

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Partners and the Board of Directors of
Brookfield Infrastructure Partners L.P.

Opinion on the Financial Statements

We have audited the accompanying consolidated statements of financial position of Brookfield Infrastructure Partners L.P. and subsidiaries (the "Partnership") as of December 31, 2024 and 2023, the related consolidated statements of operating results, comprehensive income, partnership capital, and cash flows, for each of the three years in the period ended December 31, 2024, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Partnership as of December 31, 2024 and 2023, and its financial performance and its cash flows for each of the three years in the period ended December 31, 2024, in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board.

We have also audited, in accordance with the standards of the Public Company Accounting Oversight Board (United States) (PCAOB), the Partnership's internal control over financial reporting as of December 31, 2024, based on criteria established in Internal Control - Integrated Framework (2013) issued by the Committee of Sponsoring Organizations of the Treadway Commission and our report dated March 21, 2025, expressed an unqualified opinion on the Partnership's internal control over financial reporting.

Basis for Opinion

These financial statements are the responsibility of the Partnership's management. Our responsibility is to express an opinion on the Partnership's financial statements based on our audits. We are a public accounting firm registered with the PCAOB and are required to be independent with respect to the Partnership in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

Critical Audit Matters

The critical audit matters communicated below are matters arising from the current-period audit of the financial statements that were communicated or required to be communicated to the audit committee and that (1) relate to accounts or disclosures that are material to the financial statements and (2) involved our especially challenging, subjective, or complex judgments. The communication of critical audit matters does not alter in any way our opinion on the financial statements, taken as a whole, and we are not, by communicating the critical audit matters below, providing separate opinions on the critical audit matters or on the accounts or disclosures to which they relate.

Fair Value of Investment Properties and Revaluation of Property, Plant and Equipment - Refer to Notes 3, 14 and 17 to the financial statements

Critical Audit Matter Description

The Partnership has elected the revaluation method for all classes of property, plant and equipment and the fair value model to account for assets classified as investment property. Subsequent to initial recognition, the Partnership measures investment properties and certain classes of property, plant and equipment at fair value on the statement of financial position using a discounted cash flow approach.

While there are several assumptions that are required to determine the fair value of property, plant and equipment and investment properties, the significant inputs with the highest degree of subjectivity and impact on fair value are the future revenues, terminal value multiples and discount rates for those classes of property, plant and equipment where such inputs significantly impact the revaluation. Given the revaluation of property, plant and equipment and fair valuation of investment properties requires management to make significant assumptions relating to the significant inputs of future revenues, terminal value multiples and discount rates, auditing these assumptions required a high degree of auditor judgment as the estimations made by management contain significant measurement uncertainty. This resulted in an increased extent of audit effort, including the need to involve fair value specialists.

How the Critical Audit Matter Was Addressed in the Audit

Our audit procedures related to the future revenues, terminal value multiples and discount rates for certain classes of property, plant and equipment and investment properties included the following, among others:

- Evaluated the effectiveness of controls over fair valuation and revaluation, including those over the unobservable estimates of future revenues, terminal value multiples and discount rates.
- Evaluated management's ability to accurately estimate future revenues by comparing actual results to management's historical forecasts.
- Assessed the reasonableness of management's estimated future revenues by considering historical results and observable independent macroeconomic data, where applicable.
- With the assistance of fair value specialists, we evaluated the reasonableness of the terminal value multiples and discount rates, by (1) testing the source information underlying the terminal value multiples and discount rates, and (2) developing a range of independent estimates and comparing those to the terminal value multiples and discount rates selected by management.

Acquisition of ATC Telecom Infrastructure Private Limited - Refer to Notes 3 and 7 to the financial statements

Critical Audit Matter Description

The Partnership acquired several businesses during the year. When each business was acquired, the Partnership assessed the degree of influence it exerted and whether it had control or not. For those where control existed, the Partnership accounted for the business combination using the acquisition method of accounting. The purchase price of each acquisition was allocated to the assets acquired and liabilities assumed based on their respective fair values at the date of acquisition.

While there were several estimates made by management in the determination of the fair value of the assets acquired and the liabilities assumed, the estimate with the greatest measurement uncertainty for the largest acquisition (ATC Telecom Infrastructure Private Limited ("ATC")) was the discount rates used in

the valuation of intangible assets. Auditing these estimates required a high degree of auditor judgment and this resulted in an increased extent of audit effort, including the involvement of fair value specialists.

How the Critical Audit Matter Was Addressed in the Audit

Our audit procedures related to the estimates made by management in the acquisition of the ATC business included the following, among others:

- Evaluated the effectiveness of controls over management's process for determining the fair value of intangibles, including those over the discount rates used in the valuations.
- With the assistance of fair value specialists, evaluated the reasonableness of the discount rates, by (1) testing the source information underlying the discount rates, and (2) developing a range of independent estimates and comparing those to the discount rates selected by management.

/s/ Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Canada
March 21, 2025

We have served as the Partnership's auditor since 2007.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Partners and the Board of Directors of
Brookfield Infrastructure Partners L.P.

Opinion on Internal Control over Financial Reporting

We have audited the internal control over financial reporting of Brookfield Infrastructure Partners L.P. and subsidiaries (the “Partnership”) as of December 31, 2024, based on criteria established in *Internal Control — Integrated Framework (2013)* issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). In our opinion, the Partnership maintained, in all material respects, effective internal control over financial reporting as of December 31, 2024, based on criteria established in *Internal Control — Integrated Framework (2013)* issued by COSO.

We have also audited, in accordance with the standards of the Public Company Accounting Oversight Board (United States) (PCAOB), the consolidated financial statements as of and for the year ended December 31, 2024, of the Partnership and our report dated March 21, 2025, expressed an unqualified opinion on those financial statements.

As described in Management’s Annual Report on Internal Control over Financial Reporting, management excluded from its assessment the internal control over financial reporting at Cyxtera Technologies Inc. (“Cyxtera”), which was acquired January 12, 2024, and ATC Telecom Infrastructure Private Limited (“ATC”), which was acquired on September 12, 2024. The financial statements of these entities constitute, in aggregate, 6.2% of total assets, 7.0% of partnership capital, 5.2% of revenues, and -2.9% of net income of the consolidated financial statement amounts as of and for the year ended December 31, 2024. Accordingly, our audit did not include the internal control over financial reporting at Cyxtera and ATC.

Basis for Opinion

The Partnership’s management is responsible for maintaining effective internal control over financial reporting and for its assessment of the effectiveness of internal control over financial reporting, included in the accompanying Management’s Annual Report on Internal Control over Financial Reporting. Our responsibility is to express an opinion on the Partnership’s internal control over financial reporting based on our audit. We are a public accounting firm registered with the PCAOB and are required to be independent with respect to the Partnership in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether effective internal control over financial reporting was maintained in all material respects. Our audit included obtaining an understanding of internal control over financial reporting, assessing the risk that a material weakness exists, testing and evaluating the design and operating effectiveness of internal control based on the assessed risk, and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion.

Definition and Limitations of Internal Control over Financial Reporting

A company's internal control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Because of its inherent limitations, internal control over financial reporting may not prevent or detect misstatements. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

/s/ Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
Toronto, Canada
March 21, 2025

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

US\$ MILLIONS	Notes	As of December 31, 2024	As of December 31, 2023
Assets			
Cash and cash equivalents	8, 9	\$ 2,071	\$ 1,857
Financial assets	8, 10	669	934
Accounts receivable and other	8, 11	4,455	4,676
Inventory	12	454	512
Assets classified as held for sale	6	1,958	—
Current assets		<u>9,607</u>	<u>7,979</u>
Property, plant and equipment	14	50,847	48,546
Intangible assets	15	14,521	15,845
Investments in associates and joint ventures	13	5,672	5,402
Investment properties	17	5,063	4,333
Goodwill	16	14,101	14,488
Financial assets	8, 10	726	607
Other assets	11	3,933	3,477
Deferred income tax asset	27	120	107
Total assets		<u>\$ 104,590</u>	<u>\$ 100,784</u>
Liabilities and Partnership Capital			
Liabilities			
Accounts payable and other	8, 18	5,758	5,402
Corporate borrowings	8, 20, 21	850	1,517
Non-recourse borrowings	8, 20	2,838	4,442
Financial liabilities	8, 19	248	344
Liabilities directly associated with assets classified as held for sale	6	1,209	—
Current liabilities		<u>10,903</u>	<u>11,705</u>
Corporate borrowings	8, 20, 21	3,692	3,394
Non-recourse borrowings	8, 20	43,714	36,462
Financial liabilities	8, 19	2,532	2,531
Other liabilities ⁽¹⁾	18	6,209	4,753
Deferred income tax liability	27	7,667	7,903
Preferred shares	7, 21	20	20
Total liabilities		<u>74,737</u>	<u>66,768</u>
Partnership capital			
Limited partners	28	4,704	5,321
General partner	28	27	28
Non-controlling interest attributable to:			
Redeemable Partnership Units held by Brookfield	28	1,926	2,190
BIPC exchangeable shares and class A.2 exchangeable shares	28	1,355	1,533
Exchangeable units ⁽²⁾	28	62	72
Perpetual subordinated notes	28	293	293
Interest of others in operating subsidiaries		20,568	23,661
Preferred unitholders	28	918	918
Total partnership capital		<u>29,853</u>	<u>34,016</u>
Total liabilities and partnership capital		<u>\$ 104,590</u>	<u>\$ 100,784</u>

(1) \$1.7 billion of capital contributed by non-controlling shareholders in our Indian telecom tower operation has been excluded from partnership capital, interest of others in operating subsidiaries, and classified as a liability

(2) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF OPERATING RESULTS

US\$ MILLIONS (except per unit information)	Notes	For the year ended December 31,		
		2024	2023	2022
Revenues	4	\$21,039	\$17,931	\$14,427
Direct operating costs	14, 15, 24	(15,676)	(13,470)	(10,510)
General and administrative expenses		(405)	(413)	(433)
		4,958	4,048	3,484
Interest expense	23	(3,387)	(2,501)	(1,855)
Share of earnings from investments in associates and joint ventures	13	439	459	12
Mark-to-market (losses) gains	8	(26)	(118)	173
Other (expense) income	5, 7	(31)	141	121
Income before income tax		1,953	2,029	1,935
Income tax expense				
Current	27	(594)	(576)	(474)
Deferred	27	324	(5)	(86)
Net income		\$ 1,683	\$ 1,448	\$ 1,375
Attributable to:				
Limited partners		\$ 57	\$ 102	\$ 101
General partner		294	265	240
Non-controlling interest attributable to:				
Redeemable Partnership Units held by Brookfield		23	42	42
BIPC exchangeable shares and class A.2 exchangeable shares		16	21	24
Exchangeable units ⁽¹⁾		1	2	—
Interest of others in operating subsidiaries		1,292	1,016	968
Basic and diluted income per unit attributable to:				
Limited partners	28	\$ 0.04	\$ 0.14	\$ 0.14

