x)	21.5	90.0	32.1	14.1	13.2
<b>Liabilities</b>						P/B (x)	2.7	2.8	3.7	4.1	4.1
ST borrowings	108	144	1,076	1,076	1,076	EV/EBITDA (x)	9.1	9.8	10.1	11.3	10.9
Trade & other payables	383	420	450	485	500	Dividend yield (%)	14.4	9.3	8.0	7.4	7.4
Others	63	94	106	145	149	<b>Ratios</b>					
Total current liabilities	553	659	1,632	1,706	1,725	ROE (%)	12.7	3.1	11.6	29.1	30.9
LT borrowings	2,610	2,845	2,118	2,118	2,118	ROA (%)	2.0	0.5	1.5	2.9	3.1
Others	623	758	753	753	753	Net Gearing (x)	1.22	1.26	1.30	1.36	1.39
Total non-current liabilities	3,232	3,603	2,871	2,871	2,871	<b>Margins (%)</b>					
Total liabilities	3,785	4,262	4,503	4,577	4,596	EBIT margin	14.3	11.1	14.2	18.3	18.7
<b>EQUITY</b>						Net margin	5.5	1.3	4.1	9.8	10.2
Share Capital	2,924	3,122	3,122	3,122	3,122						
Retained profit	-2,024	-2,166	-2,269	-2,278	-2,271						
Others	-9	-46	-52	-52	-52						
Total equity	890	910	802	792	800						
Minority interests	344	298	298	251	204						
Perpetual securities	598	800	800	800	800						
Total equity and liabilities	5,617	6,270	6,403	6,420	6,400						

## Disclosure Appendix

### Analyst Certification and Disclosures

The analyst(s) named in this report certifies that (i) all views expressed in this report accurately reflect the personal views of the analyst(s) with regard to any and all of the subject securities and companies mentioned in this report and (ii) no part of the compensation of the analyst(s) was, is, or will be, directly or indirectly, related to the specific views expressed by that analyst herein. The analyst(s) named in this report (or their associates) does not have a financial interest in the corporation(s) mentioned in this report.

An associate is defined as (i) the spouse, or any minor child (natural or adopted) or minor step-child, of the analyst; (ii) the trustee of a trust of which the analyst, his spouse, minor child (natural or adopted) or minor step-child, is a beneficiary or discretionary object; or (iii) another person accustomed or obliged to act in accordance with the directions or instructions of the analyst.

### Company Disclosure

Global Wealth Technology Pte Ltd ("Beansprout") does not have any financial interest in the corporation(s) mentioned in this report.

### Disclaimer

This report is provided by Beansprout for the use of intended recipients only and may not be reproduced, in whole or in part, or delivered or transmitted to any other person without our prior written consent. By accepting this report, the recipient agrees to be bound by the terms and limitations set out herein.

You acknowledge that this document is provided for general information purposes only. Nothing in this document shall be construed as a recommendation to purchase, sell, or hold any security or other investment, or to pursue any investment style or strategy. Nothing in this document shall be construed as advice that purports to be tailored to your needs or the needs of any person or company receiving the advice. The information in this document is intended for general circulation only and does not constitute investment advice. Nothing in this document is published with regard to the specific investment objectives, financial situation and particular needs of any person who may receive the information.

Nothing in this document shall be construed as, or form part of, any offer for sale or subscription of or solicitation or invitation of any offer to buy or subscribe for any securities. The data and information made available in this document are of a general nature and do not purport, and shall not in any way be deemed, to constitute an offer or provision of any professional or expert advice, including without limitation any financial, investment, legal, accounting or tax advice, and shall not be relied upon by you in that regard. You should at all times consult a qualified expert or professional adviser to obtain advice and independent verification of the information and data contained herein before acting on it. Any financial or investment information in this document are intended to be for your general information only. You should not rely upon such information in making any particular investment or other decision which should only be made after consulting with a fully qualified financial adviser. Such information do not nor are they intended to constitute any form of financial or investment advice, opinion or recommendation about any investment product, or any inducement or invitation relating to any of the products listed or referred to. Any arrangement made between you and a third party named on or linked to from these pages is at your sole risk and responsibility.