(1) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

US\$ MILLIONS	Notes	For the year ended December 31,		
		2024	2023	2022
Net income		<u>\$1,683</u>	<u>\$1,448</u>	<u>\$1,375</u>
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss:				
Revaluation surplus	14	1,419	791	406
Unrealized actuarial gains (losses)		78	(8)	160
Taxes on the above items	27	(252)	(168)	(152)
Share of income from investments in associates and joint ventures	13	147	159	89
		<u>1,392</u>	<u>774</u>	<u>503</u>
Items that may be reclassified subsequently to profit or loss:				
Foreign currency translation		(1,417)	795	(1,365)
Cash flow hedge	8	(8)	(466)	547
Net investment hedge	8	41	(34)	229
Taxes on the above items	27	39	61	(162)
Share of income (losses) from investments in associates and joint ventures	13	214	(251)	396
		<u>(1,131)</u>	<u>105</u>	<u>(355)</u>
Total other comprehensive income		<u>261</u>	<u>879</u>	<u>148</u>
Comprehensive income		<u>\$1,944</u>	<u>\$2,327</u>	<u>\$1,523</u>
Attributable to:				
Limited partners	29	\$ 159	\$ 321	\$ 338
General partner	29	295	267	240
Non-controlling interest attributable to:				
Redeemable Partnership Units held by Brookfield	29	65	132	149
BIPC exchangeable shares and class A.2 exchangeable shares	29	44	83	84
Exchangeable units ⁽¹⁾	29	2	5	2
Interest of others in operating subsidiaries		<u>1,379</u>	<u>1,519</u>	<u>710</u>

(1) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF PARTNERSHIP CAPITAL

US\$ MILLIONS	Limited Partners											Total partners' capital	
	Limited partners' capital	(Deficit)	Ownership Changes	Accumulated other comprehensive income ⁽¹⁾	Limited partners	General partner	Non-Controlling Interest— Redeemable Partnership Units held by Brookfield	Non-controlling interest— BIPC exchangeable shares and class A.2 exchangeable shares	Non-controlling interest— Exchangeable Units ⁽⁶⁾	Non-controlling interest— in operating subsidiaries ⁽⁷⁾	Non-controlling interest – Perpetual subordinated notes		Preferred Unitholders Capital
Balance as at December 31, 2023	\$ 6,196	\$ (3,246)	\$ 1,695	\$ 676	\$ 5,321	\$ 28	\$ 2,190	\$ 1,533	\$ 72	\$ 23,661	\$ 293	\$ 918	\$ 34,016
Net income	—	57	—	—	57	294	23	16	1	1,292	—	—	1,683
Other comprehensive income	—	—	—	102	102	1	42	28	1	87	—	—	261
Comprehensive income	—	57	—	102	159	295	65	44	2	1,379	—	—	1,944
Unit issuance ⁽²⁾	11	—	—	—	11	—	—	—	—	—	—	—	11
Partnership distributions ⁽³⁾	—	(748)	—	—	(748)	(296)	(312)	(212)	(8)	—	—	—	(1,576)
Partnership preferred distributions ⁽³⁾	—	(40)	—	—	(40)	—	(16)	(12)	—	—	—	—	(68)
Acquisition of subsidiaries ⁽⁴⁾	—	—	—	—	—	—	—	—	—	493	—	—	493
Capital provided to non-controlling interest	—	—	—	—	—	—	—	—	—	(2,425)	—	—	(2,425)
Subsidiary distributions to non-controlling interest	—	—	—	—	—	—	—	—	—	(1,924)	—	—	(1,924)
Other items ^{(1),(2),(5)}	3	(5)	3	—	1	—	(1)	2	(4)	(616)	—	—	(618)
Balance as at December 31, 2024	\$ 6,210	\$ (3,982)	\$ 1,698	\$ 778	\$ 4,704	\$ 27	\$ 1,926	\$ 1,355	\$ 62	\$ 20,568	\$ 293	\$ 918	\$ 29,853

(1) Refer to Note 29, Accumulated Other Comprehensive Income (Loss).

(2) Refer to Note 28, Partnership Capital.

(3) Refer to Note 30, Distributions.

(4) Refer to Note 7, Acquisition of Businesses.

(5) Principally comprised of the deconsolidation of our non-controlling interest in our Peruvian toll road operation. Refer to Note 34, Related Party Transactions.

(6) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

(7) \$1.7 billion of capital contributed by non-controlling shareholders in our Indian telecom tower operation has been excluded from partnership capital, interest of others in operating subsidiaries, and classified as a liability.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF PARTNERSHIP CAPITAL

US\$ MILLIONS	Limited Partners													Total partners' capital
	Limited partners' capital	(Deficit)	Ownership Changes	Accumulated other comprehensive income ⁽¹⁾	Limited partners	General partner	Non-Controlling Interest—Redeemable Partnership Units held by Brookfield	Non-controlling interest—BIPC exchangeable shares	Non-controlling interest—Exchangeable Units ⁽⁶⁾	Non-controlling interest—in operating subsidiaries	Non-controlling interest—Perpetual subordinated notes	Preferred Unitholders Capital		
Balance as at December 31, 2022	6,092	(2,657)	1,456	481	5,372	27	2,263	1,289	72	15,320	293	918	25,554	
Net income	—	102	—	—	102	265	42	21	2	1,016	—	—	1,448	
Other comprehensive income	—	—	—	219	219	2	90	62	3	503	—	—	879	
Comprehensive income	—	102	—	219	321	267	132	83	5	1,519	—	—	2,327	
Unit issuance ^{(2),(4)}	12	—	—	—	12	—	—	751	—	—	—	—	763	
Unit repurchases ⁽²⁾	(12)	(13)	—	—	(25)	—	—	—	—	—	—	—	(25)	
Partnership distributions ⁽³⁾	—	(701)	—	—	(701)	(269)	(298)	(176)	(9)	—	—	—	(1,453)	
Partnership preferred distributions ⁽³⁾	—	(38)	—	—	(38)	—	(16)	(9)	—	—	—	—	(63)	
Acquisition of subsidiaries ⁽⁴⁾	—	—	—	—	—	—	—	—	—	9,522	—	—	9,522	
Disposition of subsidiaries ⁽⁵⁾	—	—	—	—	—	—	—	—	—	(372)	—	—	(372)	
Subsidiary distribution to non-controlling interest	—	—	—	—	—	—	—	—	—	(2,247)	—	—	(2,247)	
Other items ^{(1),(2)}	104	61	239	(24)	380	3	109	(405)	4	(81)	—	—	10	
Balance as at December 31, 2023	<u>\$ 6,196</u>	<u>\$ (3,246)</u>	<u>\$ 1,695</u>	<u>\$ 676</u>	<u>\$ 5,321</u>	<u>\$ 28</u>	<u>\$ 2,190</u>	<u>\$ 1,533</u>	<u>\$ 72</u>	<u>\$ 23,661</u>	<u>\$ 293</u>	<u>\$ 918</u>	<u>\$ 34,016</u>	

(1) Refer to Note 29, Accumulated Other Comprehensive Income (Loss).

(2) Refer to Note 28, Partnership Capital.

(3) Refer to Note 30, Distributions.

(4) Refer to Note 7, Acquisition of Businesses

(5) Refer to Note 5, Disposition of Businesses.

(6) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF PARTNERSHIP CAPITAL

US\$ MILLIONS	Limited Partners												
	Limited partners' capital	(Deficit)	Ownership Changes	Accumulated other comprehensive income ⁽¹⁾	Limited partners	General partner	Non-Controlling Interest—Redeemable Partnership Units held by Brookfield	Non-controlling interest—BIPC exchangeable shares	Non-controlling interest—Exchangeable Units ⁽⁶⁾	Non-controlling interest—in operating subsidiaries	Non-controlling interest—Perpetual subordinated notes ⁽²⁾	Preferred Unitholders Capital	Total partners' capital
Balance as at December 31, 2021	6,074	(2,125)	1,430	323	5,702	31	2,408	1,369	85	15,658	—	1,138	26,391
Net income	—	101	—	—	101	240	42	24	—	968	—	—	1,375
Other comprehensive income (loss)	—	—	—	237	237	—	107	60	2	(258)	—	—	148
Comprehensive income	—	101	—	237	338	240	149	84	2	710	—	—	1,523
Unit issuance ⁽²⁾	13	—	—	—	13	—	—	—	—	—	—	—	13
Partnership distributions ⁽³⁾	—	(660)	—	—	(660)	(244)	(277)	(160)	(11)	—	—	—	(1,352)
Partnership preferred distributions ⁽³⁾	—	(38)	—	—	(38)	—	(19)	(9)	—	—	—	—	(66)
Disposition of subsidiaries ⁽⁴⁾	—	—	—	—	—	—	—	—	—	(494)	—	—	(494)
Subsidiary distributions to non-controlling interest	—	—	—	—	—	—	—	—	—	(751)	—	—	(751)
Preferred units redeemed ⁽²⁾	—	(14)	—	—	(14)	—	(9)	—	—	—	—	(220)	(243)
Issuance of perpetual subordinated notes ⁽²⁾	—	—	—	—	—	—	—	—	—	—	293	—	293
Other items ^{(1),(2)}	5	79	26	(79)	31	—	11	5	(4)	197	—	—	240
Balance as at December 31, 2022	\$ 6,092	\$ (2,657)	\$ 1,456	\$ 481	\$ 5,372	\$ 27	\$ 2,263	\$ 1,289	\$ 72	\$ 15,320	\$ 293	\$ 918	\$ 25,554

(1) Refer to Note 29, Accumulated Other Comprehensive Income (Loss).

(2) Refer to Note 28, Partnership Capital.

(3) Refer to Note 30, Distributions.

(4) Refer to Note 7, Acquisition of Businesses

(5) Refer to Note 5, Disposition of Businesses.

(6) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
CONSOLIDATED STATEMENTS OF CASH FLOWS

US\$ MILLIONS	Notes	For the year ended December 31,		
		2024	2023	2022
Operating Activities				
Net income		\$ 1,683	\$ 1,448	\$ 1,375
Adjusted for the following items:				
Earnings from investments in associates and joint ventures, net of distributions received	13	(156)	323	563
Depreciation and amortization expense	14, 15	3,644	2,739	2,158
Mark-to-market, provisions and other	5, 7	32	201	(147)
Deferred income tax expense	27	(324)	5	86
Changes in non-cash working capital, net	38	(226)	(638)	(904)
Cash from operating activities		4,653	4,078	3,131
Investing Activities				
Acquisition of subsidiaries, net of cash acquired	7	(2,523)	(10,747)	(479)
Disposal of subsidiaries and assets held for sale, net of cash disposed		77	602	198
Investments in associates and joint ventures	13	(350)	(1,098)	(864)
Disposal of investments in associates and joint ventures	13	—	1,107	275
Purchase of long lived assets	14, 15, 17	(4,975)	(2,487)	(2,775)
Disposal of long lived assets	14, 15, 17	609	162	41
Purchase of financial assets		(677)	(524)	(659)
Sale of financial assets		1,027	715	720
Net settlement of foreign exchange hedging items		37	—	178
Other investing activities	14	(126)	(720)	—
Cash used by investing activities		(6,901)	(12,990)	(3,365)
Financing Activities				
Distributions to general partner	30	(296)	(269)	(244)
Distributions to other unitholders	30	(1,348)	(1,247)	(1,174)
Subsidiary distributions to non-controlling interest		(1,454)	(2,247)	(751)
Capital provided (to) by non-controlling interest	7	(1,724)	8,195	293
Disposal of partial interest to non-controlling interest, net of taxes	5	—	124	—
Net (repayment) proceeds from commercial paper program	20	(139)	525	33
Proceeds from corporate borrowings	20	448	513	995
Repayment of corporate borrowings	20	(531)	—	—
Proceeds from corporate credit facility	20	2,842	6,320	3,225
Repayment of corporate credit facility	20	(2,764)	(6,194)	(3,129)
Proceeds from non-recourse borrowings	20	24,322	13,703	8,885
Repayment of non-recourse borrowings	20	(15,607)	(9,213)	(6,392)
Settlement of deferred consideration	19	—	—	(1,224)
Net preferred units (redeemed) issued	28	—	—	(243)
Partnership units repurchased, net of costs and issuances	28	11	(13)	13
Lease liability repaid		(415)	(283)	(233)
Other financing activity		(733)	(495)	2
Cash from financing activities		2,612	9,419	56
Cash and cash equivalents				
Change during the year		364	507	(178)
Impact of foreign exchange on cash		(150)	71	88
Cash reclassified as held for sale		—	—	(37)
Balance, beginning of year		1,857	1,279	1,406
Balance, end of year		\$ 2,071	\$ 1,857	\$ 1,279

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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NOTE 1. ORGANIZATION AND DESCRIPTION OF THE BUSINESS

a) Brookfield Infrastructure Partners L.P.

Brookfield Infrastructure Partners L.P. (our “partnership” and, together with its subsidiaries and operating entities, “Brookfield Infrastructure”) owns and operates utilities, transport, midstream and data businesses in the Americas, Europe and the Asia Pacific region. Our partnership was formed as a limited partnership established under the laws of Bermuda, pursuant to a limited partnership agreement dated May 17, 2007, as amended and restated. Our partnership is a subsidiary of Brookfield Corporation (“Brookfield”). Our partnership’s units are listed on the New York Stock Exchange and the Toronto Stock Exchange under the symbols “BIP” and “BIP.UN”, respectively. Our cumulative Class A preferred limited partnership units, Series 1, Series 3, Series 9 and Series 11 are listed on the Toronto Stock Exchange under the symbols “BIP.PR.A”, “BIP.PR.B,” “BIP.PR.E,” and “BIP.PR.F”, respectively. Our cumulative Class A preferred limited partnership units, Series 13 and Series 14, are listed on the New York Stock Exchange under the symbols “BIP.PR.A” and “BIP.PR.B,” respectively. Our partnership’s registered office is 73 Front Street, 5th Floor, Hamilton HM 12, Bermuda.

In these notes to the consolidated financial statements, references to “units” are to the limited partnership units in our partnership other than the preferred units, references to our “preferred units” are to preferred limited partnership units in our partnership and references to our “unitholders” and “preferred unitholders” are to the holders of our units and preferred units, respectively. References to “Class A Preferred Units,” “Series 1 Preferred Units,” “Series 3 Preferred Units,” “Series 9 Preferred Units,” “Series 11 Preferred Units,” “Series 13 Preferred Units,” and “Series 14 Preferred Units” are to cumulative Class A preferred limited partnership units, cumulative Class A preferred limited partnership units, Series 1, cumulative Class A preferred limited partnership units, Series 3, cumulative Class A preferred limited partnership units, Series 9, cumulative Class A preferred limited partnership units, Series 11, cumulative Class A preferred limited partnership units, Series 13, and cumulative Class A preferred limited partnership units, Series 14, in our partnership, respectively.

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b) Brookfield Infrastructure Corporation

On August 30, 2019, Brookfield Infrastructure Corporation (“BIPC”) was established by the partnership. On March 30, 2020, the partnership contributed our U.K. regulated distribution operation and Brazilian regulated gas transmission operation to BIPC. On March 31, 2020, the partnership completed a special distribution (the “special distribution”) whereby unitholders as of March 20, 2020 (the “Record Date”) received one class A exchangeable subordinate voting share (“BIPC exchangeable share”) for every nine units held. Immediately prior to the special distribution, the partnership received exchangeable shares through a distribution by Brookfield Infrastructure L.P. (“Holding LP”), or the Holding LP Distribution, of the BIPC exchangeable shares to all of its unitholders. As a result of the Holding LP Distribution, (i) Brookfield and its subsidiaries received approximately 13.7 million BIPC exchangeable shares and (ii) the partnership received approximately 32.6 million BIPC exchangeable shares, which it subsequently distributed to unitholders pursuant to the special distribution.

On December 24, 2024, the partnership, Brookfield Infrastructure Holdings Corporation (“BIHC”) and BIPC completed a reorganization through a court approved plan of arrangement under the BCBCA (the “Arrangement”) pursuant to which (i) holders of class A exchangeable subordinate voting shares of BIHC, other than Brookfield, received BIPC exchangeable shares in exchange for their class A exchangeable subordinate voting shares of BIHC on a one-for-one basis; (ii) Brookfield transferred its class A exchangeable subordinate voting shares of BIHC to BIPC in exchange for class A.2 exchangeable shares on a one-for-one basis; (iii) the class A exchangeable subordinate voting shares of BIHC were delisted; and (iv) the exchangeable shares of BIPC were listed on the NYSE and the TSX.

Holders of BIPC exchangeable shares hold an aggregate 25.0% voting interest in BIPC. The partnership holds all of the issued and outstanding class B multiple voting shares, or class B shares, of BIPC, which represents a 75.0% voting interest. The class B shares entitle the partnership to all of the residual value in BIPC after payment in full of the amount due to holders of BIPC exchangeable shares.

i) BIPC exchangeable shares

At any time, holders of BIPC exchangeable shares have the right to exchange all or a portion of their BIPC exchangeable shares for one unit per BIPC exchangeable share held or its cash equivalent based on the NYSE closing price of one unit on the date that the request for exchange is received, on a fixed-for-fixed basis. BIPC or the partnership, as applicable, has the ability to satisfy exchanges of BIPC exchangeable shares in units instead of cash. Additionally, the partnership has the ability to exchange all BIPC exchangeable shares for units at our election, on a fixed-for-fixed basis. As a result of these characteristics, BIPC exchangeable shares have been classified as non-controlling interests in the Consolidated Statements of Financial Position.

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ii) Basic and diluted income per unit

The special distribution resulted in the issuance of approximately 69.5 million exchangeable shares. Historical per unit/share disclosures have been retroactively adjusted to effect for the special distribution.

On June 10, 2022, Brookfield Infrastructure completed a three-for-two split of our units, BIPC exchangeable shares, Exchange LP Units, and BIPC exchangeable LP units, by way of a subdivision whereby unitholders/shareholders received an additional one-half of a unit/share for each unit/share held. The Managing General Partner Units, Special General Partner Units and Redeemable Partnership Units of the Holding LP were concurrently split. Brookfield Infrastructure's preferred units were not affected by the split. All historical unit and share counts, as well as per unit/share disclosures have been adjusted to effect for the change in units as a result of the splits.

c) Brookfield Infrastructure Corporation Exchange Limited Partnership

On April 21, 2021, Brookfield Infrastructure Corporation Exchange Limited Partnership ("BIPC Exchange LP") was established by the partnership. In connection with the acquisition of Inter Pipeline Ltd. ("IPL," "Inter Pipeline," or "Canadian diversified midstream operation"), certain IPL shareholders were given the right to elect to receive, for each common share of IPL and in lieu of cash consideration, 0.25 BIPC exchange LP class B exchangeable limited partnership units ("BIPC exchangeable LP units"), or 0.25 BIPC exchangeable shares. The BIPC exchangeable LP units provide holders with economic terms that are substantially equivalent to those of a BIPC exchangeable share and are exchangeable, on a one-for-one basis, for BIPC exchangeable shares. Given the exchangeable features, we present the BIPC Exchangeable LP units as a component of non-controlling interest.

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NOTE 2. SUBSIDIARIES

The following provides information about our partnership's material or significant wholly-owned subsidiaries as of December 31, 2024 and 2023:

Defined Name	Name of entity	Country of incorporation	Ownership interest (%)	
			2024	2023
Transport				
Australian rail operation	Arc Infrastructure WA Pty Ltd	Australia	100	100

The following table presents details of material or significant non-wholly owned subsidiaries of our partnership:

Defined Name	Name of entity	Country of incorporation	Effective Ownership Interest (%)		Voting interest (%)	
			2024	2023	2024	2023
Utilities						
U.K. regulated distribution operation	BUUK Infrastructure No 1 Limited	U.K.	80	80	80	80
Brazilian regulated gas transmission operation	Nova Transportadora do Sudeste S.A. ⁽¹⁾	Brazil	31	31	92	92
Colombian natural gas distribution operation	Vanti S.A. ESP ⁽¹⁾	Colombia	21	21	75	75
Brazilian electricity transmission operation	Transmissora Sertaneja de Eletricidade S.A. ^{(1),(2)} Chimarrão Transmissora de Energia S.A. ^{(1),(2)}	Brazil	31	31	100	100
European residential infrastructure operation	Thermondo GmbH	Germany	14	13	57	55
North American residential decarbonization infrastructure business	Enercare Inc. ⁽¹⁾ Metergy Group Holdings Limited ⁽¹⁾ Service Experts Holdings Limited ⁽¹⁾	Canada U.S.	26	26	100	100
North American residential decarbonization infrastructure business	HomeServe USA Holding Corp ^{(1),(2)}	U.S.	26	26	100	100
European residential decarbonization infrastructure business	HomeServe Limited ^{(1),(2)}	U.K.	25	25	100	100
Indian gas transmission operation	Pipeline Infrastructure Limited ⁽¹⁾	India	21	21	100	100
Transport						
North American rail operation	Genesee & Wyoming Inc. ⁽¹⁾	U.S.	9	9	72	72
U.K. ports operation	PD Ports Limited ⁽¹⁾	U.K.	59	59	100	100
Australian port operation	Linx Cargo Care Group Pty Ltd ^{(1),(3)}	Australia	27	27	100	100