You acknowledge that Beansprout is under no obligation to exercise editorial control over, and to review, edit or amend any data, information, materials, or contents of any content in this document. You agree that all statements, offers, information, opinions, materials, content in this document should be used, accepted and relied upon only with care and discretion and at your own risk, and Beansprout shall not be responsible for any loss, damage or liability incurred by you arising from such use or reliance.



This document (including all information and materials contained in this document) is provided “as is.” Although the material in this document is based upon information that Beansprout considers reliable and endeavours to keep current, Beansprout does not assure that this material is accurate, current, or complete and is not providing any warranties or representations regarding the material contained in this document. All opinions contained herein constitute the views of the analyst(s) named in this report, they are subject to change without notice and are not intended to provide the sole basis of any evaluation of the subject securities and companies mentioned in this report. Any reference to past performance should not be taken as an indication of future performance. To the fullest extent permissible pursuant to applicable law, Beansprout disclaims all warranties and/or representations of any kind with regard to this document, including but not limited to any implied warranties of merchantability, non-infringement of third-party rights, or fitness for a particular purpose.

Beansprout does not warrant, either expressly or impliedly, the accuracy or completeness of the information, text, graphics, links, or other items contained in this document. Neither Beansprout nor any of its affiliates, directors, employees, or other representatives will be liable for any damages, losses or liabilities of any kind arising out of or in connection with the use of this document. To the best of Beansprout's knowledge, this document does not contain and is not based on any non-public, material information. The information in this document is not intended for distribution to, or use by, any person or entity in any jurisdiction where such distribution or use would be contrary to law or regulation, or which would subject Beansprout to any registration requirement within such jurisdiction or country. Beansprout is not licensed or regulated by any authority in any jurisdiction or country to provide the information in this document.

As a condition of your use of this document, you agree to indemnify, defend and hold harmless Beansprout and its affiliates, and their respective officers, directors, employees, members, managing members, managers, agents, representatives, successors and assigns from and against any and all actions, causes of action, claims, charges, cost, demands, expenses and damages (including attorneys' fees and expenses), losses and liabilities or other expenses of any kind that arise directly or indirectly out of or from, arising out of or in connection with violation of these terms, use of this document, violation of the rights of any third party, acts, omissions or negligence of third parties, their directors, employees or agents. To the extent permitted by law, Beansprout shall not be liable to you, any other person, or organization, for any direct, indirect, special, punitive, exemplary, incidental or consequential damages, whether in contract, tort (including negligence), or otherwise, arising in any way from, or in connection with, the use of this document and/or its content. This includes, without limitation, liability for any act or omission in reliance on the information in this document. Beansprout expressly disclaims and excludes all warranties, conditions, representations and terms not expressly set out in this User Agreement, whether express, implied or statutory, with regard to this document and its content, including any implied warranties or representations about the accuracy or completeness of this document and the content, suitability and general availability, or whether it is free from error.

If these terms or any part of them is understood to be illegal, invalid or otherwise unenforceable under the laws of any state or country in which these terms are intended to be effective, then to the extent that they are illegal, invalid or unenforceable, they shall in that state or country be treated as severed and deleted from these terms and the remaining terms shall survive and remain fully intact and in effect and will continue to be binding and enforceable in that state or country.

These terms, as well as any claims arising from or related thereto, are governed by the laws of Singapore without reference to the principles of conflicts of laws thereof. You agree to submit to the personal and exclusive jurisdiction of the courts of Singapore with respect to all disputes arising out of or related to this Agreement. Beansprout and you each hereby irrevocably consent to the jurisdiction of such courts, and each Party hereby waives any claim or defence that such forum is not convenient or proper.

© 2025 Global Wealth Technology Pte Ltd