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Defined Name	Name of entity	Country of incorporation	Effective Ownership Interest (%)		Voting interest (%)	
			2024	2023	2024	2023
Global intermodal logistics operation	Triton International Limited ^{(1),(2)}	Bermuda	27	28	100	100
Midstream						
North American gas storage operation	Warwick Gas Storage L.P. ⁽¹⁾	Canada	25	25	100	100
North American gas storage operation	Lodi Gas Storage LLC ⁽¹⁾	U.S.	40	40	100	100
North American gas storage operation	Rockpoint Gas Storage Partners L.P. ⁽¹⁾	U.S.	40	40	100	100
Canadian diversified midstream operation	Inter Pipeline Ltd. ⁽¹⁾	Canada	56	56	100	100
Canadian natural gas gathering and processing operation	NorthRiver Midstream Inc. ⁽¹⁾	Canada	29	29	100	100
Data						
U.S. colocation data center operation	Evoque Consolidated Holdings LLC ⁽¹⁾ Phoenix Data Center Holdings LLC ^{(1),(2)}	U.S.	29	29	100	100
Australian data center operation	Ruby Pooling Hold Trust ⁽¹⁾	Australia	29	29	100	100
Indian telecom tower operation	Summit Digital Infrastructure Limited ^{(1),(3)} Crest Digital Private Limited ^{(1),(3)} Elevar Digital Infrastructure Private Limited ^{(1),(2),(4)}	India	16	16	100	100
U.K. wireless infrastructure operation	Westray BidCo Limited ⁽¹⁾	U.K.	24	24	100	100
European hyperscale data center platform	Cumulus SA (together with its subsidiaries “Data4 Group” or “Data4”) ^{(1),(2)}	Luxembourg	18	19	100	100
Corporate						
Holding LP	Brookfield Infrastructure L.P.	Bermuda	70	70	100	100

(1) For the above noted subsidiaries, our partnership has entered into voting arrangements to provide our partnership with the ability to direct the relevant activities of the investee. Our partnership controls these investees given that our partnership is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Our partnership exercises judgment to determine the level of variability that will achieve control over an investee, particularly in circumstances where our partnership’s voting interest differs from its ownership interest in an investee. The following were considered to determine whether our partnership controls these investees: the degree of power (if any) held by other investors, the degree of exposure to variability of each investor, the determination of whether any general partner removal rights are substantive and the purpose and design of the investee.

(2) See Note 7, Acquisition of Businesses, for further details.

(3) See Note 5, Disposition of Businesses, for further details.

(4) Formerly known as ATC Telecom Infrastructure Private Limited.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
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NOTE 3. MATERIAL ACCOUNTING POLICY INFORMATION

(a) Statement of Compliance

These consolidated financial statements have been prepared in accordance with IFRS[®] Accounting Standards as issued by the International Accounting Standards Board (“IFRS”).

The consolidated financial statements were authorized for issue by the Board of Directors on March 21, 2025.

(b) Basis of Preparation

The consolidated financial statements are prepared on a going concern basis.

(i) Subsidiaries

These consolidated financial statements include the accounts of our partnership and subsidiaries over which our partnership has control. Subsidiaries are consolidated from the date of acquisition, being the date on which our partnership obtains control, and continue to be consolidated until the date when control is lost. Our partnership (investor) controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Together, our partnership and its subsidiaries are referred to as “Brookfield Infrastructure” in these financial statements.

Non-controlling interests may be initially measured either at fair value or at the non-controlling interests’ proportionate share of the fair value of the acquiree’s identifiable net assets. The choice of measurement basis is made on an acquisition by acquisition basis. Subsequent to acquisition, the carrying amount of non-controlling interests is the amount of those interests at initial recognition plus the non-controlling interests’ share of subsequent changes in partnership capital in addition to changes in ownership interests. Total comprehensive income is attributed to non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Holding LP has issued Redeemable Partnership Units held by Brookfield, which may, at the request of the holder, require the Holding LP to redeem the Redeemable Partnership Units for cash consideration equal to the market price of our partnership’s units. This right is subject to our partnership’s right of first refusal which entitles it, at its sole discretion, to elect to acquire any Redeemable Partnership Unit so presented to Holding LP in exchange for one of our partnership’s units subject to certain customary adjustments.

All intercompany balances, transactions, revenues and expenses are eliminated in full.

(ii) Associates and Joint Ventures

Associates and joint ventures are entities over which our partnership has significant influence or joint control. Significant influence is the power to participate in the financial and operating policy decisions of the investee but does not constitute control. Our partnership accounts for investments over which it has significant influence using the equity method, and are recorded as Investments in associates and joint ventures on the Consolidated Statements of Financial Position.

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Interests in investments accounted for using the equity method are initially recorded at cost. If the cost of the associate is lower than the proportionate share of the investment's underlying fair value, our partnership records a gain on the difference between the cost and the underlying fair values of the identifiable net assets of the associate. If the cost of the associate is greater than our partnership's proportionate share of the underlying fair value, goodwill and other adjustments arising from the purchase price allocation relating to the associate is included in the carrying amount of the investment. Subsequent to initial recognition, the carrying value of our partnership's interest in an investee is adjusted for our partnership's share of comprehensive income or loss and distributions from the investee.

Profits or losses resulting from transactions with an associate are recognized in the consolidated financial statements based on the interests of unrelated investors in the associate.

(c) Foreign Currency Translation

The U.S. dollar is the functional and presentation currency of Brookfield Infrastructure. Each of Brookfield Infrastructure's subsidiaries, associates and jointly controlled entities determines its own functional currency and items included in the financial statements of each subsidiary and associate are measured using that functional currency.

Assets and liabilities of foreign operations having a functional currency other than the U.S. dollar are translated at the rate of exchange prevailing at the reporting date and revenues and expenses at average rates during the period. Gains or losses on translation are included as a component of other comprehensive income. On disposal of a foreign operation resulting in the loss of control, the component of other comprehensive income due to accumulated foreign currency translation relating to that foreign operation is reclassified to net income. Gains or losses on foreign currency denominated balances and transactions that are designated as hedges of net investments in these operations are reported in the same manner. On partial disposal of a foreign operation in which control is retained, the proportionate share of the component of other comprehensive income or loss relating to that foreign operation is reclassified to non-controlling interests in that foreign operation.

Foreign currency denominated monetary assets and liabilities are translated using the rate of exchange prevailing at the reporting date and non-monetary assets and liabilities measured at fair value are translated at the rate of exchange prevailing at the date when the fair value was determined. Revenues and expenses are measured at average rates during the period. Gains or losses on translation of these items are included in net income. Gains and losses on transactions which hedge these items are also included in net income or loss. Foreign currency denominated non-monetary assets and liabilities, measured at historic cost, are translated at the rate of exchange at the transaction date.

(d) Business Combinations

Business acquisitions in which control is acquired are accounted for using the acquisition method, other than those between and among entities under common control. The consideration of each acquisition is measured at the aggregate of the fair values at the acquisition date of assets transferred by the acquirer, liabilities incurred or assumed, and equity instruments issued by Brookfield Infrastructure in exchange for control of the acquiree. Acquisition related costs are recognized in the Consolidated Statements of Operating Results as incurred and included in other expenses.

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Where applicable, the consideration for the acquisition includes any asset or liability resulting from a contingent consideration arrangement, measured at its acquisition-date fair value. Subsequent changes in fair values are adjusted against the cost of the acquisition where they qualify as measurement period adjustments. All other subsequent changes in the fair value of contingent consideration classified as liabilities will be recognized in the Consolidated Statements of Operating Results, whereas changes in the fair values of contingent consideration classified within partnership capital are not subsequently re-measured.

Where a business combination is achieved in stages, Brookfield Infrastructure's previously held interests in the acquired entity are remeasured to fair value at the acquisition date, that is, the date Brookfield Infrastructure attains control and the resulting gain or loss, if any, is recognized in the Consolidated Statements of Operating Results. Amounts arising from interests in the acquiree prior to the acquisition date that have previously been recognized in other comprehensive income are reclassified to the Consolidated Statements of Operating Results, where such treatment would be appropriate if that interest were disposed of.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, Brookfield Infrastructure reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period, or additional assets or liabilities are recognized, to reflect new information obtained about facts and circumstances that existed as of the acquisition date that, if known, would have affected the amounts recognized as of that date.

The measurement period is the period from the date of acquisition to the date Brookfield Infrastructure obtains complete information about facts and circumstances that existed as of the acquisition date. The measurement period is subject to a maximum of one year subsequent to the acquisition date.

If, after reassessment, Brookfield Infrastructure's interest in the fair value of the acquiree's identifiable net assets exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held equity interest in the acquiree if any, the excess is recognized immediately in profit or loss as a bargain purchase gain.

Contingent liabilities acquired in a business combination are initially measured at fair value at the date of acquisition. At the end of subsequent reporting periods, such contingent liabilities are measured at the higher of the amount that would be recognized in accordance with IAS 37, *Provisions, Contingent Liabilities and Contingent Assets* ("IAS 37") and the amount initially recognized less cumulative amount of income recognized in accordance with IFRS 15, *Revenue from Contracts with Customers*.

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(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Accounts Receivable

Trade receivables are recognized initially at their transaction price and subsequently measured at amortized cost using the effective interest method, less any allowance for expected credit losses.

(g) Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined using the weighted average costing method and includes direct purchase costs as well as costs of production, storage, and transportation of natural gas, natural gas liquids and other hydrocarbons. Net realizable value represents the estimated selling price in the ordinary course of business less estimated costs of completion and selling costs. If applicable, an increase in net realizable value representing a reversal of a previous inventory write-down is recognized as an increase in inventory.

(h) Leases

(i) Brookfield Infrastructure as lessee

Brookfield Infrastructure assesses whether a contract is, or contains, a lease, at inception of the contract. For all lease arrangements where Brookfield Infrastructure is the lessee, except for short-term leases and leases of low value assets, a right-of-use asset is recognized with a corresponding lease liability. At the commencement date, the lease liability is initially measured at the present value of future lease payments over the lease term, discounted using the rate implicit in the lease or, if not readily determined, the incremental borrowing rate. The right-of-use asset is initially measured at the corresponding lease liability, plus lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability using the effective interest method and by reducing the carrying amount to reflect the lease payments made. The right-of-use asset is subsequently accounted for as an item of property, plant and equipment or investment property.

(ii) Brookfield Infrastructure as lessor

Brookfield Infrastructure enters into lease agreements as a lessor for some of its property, plant and equipment and investment property. Such leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, and are classified as operating leases otherwise. Amounts due from lessees and any unguaranteed residual value under finance leases are recognized as finance lease receivables at their present value, discounted using the rate implicit in the lease. Lease payments received are allocated between reduction of the carrying amount of finance lease receivables and finance income. Revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease.

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(i) Property, Plant and Equipment

Brookfield Infrastructure uses the revaluation method of accounting for all classes of property, plant and equipment. Property, plant and equipment is initially measured at cost and subsequently carried at its revalued amount, being the fair value at the date of the revaluation less any subsequent accumulated depreciation and any accumulated impairment losses. Revaluations are made on at least an annual basis, and on a sufficient basis to ensure that the carrying amount does not differ significantly from fair value. Where the carrying amount of an asset is increased as a result of a revaluation, the increase is recognized in other comprehensive income or loss and accumulated in equity within the revaluation surplus reserve, unless the increase reverses a previously recognized impairment recorded through net income, in which case that portion of the increase is recognized in net income. Where the carrying amount of an asset is decreased, the decrease is recognized in other comprehensive income to the extent of any balance existing in revaluation surplus in respect of the asset, with the remainder of the decrease recognized in net income. Revaluation gains are included in other comprehensive income, but are not subsequently recycled into profit or loss.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the Consolidated Statements of Operating Results. However, any balance accumulated in revaluation surplus is subsequently recorded in retained earnings when an asset is derecognized and not transferred to profit or loss.

Depreciation of an asset commences when it is available for use. Property, plant and equipment are depreciated on a straight-line or declining-balance basis over the estimated useful lives of each component of the assets as follows:

Buildings	Up to 60 years
Transmission stations, towers and related fixtures	Up to 50 years
Leasehold improvements	Up to 50 years
Plant and equipment	Up to 50 years
Network systems	Up to 60 years
Track	Up to 40 years
Intermodal containers	Up to 20 years
Pipelines and gas storage assets	Up to 80 years

Depreciation on property, plant and equipment is calculated on a straight-line or declining-balance basis so as to depreciate the net cost of each asset over its expected useful life to its estimated residual value. Leasehold improvements are depreciated over the period of the lease or estimated useful life, whichever is the shorter, using the straight-line method. The estimated useful lives, residual values and depreciation methods are reviewed at the end of each annual reporting period, with the effect of any changes recognized on a prospective basis.

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(j) Investment Properties

Brookfield Infrastructure uses the fair value method to account for assets classified as investment property. An asset is determined to be an investment property when it is principally held to earn rental income or for capital appreciation, or both. Investment property is initially measured at cost including transaction costs. Subsequent to initial recognition, investment properties are carried at fair value. Gains or losses arising from changes in fair value are included in profit or loss.

Fair values are primarily determined by valuation of the lease term and freehold reversion. An income capitalization approach is used by applying a yield to the rental income of the capitalization rate that is reflective of the characteristics, location and market of each property. Fair value is estimated by management of our partnership with due consideration given to observable market inputs, where available.

(k) Asset Impairment

At each reporting date, Brookfield Infrastructure assesses whether for assets, other than those measured at fair value with changes in values recorded in profit or loss, there is any indication that such assets are impaired. This assessment includes a review of internal and external factors which includes, but is not limited to, changes in the technological, political, economic or legal environment in which the entity operates in, structural changes in the industry, changes in the level of demand, physical damage and obsolescence due to technological changes. An impairment is recognized if the recoverable amount, determined as the higher of the estimated fair value less costs of disposal or the discounted future cash flows generated from use and eventual disposal from an asset or cash generating unit is less than its carrying value. The projections of future cash flows take into account the relevant operating plans and management's best estimate of the most probable set of conditions anticipated to prevail. Where an impairment loss subsequently reverses, the carrying amount of the asset or cash generating unit is increased to the lesser of the revised estimate of recoverable amount and the carrying amount that would have been recorded had no impairment loss been recognized previously.

(l) Intangible Assets

Intangible assets acquired in a business combination and recognized separately from goodwill are initially recognized at their fair value at the acquisition date. Brookfield Infrastructure's intangible assets are comprised primarily of conservancy rights, service concession arrangements, customer order backlogs, track access rights, operating network agreements and customer contracts and relationships.

Subsequent to initial recognition, intangible assets acquired in a business combination are reported at cost less accumulated amortization unless indefinite-lived and accumulated impairment losses, on the same basis as intangible assets acquired separately.

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Public service concessions that provide Brookfield Infrastructure the right to charge users for a service in which the service and fee is regulated by the grantor are accounted for as an intangible asset under IFRIC 12, *Service Concession Arrangements*.

Concession arrangements were acquired as part of the acquisition of the Brazilian regulated gas transmission operation, Brazilian electricity transmission operation and Indian toll roads were initially recognized at their fair values. The intangible assets at the Brazilian regulated gas transmission operation and Brazilian electricity transmission operation relate to concession contracts. For our Brazilian regulated gas transmission operation, the concession arrangement provides the business with the right to operate the asset perpetually. As a result, the asset is amortized over its estimated useful life. For our Brazilian electricity transmission operation, the intangible asset is amortized on a straight-line basis over the life of the contractual arrangement.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in profit or loss when the asset is derecognized.

(m) Goodwill

Goodwill represents the excess of the price paid for the acquisition of an entity over the fair value of the net tangible and intangible assets and liabilities acquired. Goodwill is allocated to the cash generating unit or units to which it relates. Brookfield Infrastructure identifies cash generating units as identifiable groups of assets that are largely independent of the cash inflows from other assets or groups of assets.

Goodwill is evaluated for impairment annually or more often if events or circumstances indicate there may be impairment. Impairment is determined for goodwill by assessing if the carrying value of a cash generating unit, including the allocated goodwill, exceeds its recoverable amount determined as the greater of the estimated fair value less costs of disposal or the value in use. Impairment losses recognized in respect of a cash generating unit are first allocated to the carrying value of goodwill and any excess is allocated to the carrying amount of assets in the cash generating unit. Any goodwill impairment is charged to profit or loss in the period in which the impairment is identified. Impairment losses on goodwill are not subsequently reversed. In the year of a business acquisition, the recoverability of the acquired goodwill is assessed by revisiting the assumptions of the related underwriting model.

On disposal of a subsidiary, the attributable amount of goodwill is included in the determination of the gain or loss on disposal of the operation.

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(n) Revenue Recognition

Our partnership recognizes revenue when it transfers control of a product or service to a customer.

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties.

Brookfield Infrastructure recognizes revenue when the specific criteria have also been met for each of Brookfield Infrastructure's activities as described below. Cash received by Brookfield Infrastructure from customers is recorded as deferred revenue until revenue recognition criteria are met.

Utilities

Revenue from utilities infrastructure is derived from the transmission of energy and natural gas, and from our commercial and residential distribution operations. Distribution and transmission revenue each contain a single performance obligation that is recognized over time. The connection revenue relating to Brookfield Infrastructure's U.K. regulated distribution operation contains a distinct performance obligation that is recognized over the period that the connection is constructed, based on an input method of progress recognition on the basis that this methodology is most reflective of the underlying transfer of control. Performance obligations relating to commercial and residential distribution operations are satisfied over time as the services are rendered or upon commencement of a finance lease agreement. The payment terms for all of our businesses in the utilities segment require payment upon completion, except for connections income whereby payment is typically collected up-front prior to the completion of any services.

Transport

Revenue from transport infrastructure consists primarily of freight, toll road operations, transportation services revenue, intermodal logistics revenue and from our Australian export terminal operation. These services consist of a single performance obligation and revenue is recognized over time when services are rendered, based primarily on usage or volume during the period. Terminal infrastructure revenue contains both a capacity charge and a handling charge associated with operating the terminal. The terminal infrastructure service contracts contain a performance obligation recognized over time pertaining to capacity for the period the services are provided and for handling services based on tons of coal shipped through the terminal when service is provided. Intermodal logistics revenues including the leasing of intermodal containers and chassis are classified as either operating or finance leases with revenue recognized over the life of the contract. The payment terms for all of our businesses in the transport segment require payment upon completion of the underlying transportation service.

Midstream

Revenue from midstream infrastructure consists primarily of midstream and storage services. Natural gas midstream services revenue consists of a single performance obligation and is recognized over time as services are rendered, based primarily on volume throughput or contracted capacity. Revenue associated with the sale of raw materials consists of a single performance obligation and is recognized upon delivery. Gas storage revenues contain both a capacity charge and a variable charge, however the associated services are highly interdependent and represent a single performance obligation that is satisfied over time as the services are provided. The payment terms for all of our businesses in the midstream segment require payment upon completion of the underlying service within a given period.

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Data

Revenues from data transmission and distribution operations are derived from contracts with media broadcasting and telecom customers to access infrastructure, and revenue from data storage operations are generated from providing data storage services to enterprise customers. These contracts consist of performance obligations that are satisfied over time in accordance with the underlying agreements. The payment terms require upfront and recurring payments to utilize space on towers to host the customers' equipment at our data transmission and distribution operations, and to receive dedicated or collocated data storage services, mainly leased space and power, at our data storage operations. The differing payment terms do not constitute separate performance obligations as revenue is recognized over time for the period the services are provided.

(o) Financial Instruments and Hedge Accounting

(i) Financial Instrument Classification

Our partnership classifies cash and cash equivalents and accounts receivable and other as amortized cost. Additionally, our partnership maintains a portfolio of marketable securities comprised of liquid equity and debt securities. The marketable securities are classified either as fair value through other comprehensive income ("FVTOCI") or fair value through profit or loss ("FVTPL"). Derivative assets are classified as FVTPL, except for derivatives in certain hedging relationships. Other financial assets are classified as either amortized cost or FVTOCI.

Financial assets classified as FVTPL or FVTOCI are subsequently measured at fair value at each reporting date. For financial assets classified as FVTPL, the change in fair value is recorded through profit or loss. For financial assets classified as FVTOCI, the change in fair value is recorded in other comprehensive income. The cumulative gains or losses related to FVTOCI equity instruments are not reclassified to profit or loss on disposal, whereas the cumulative gains or losses on all other FVTOCI assets are reclassified to profit or loss on disposal. For financial instruments at amortized cost or debt instruments at FVTOCI, the partnership assesses if there have been significant increases in credit risk since initial recognition to determine whether lifetime or 12-month expected credit losses should be recognized. Any related loss allowances are recorded through profit or loss.

Borrowings, accounts payable and other, and preferred shares are classified as amortized cost, except for derivatives embedded in related financial instruments. Embedded derivatives and any other derivative liabilities are classified as FVTPL and are subsequently measured at fair value, except for derivatives in certain hedging relationships. Other financial liabilities are classified as either FVTPL or amortized cost.

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(ii) Hedge Accounting

Brookfield Infrastructure selectively utilizes derivative financial instruments primarily to manage financial risks, including interest rate and foreign exchange risks. Derivative financial instruments are recorded at fair value. Hedge accounting is applied when the derivative is designated as a hedge of a specific exposure and that the hedging relationship meets all of the hedge effectiveness requirements. Hedge accounting is discontinued prospectively when the derivative no longer qualifies as a hedge or the hedging relationship is terminated. Once discontinued, the cumulative change in fair value of a derivative that was previously recorded in other comprehensive income by the application of hedge accounting is recognized in profit or loss over the remaining term of the original hedging relationship as amounts related to the hedged item are recognized in profit or loss. The assets or liabilities relating to unrealized mark-to-market gains and losses on derivative financial instruments are recorded in financial assets and financial liabilities, respectively.

Realized and unrealized gains and losses on foreign exchange contracts, designated as hedges of currency risks relating to a net investment in a subsidiary with a functional currency other than the U.S. dollar are included in equity and are included in net income in the period in which the subsidiary is disposed of or to the extent partially disposed and control is not retained. Derivative financial instruments that are designated as hedges to offset corresponding changes in the fair value of assets and liabilities and cash flows are measured at estimated fair value with changes in fair value recorded in profit or loss or as a component of equity as applicable.

Unrealized gains and losses on interest rate contracts designated as hedges of future variable interest payments are included in equity as a cash flow hedge when the interest rate risk relates to an anticipated variable interest payment. The periodic exchanges of payments on interest rate swap contracts designated as hedges of debt are recorded on an accrual basis as an adjustment to interest expense.

(p) Income Taxes

Income tax expense represents the sum of the tax accrued in the period and deferred income tax.

(i) Current income tax

Current income tax assets and liabilities are measured at the amount expected to be paid to tax authorities, net of recoveries based on the tax rates and laws enacted or substantively enacted at the reporting date. Current income tax relating to items recognized directly in partnership capital and other comprehensive income are also recognized directly in partnership capital and other comprehensive income, respectively.

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(ii) Deferred income tax

Deferred income tax liabilities are provided for using the liability method on temporary differences between the tax bases used in the computation of taxable income and carrying amounts of assets and liabilities in the consolidated financial statements. Deferred income tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that deductions, tax credits and tax losses can be utilized. Such deferred income tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income, other than in a business combination. The carrying amount of deferred income tax assets are reviewed at each reporting date and reduced to the extent it is no longer probable that the income tax asset will be recovered.

Deferred income tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where Brookfield Infrastructure is able to control the reversal of the temporary difference and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred income tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable income against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred income tax liabilities and assets reflect the tax consequences that would follow from the manner in which Brookfield Infrastructure expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority within a single taxable entity or Brookfield Infrastructure intends to settle its current tax assets and liabilities on a net basis in the case where there exist different taxable entities in the same taxation authority and when there is a legally enforceable right to set off current tax assets against current tax liabilities.

(q) Assets Held for Sale

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the non-current asset or disposal group is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification subject to limited exceptions.

When Brookfield Infrastructure is committed to a sale plan involving loss of control of a subsidiary, all of the assets and liabilities of that subsidiary are classified as held for sale when the criteria described above are met, regardless of whether Brookfield Infrastructure will retain a non-controlling interest in its former subsidiary after the sale.

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Non-current assets and disposal groups classified as held for sale are measured at the lower of their previous carrying amount and fair value less costs to sell.

Non-current assets classified as held for sale and the assets of a disposal group are presented separately from other assets in the Consolidated Statements of Financial Position and are classified as current. The liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the Consolidated Statements of Financial Position.

Once classified as held for sale, property, plant and equipment and intangible assets are not depreciated or amortized, respectively.

(r) Provisions

Provisions are recognized when Brookfield Infrastructure has a present obligation, either legal or constructive, as a result of a past event, it is probable that Brookfield Infrastructure will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

(s) Significant Accounting Judgments and Key Sources of Estimation Uncertainty

The preparation of financial statements requires management to make significant judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses that are not readily apparent from other sources, during the reporting period. These estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Significant judgments and estimates made by management and utilized in the normal course of preparing Brookfield Infrastructure's consolidated financial statements are outlined below.

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(i) Common control transactions

IFRS 3 (2008) *Business Combinations* does not include specific measurement guidance for transfers of businesses or subsidiaries between entities under common control. Accordingly, Brookfield Infrastructure has developed a policy to account for such transactions taking into consideration other guidance in the IFRS framework and pronouncements of other standard-setting bodies. Brookfield Infrastructure's policy is to record assets and liabilities recognized as a result of transactions between entities under common control at the carrying value on the transferor's financial statements, and to have the Consolidated Statements of Financial Position, Consolidated Statements of Operating Results, Consolidated Statements of Comprehensive Income and Statements of Cash Flows reflect the results of combining entities for all periods presented for which the entities were under the transferor's common control, irrespective of when the combination takes place.

(ii) Financial instruments

Brookfield Infrastructure's accounting policies relating to derivative financial instruments are described in Note 3(n), Financial Instruments and Hedge Accounting. The significant judgments inherent in these policies relate to applying the criteria to the assessment of the effectiveness of hedging relationships. Estimates and assumptions used in determining the fair value of financial instruments are equity and commodity prices; future interest rates; the credit worthiness of the company relative to its counterparties; the credit risk of our partnership and counterparty; estimated future cash flows; and discount rates.

(iii) Revaluation of property, plant and equipment

Property, plant and equipment is revalued on a regular basis. The significant estimates and assumptions underlying the valuation of property, plant and equipment are set out in Note 14, Property, Plant and Equipment.

(iv) Fair values in business combinations

Brookfield Infrastructure accounts for business combinations using the acquisition method of accounting. This method requires the application of fair values for both the consideration given and the assets and liabilities acquired. The calculation of fair values is often predicated on estimates and judgments including future cash flows discounted at an appropriate rate to reflect the risk inherent in the acquired assets and liabilities (refer to Note 7, Acquisition of Businesses for details of business combinations). The determination of the fair values may remain provisional for up to 12 months from the date of acquisition due to the time required to obtain independent valuations of individual assets and to complete assessments of provisions. When the accounting for a business combination has not been completed as at the reporting date, this is disclosed in the financial statements, including observations on the estimates and judgments made as of the reporting date.

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(v) *Assets held for sale*

Brookfield Infrastructure applies judgment to determine whether an asset or disposal group is available for immediate sale in its present condition and that its sale is highly probable and therefore should be classified as held for sale at the balance sheet date. Conditions that support a highly probable sale include the following: an appropriate level of management is committed to a plan to sell the asset or disposal group, an active program to locate a buyer is initiated, the asset is being actively marketed for sale at a price reasonable in relation to its fair value, the sale is highly probably within 12 months of classification as held for sale, and actions required to complete the plan indicate that it is unlikely that plan will be significantly changed or withdrawn.

(vi) *Impairment of goodwill, intangibles with indefinite lives and investment in associates and joint ventures*

The impairment assessment of goodwill and intangible assets with indefinite lives requires estimation of the value-in-use or fair value less costs of disposal of the cash-generating units or groups of cash generating units to which goodwill or the intangible asset has been allocated. Brookfield Infrastructure uses the following critical assumptions and estimates: the circumstances that gave rise to the goodwill, timing and amount of future cash flows expected from the cash-generating units; discount rates; terminal capitalization rates; terminal valuation dates and useful lives.

The impairment assessment of investments in associates and joint ventures requires estimation of the recoverable amount of the asset.

Other estimates utilized in the preparation of our partnership's financial statements are: depreciation and amortization rates and useful lives; recoverable amount of goodwill and intangible assets; ability to utilize tax losses and other tax measurements.

Recently adopted accounting standards

Brookfield Infrastructure applied new and revised standards issued by the IASB which are applicable to our partnership beginning on or after January 1, 2024. The impact of these amendments on our partnership's accounting policies are as follows:

Amendments to IAS 1 – Classification of Liabilities as Current or Non-current

The amendments to IAS 1 clarify how to classify debt and other liabilities as current or non-current. The amendments are applied retrospectively for annual periods beginning on or after January 1, 2024, and has been adopted as of this date. The amendment did not have a material impact on the financial position of the partnership.

International Tax Reform – Pillar Two Model Rules (Amendments to IAS 12)

The partnership operates in countries, including Canada, which have enacted new legislation to implement the global minimum top-up tax, effective from January 1, 2024. The partnership has applied a temporary mandatory relief from recognizing and disclosing deferred taxes in connection with the global minimum top-up tax and will account for it as a current tax when it is incurred. There is no material current tax impact for the year ended December 31, 2024. The global minimum top-up tax is not anticipated to have a significant impact on the financial position of the partnership.

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Future accounting policies

IAS 18 - Presentation and Disclosure in Financial Statements (“IFRS 18”)

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure of Financial Statements. IFRS 18 is effective for periods beginning on or after January 1, 2027, with early adoption permitted. IFRS 18 is expected to improve the quality of financial reporting by requiring defined subtotals in the statement of profit or loss, requiring disclosure about management-defined performance measures, and adding new principles for aggregation and disaggregation of information. The partnership is in the process of determining the impact of the amendments on its consolidated financial statements.

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NOTE 4. SEGMENT INFORMATION

IFRS 8, *Operating Segments*, requires operating segments to be determined based on information that is regularly reviewed by the Executive Management and the Board of Directors for the purpose of allocating resources to the segment and to assess its performance. The Chief Operating Decision Maker (“CODM”) uses Funds from Operations (“FFO”) in assessing performance and in making resource allocation decisions, which enable the determination of return on the equity deployed. We define FFO as net income excluding the impact of depreciation and amortization, deferred income taxes, mark-to-market gains (losses) and other income (expenses) that are not related to the revenue earning activities and are not normal, recurring cash operating items necessary for business operations.

FFO includes balances attributable to the partnership generated by investments in associates and joint ventures accounted for using the equity method and excludes amounts attributable to non-controlling interests based on the economic interests held by non-controlling interests in consolidated subsidiaries.

FOR THE YEAR ENDED DECEMBER 31, 2024 US\$ MILLIONS	Total attributable to Brookfield Infrastructure						Contribution from investments in associates	Attributable to non- controlling interest	As per IFRS ⁽¹⁾
	Utilities	Transport	Midstream	Data	Corporate	Total			
Revenues ⁽²⁾	\$ 2,667	\$ 2,505	\$ 1,667	\$ 903	\$ —	\$ 7,742	\$ (1,973)	\$ 15,270	\$ 21,039
Costs attributed to revenues ⁽³⁾	(1,415)	(859)	(693)	(306)	—	(3,273)	580	(9,339)	(12,032)
General and administrative costs	—	—	—	—	(405)	(405)	—	—	(405)
Other (expense) income	(118)	(23)	(5)	2	198	54	59	(351)	(238)
Interest expense	(374)	(399)	(344)	(266)	(267)	(1,650)	393	(2,130)	(3,387)
FFO	760	1,224	625	333	(474)	2,468			
Depreciation and amortization						(1,681)	468	(2,431)	(3,644)
Deferred taxes						57	(22)	289	324
Mark-to-market on hedging items and other						(453)	56	(16)	(413)
Share of earnings from associates						—	439	—	439
Net income attributable to non-controlling interest						—	—	(1,292)	(1,292)
Net income attributable to partnership⁽⁴⁾						\$ 391	\$ —	\$ —	\$ 391

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FOR THE YEAR ENDED DECEMBER 31, 2023 US\$ MILLIONS	Total attributable to Brookfield Infrastructure						Contribution from investments in associates	Attributable to non- controlling interest	As per IFRS financials ⁽¹⁾
	Utilities	Transport	Midstream	Data	Corporate	Total			
Revenues ⁽²⁾	\$ 2,655	\$ 2,065	\$ 1,736	\$ 668	\$ —	\$ 7,124	\$ (2,125)	\$ 12,932	\$ 17,931
Costs attributed to revenues ⁽³⁾	(1,328)	(830)	(741)	(221)	—	(3,120)	783	(8,394)	(10,731)
General and administrative costs	—	—	—	—	(413)	(413)	—	—	(413)
Other (expense) income	(115)	(11)	(23)	—	186	37	47	(336)	(252)
Interest expense	(333)	(336)	(288)	(172)	(211)	(1,340)	372	(1,533)	(2,501)
FFO	879	888	684	275	(438)	2,288			
Depreciation and amortization						(1,429)	477	(1,787)	(2,739)
Deferred taxes						(30)	(18)	43	(5)
Mark-to-market on hedging items and other						(397)	5	91	(301)
Share of earnings from associates						—	459	—	459
Net income attributable to non-controlling interest						—	—	(1,016)	(1,016)
Net income attributable to partnership ⁽⁴⁾						\$ 432	\$ —	\$ —	\$ 432

FOR THE YEAR ENDED DECEMBER 31, 2022 US\$ MILLIONS	Total attributable to Brookfield Infrastructure						Contribution from investments in associates	Attributable to non- controlling interest	As per IFRS financials ⁽¹⁾
	Utilities	Transport	Midstream	Data	Corporate	Total			
Revenues ⁽²⁾	\$ 1,872	\$ 1,855	\$ 1,661	\$ 586	\$ —	\$ 5,974	\$ (2,470)	\$ 10,923	\$ 14,427
Costs attributed to revenues ⁽³⁾	(771)	(773)	(724)	(241)	—	(2,509)	1,241	(7,084)	(8,352)
General and administrative costs	—	—	—	—	(433)	(433)	—	—	(433)
Other (expense) income	(86)	(6)	(3)	7	134	46	29	(313)	(238)
Interest expense	(276)	(282)	(191)	(113)	(129)	(991)	314	(1,178)	(1,855)
FFO	739	794	743	239	(428)	2,087			
Depreciation and amortization						(1,282)	507	(1,383)	(2,158)
Deferred taxes						(113)	(15)	42	(86)
Mark-to-market on hedging items and other						(285)	382	(39)	58
Share of earnings from associates						—	12	—	12
Net income attributable to non-controlling interest						—	—	(968)	(968)
Net income attributable to partnership ⁽⁴⁾						\$ 407	\$ —	\$ —	\$ 407

- (1) The above table reconciles Brookfield Infrastructure's share of results to our partnership's Consolidated Statements of Operating Results on a line by line basis by aggregating the components comprising the earnings from our partnership's investments in associates and reflecting the portion of each line item attributable to non-controlling interests.
- (2) Revenues on a consolidated basis were \$8,295 million (2023: \$7,862 million, 2022: \$5,238 million) from our utilities segment, \$4,969 million (2023: \$3,897 million, 2022: \$3,533 million) from our transport segment, \$4,352 million (2023: \$4,205 million, 2022: \$3,957 million) from our midstream segment and \$3,423 million (2023: \$1,967 million, 2022: \$1,699 million) from our data segment.
- (3) Costs attributed to revenues exclude depreciation and amortization expense. Refer to Note 24, Direct Operating Costs, for further details.
- (4) Includes net income attributable to limited partners, the general partner, non-controlling interests - Redeemable Partnership Units held by Brookfield, non-controlling interests - Exchange LP Units, non-controlling interests - BIPC exchangeable LP units and non-controlling interests - BIPC exchangeable shares and class A.2 exchangeable shares.

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Segment assets

For the purpose of monitoring segment performance and allocating resources between segments, the CODM monitors the assets, including investments accounted for using the equity method, attributable to each segment.

The following is an analysis of Brookfield Infrastructure's assets by reportable operating segment:

AS AT DECEMBER 31, 2024 US\$ MILLIONS	Total Attributable to Brookfield Infrastructure						Contribution from investments in associates	Attributable to non- controlling interest	Working capital adjustment and other	As per IFRS financials ⁽¹⁾
	Utilities	Transport	Midstream	Data	Corporate	Brookfield Infrastructure				
Total assets	\$ 8,911	\$ 11,720	\$ 9,658	\$ 9,358	\$ (2,731)	\$ 36,916	\$ (7,534)	\$ 66,461	\$ 8,747	\$ 104,590

AS AT DECEMBER 31, 2023 US\$ MILLIONS	Total Attributable to Brookfield Infrastructure						Contribution from investments in associates	Attributable to non- controlling interest	Working capital adjustment and other	As per IFRS financials ⁽¹⁾
	Utilities	Transport	Midstream	Data	Corporate	Brookfield Infrastructure				
Total assets	\$ 9,035	\$ 11,840	\$ 9,918	\$ 7,511	\$ (2,480)	\$ 35,824	\$ (7,580)	\$ 62,732	\$ 9,808	\$ 100,784

(1) The above table provides each segment's assets in the format that management organizes its reporting segments to make operating decisions and assess performance. Each segment is presented based on our partnership's share of total assets, taking into account Brookfield Infrastructure's ownership in operations using consolidation and the equity method whereby our partnership either controls or exercises significant influence over the investment, respectively. The above table reconciles Brookfield Infrastructure's share of total assets to total assets presented on our partnership's Consolidated Statements of Financial Position by removing net liabilities contained within investments in associates and joint ventures and reflecting the assets attributable to non-controlling interests, and adjusting for working capital assets which are netted against working capital liabilities.

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Geographic Information

Revenues from external customers

Substantially all of our partnership's revenues are recognized over time as services are rendered. The following table disaggregates revenues by geographical region:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
United States	\$ 5,098	\$ 4,175	\$ 2,840
Canada	4,763	4,611	4,438
India	2,518	1,945	1,878
United Kingdom	2,417	2,194	1,604
Brazil	1,416	1,522	1,538
Colombia	1,153	996	900
France	749	442	—
Australia	543	678	666
Germany	312	185	107
Other	2,070	1,183	456
	<u>\$21,039</u>	<u>\$17,931</u>	<u>\$14,427</u>

Brookfield Infrastructure's customer base is comprised predominantly of investment grade companies. Our revenues are well diversified by region and counterparty. For the year ended December 31, 2024, no customer made up greater than 10% of our partnership's consolidated revenues. For 2023 no customer made up greater than 10% of our partnership's consolidated revenues and for 2022, one customer within the utilities and data segments generated greater than 10% of our partnership's consolidated revenues of \$1,501 million. Our partnership has completed a review of the credit risk of key counterparties. Based on their liquidity position, business performance, and aging of our accounts receivable, we do not have any significant changes in expected credit losses at this time.

Non-current assets

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Canada	\$ 21,519	\$ 23,114
United States	22,106	17,702
United Kingdom	11,902	11,535
India	11,816	9,669
Brazil	5,216	5,237
France	5,017	5,153
Australia	3,258	3,826
Switzerland	1,897	2,197
Singapore	2,092	1,687
Colombia	1,175	1,288
Other	8,985	11,397
	<u>\$ 94,983</u>	<u>\$ 92,805</u>

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NOTE 5. DISPOSITION OF BUSINESSES

Dispositions Completed in 2024

a) Disposition of a subsidiary of our Australian port operation

During the first and second quarters of 2024, our Australian port operation sold interests in several of its subsidiaries. The sales resulted in net proceeds of approximately \$20 million (Australian port operation consortium of approximately \$75 million). Our partnership recognized a gain on sale of approximately \$6 million (Australian port operation consortium total of approximately \$25 million) in other income (expense) on the Consolidated Statement of Operating Results.

Dispositions Completed in 2023

a) Partial disposition of our Indian telecom tower operation

During the third quarter of 2023, our partnership sold a portion of its interest in our Indian telecom tower operation. The sale resulted in net proceeds of approximately \$35 million to the partnership (Indian telecom tower operation consortium of approximately \$124 million). Our partnership recognized a gain on sale of approximately \$20 million directly in equity in the Consolidated Statement of Partnership Capital.

b) Disposition of our Indian toll roads operation

On June 15, 2023, Brookfield Infrastructure, alongside institutional partners (collectively, the “Indian toll roads consortium”) completed the sale of its interest in its Indian toll roads operation. The sale resulted in net proceeds of approximately \$180 million (Indian toll road consortium total of approximately \$600 million). Our partnership recognized a gain on sale of approximately \$100 million (Indian toll roads consortium total of approximately \$340 million) in other income (expense) on the Consolidated Statement of Operating Results.

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NOTE 6. ASSETS AND LIABILITIES CLASSIFIED AS HELD FOR SALE

In December 2024, Brookfield Infrastructure agreed to the sale of a 33% minority equity interest in a subsidiary of our global intermodal logistics operation, which owns and leases stabilized intermodal container assets to customers, for net proceeds of approximately \$430 million (\$116 million to the partnership). Our global intermodal logistics operation will retain a 67% interest as an investment in associate and continue to manage the subsidiary under a management agreement. As a result, the assets and liabilities of the subsidiary were classified as held for sale as at December 31, 2024.

The major classes of assets and liabilities classified as held for sale are as follows:

US\$ MILLIONS	Dec. 31, 2024
Assets	
Accounts receivable and other current assets	42
Current assets	42
Property, plant and equipment	1,775
Intangible assets	105
Other non-current assets	36
Total assets classified as held for sale	\$ 1,958
Liabilities	
Accounts payable and other liabilities	\$ 12
Non-recourse borrowings	1,197
Total liabilities associated with assets held for sale	1,209
Net assets classified as held for sale	\$ 749

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 7. ACQUISITION OF BUSINESSES

Acquisitions Completed in 2024

(a) Acquisition of Brazilian electricity transmission operation

On December 23, 2024, Brookfield Infrastructure, alongside institutional partners (the “Chimarrão consortium”), exercised its option to acquire an additional 15% interest in Chimarrão Transmissora de Energia S.A. (“Chimarrão”), a Brazilian electricity transmission operation, for \$22 million (Chimarrão consortium - \$72 million), increasing Brookfield Infrastructure’s effective ownership in Chimarrão to 31% (Chimarrão consortium total of 100%). Prior to December 23, 2024, our partnership’s existing interest in Chimarrão was accounted for using the equity method.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 22
Pre-existing interest in businesses	33
Total consideration	\$ 55

Fair value of assets and liabilities acquired (provisional)⁽¹⁾:

US\$ MILLIONS

Cash and cash equivalents	\$ 11
Accounts receivable and other	22
Intangible assets	619
Accounts payable and other liabilities	(52)
Non-recourse borrowings	(359)
Deferred income tax liabilities	(63)
Net assets acquired before non-controlling interest	178
Non-controlling interest ⁽²⁾	(123)
Net assets acquired	55

(1) The fair values of certain acquired assets and liabilities for these operations have been determined on a provisional basis given the proximity of the acquisitions to the reporting date, pending finalization of the determination of the fair values of the acquired assets and liabilities. Our partnership is in the process of obtaining additional information primarily in order to assess the fair values of intangible assets and deferred income taxes as at the date of the acquisition.

(2) Non-controlling interest represents the interest not acquired by Brookfield Infrastructure, measured at fair value at the acquisition dates.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(b) Acquisition of an Indian telecom tower operation

On September 12, 2024, Brookfield Infrastructure, alongside institutional partners (the “ATC India consortium”), completed the acquisition of ATC Telecom Infrastructure Private Limited (“ATC India”), an Indian telecom tower operation for total consideration of approximately \$2.0 billion. The partnership contributed approximately \$140 million of equity capital (ATC India consortium - \$0.8 billion), with the balance funded through acquisition debt. The portfolio will operate alongside our existing telecom tower operations in India with the partnership holding an effective 16% interest in ATC India. Concurrently, Brookfield Infrastructure entered into a voting agreement with an affiliate of Brookfield, providing Brookfield Infrastructure the right to direct the relevant activities of the entity, thereby providing Brookfield Infrastructure with control. Accordingly, Brookfield Infrastructure consolidated the entity effective September 12, 2024. Acquisition costs of approximately \$5 million were recorded as other income (expense) within the Consolidated Statement of Operating Results.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 2,041
Total consideration	<u>\$ 2,041</u>

Fair value of assets and liabilities acquired (provisional)⁽¹⁾:

US\$ MILLIONS

Cash and cash equivalents	\$ 368
Accounts receivable and other	415
Property, plant and equipment	1,785
Intangible assets	582
Goodwill	294
Accounts payable and other liabilities	(344)
Lease liabilities	(778)
Non-recourse borrowings	(119)
Deferred income tax liabilities	(162)
Net assets acquired	<u>\$ 2,041</u>

(1) The fair values of certain acquired assets and liabilities for these operations have been determined on a provisional basis given the proximity of the acquisitions to the reporting date, pending finalization of the determination of the fair values of the acquired assets and liabilities. Our partnership is in the process of obtaining additional information primarily in order to assess the fair values of property, plant and equipment, intangible assets, deferred income taxes and the resulting impact to goodwill as at the date of the acquisition.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The partnership acquired property, plant, and equipment of \$1.8 billion, including \$0.8 billion of remeasured lease assets. The property, plant and equipment was valued using the depreciated replacement cost method with key inputs of replacement cost and remaining economic life. The remeasured lease assets were valued based on the present value of future lease payments over the remaining lease term, with key inputs of lease term, lease payments and discount rate. Additionally, the partnership acquired \$0.6 billion of intangible assets, primarily composed of customer relationships. The acquired customer relationship assets were valued with key inputs of revenue growth rates, customer attrition rates, and a discount rate determined using a capital asset pricing model and have an estimated useful life of 20 years.

The goodwill recorded on acquisition is largely reflective of potential to achieve growth over time, supported by underlying growth and expansion of the services we provide and markets we operate in. The goodwill recognized is not deductible for income tax purposes.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(c) Acquisition of a North American Retail Colocation Data Center Business

On January 12, 2024, Brookfield Infrastructure, through our North American retail colocation data center operation subsidiary, completed the acquisition of Cyxtera Technologies Inc. (“Cyxtera”) for \$0.8 billion. Brookfield Infrastructure consolidated the entity effective January 12, 2024 with the partnership having an effective 29% interest in Cyxtera through our existing interest in our North American retail colocation data center operation. Upon closing of the acquisition, Brookfield Infrastructure recorded a bargain purchase gain of \$0.6 billion (\$0.2 billion to the partnership) in other income (expense) within the Consolidated Statement of Operating Results, as the net assets acquired of \$1.4 billion exceeded the purchase price of \$0.8 billion. Acquisition costs of approximately \$50 million were recorded as other income (expense) within the Consolidated Statement of Operating Results.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 803
Total consideration	<u>\$ 803</u>

Fair value of assets and liabilities acquired (provisional)⁽¹⁾:

US\$ MILLIONS

Cash and cash equivalents	\$ 14
Accounts receivable and other	140
Property, plant and equipment	2,432
Intangible assets	379
Assets held for sale	270
Accounts payable and other liabilities	(248)
Lease liabilities	(1,331)
Liabilities held for sale	(70)
Deferred income tax liabilities	(229)
Net assets acquired	<u>\$ 1,357</u>
Bargain purchase gain	<u>\$ 554</u>

(1) The fair values of certain acquired assets and liabilities for these operations have been determined on a provisional basis given the proximity of the acquisition to the reporting date, pending finalization of the determination of the fair values of the acquired assets and liabilities. Our partnership is in the process of obtaining additional information in order to assess the fair values of property, plant, and equipment, intangible assets, deferred income taxes and the resulting impact to the bargain purchase gain on the date of the acquisition.

The partnership acquired property, plant and equipment of \$2.4 billion, including \$0.8 billion of land and equipment, \$1.3 billion of remeasured lease assets and \$0.3 billion of favourable lease assets. The equipment was valued using the depreciated replacement cost method with key inputs of replacement cost and remaining economic life. The remeasured lease assets were valued based on the present value of future lease payments over the lease term, with key inputs of lease term, lease payments and discount rate. The favourable lease assets were valued based on the difference between the contractual lease terms and market terms, key inputs include market rent rates, rental growth rate and discount rate. Additionally, the partnership acquired \$0.4 billion of intangible assets, primarily composed of customer relationships. The acquired customer relationship assets were valued with key inputs of revenue growth rates, customer attrition rates, and a discount rate determined using a capital asset pricing model.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Supplemental Information

Had the acquisitions of Chimarrão, ATC India, and Cyxtera had been effective January 1, 2024, the revenue and net income of Brookfield Infrastructure would have increased by approximately \$850 million and \$110 million, respectively, for the year ended December 31, 2024.

In determining the pro-forma revenue and net income attributable to our partnership, management has:

- Calculated depreciation of property, plant and equipment and amortization of intangible assets acquired on the basis of the fair values at the time of the business combination rather than the carrying amounts recognized in the pre-acquisition financial statements and;
- Based borrowing costs on the funding levels, credit ratings and debt and equity position of Brookfield Infrastructure after the business combination.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Acquisitions Completed in 2023

(a) Acquisition of a Global Intermodal Logistics Operation

On September 28, 2023, Brookfield Infrastructure, through its subsidiary Brookfield Infrastructure Corporation and alongside institutional partners (the “Triton consortium”) completed the acquisition of Triton International Limited (“Triton”), the world’s largest owner and lessor of intermodal shipping containers, for consideration of \$1.2 billion (Triton consortium - \$4.5 billion). The partnership has an effective 28% interest in Triton. Concurrently, BIPC entered into a voting agreement with an affiliate of Brookfield, providing BIPC the right to direct the relevant activities of the entity, thereby providing BIPC with control. Accordingly, Brookfield Infrastructure consolidated the entity effective September 28, 2023. Acquisition costs of approximately \$49 million were recorded as other income (expense) within the Consolidated Statement of Operating Results.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 350
BIPC exchangeable shares	751
Pre-existing interest in the business	55
Total consideration	<u>\$ 1,156</u>

Fair value of assets and liabilities acquired:

US\$ MILLIONS

Cash and cash equivalents	\$ 491
Accounts receivable and other ⁽¹⁾	1,871
Property, plant and equipment	8,811
Intangible assets	710
Goodwill	1,163
Accounts payable and other liabilities	(408)
Non-recourse borrowings	(7,041)
Deferred income tax liabilities	(444)
Net assets acquired before non-controlling interest	5,153
Non-controlling interest ⁽²⁾	(3,997)
Net assets acquired	<u>\$ 1,156</u>

(1) Accounts receivable and other primarily comprised of finance lease receivables, trade receivables, and other financial assets.

(2) Non-controlling interest includes \$641 million of preferred equity instruments transferred as part of the acquisition, remaining balance represents the interest not acquired by Brookfield Infrastructure, measured at fair value at the acquisition dates.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The partnership acquired intangible assets of \$0.7 billion, comprising of customer relationships, brand and technology. The customer relationships acquired in the transaction were valued using a discounted cash flow model and have estimated useful lives of 50 years. The acquired customer relationship assets were valued with key inputs of revenue growth rates, customer attrition rates, and a discount rate determined using a capital asset pricing model. The brand and technology acquired were valued using a discounted cash flow model and have estimated useful lives ranging between 10 to 50 years with the key inputs being technology migration factors, revenue growth rates, after-tax royalty rates and a discount rate determined using a capital asset pricing model.

The goodwill recorded on acquisition is largely reflective of Triton’s potential to achieve fleet growth over time, supported by underlying global economic growth and expansion of the services we provide and markets we operate in. The goodwill recognized is not deductible for income tax purposes.

(b) Acquisition of a European Hyperscale Data Center Platform

On August 1, 2023, Brookfield Infrastructure, alongside institutional partners (the “Data4 consortium”) completed the acquisition of Data4, a high-quality hyperscale data center platform across Europe, for consideration of \$0.6 billion (Data4 consortium - \$3 billion). The partnership has an effective 19% interest in Data4. Concurrently, Brookfield Infrastructure entered into a voting agreement with an affiliate of Brookfield, providing Brookfield Infrastructure the right to direct the relevant activities of the entity, thereby providing Brookfield Infrastructure with control. Accordingly, Brookfield Infrastructure consolidated the entity effective August 1, 2023. Acquisition costs of approximately \$24 million were recorded as other income (expense) within the Consolidated Statement of Operating Results.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 566
Total consideration	\$ 566

Fair value of assets and liabilities acquired:

US\$ MILLIONS

Cash and cash equivalents	\$ 189
Accounts receivable and other	287
Property, plant and equipment	35
Investment properties	3,244
Intangible assets	6
Goodwill	779
Accounts payable and other liabilities	(229)
Non-recourse borrowings	(845)
Deferred income tax liabilities	(418)
Net assets acquired before non-controlling interest	3,048
Non-controlling interest ⁽¹⁾	(2,482)
Net assets acquired	\$ 566

(1) Non-controlling interest represents the interest not acquired by Brookfield Infrastructure, measured at fair value at the acquisition dates.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The goodwill recorded on acquisition is largely reflective of potential capacity and customer growth, arising from the business' position as one of the leading data storage providers in Europe, and the increasing rate of global data consumption. The goodwill recognized is not deductible for income tax purposes.

(c) Acquisition of Brazilian electricity transmission operation

On May 2, 2023, Brookfield Infrastructure, alongside institutional partners (the "Sertaneja consortium"), exercised its option to acquire an additional 15% interest in Transmissora Sertaneja de Electricidade S.A. ("Sertaneja"), a Brazilian electricity transmission operation, for \$35 million (Sertaneja consortium - \$114 million), increasing Brookfield Infrastructure's effective ownership in Sertaneja to 31% (Sertaneja consortium total of 100%). Prior to May 2, 2023, our partnership's existing interest in Sertaneja was accounted for using the equity method.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 35
Pre-existing interest in businesses	35
Total consideration	\$ 70

Fair value of assets and liabilities acquired:

US\$ MILLIONS

Cash and cash equivalents	\$ 36
Accounts receivable and other	9
Intangible assets	477
Goodwill	25
Accounts payable and other liabilities	(44)
Non-recourse borrowings	(192)
Deferred income tax liabilities	(83)
Net assets acquired before non-controlling interest	228
Non-controlling interest ⁽¹⁾	(158)
Net assets acquired	\$ 70

(1) Non-controlling interest represents the interest not acquired by Brookfield Infrastructure, measured at fair value at the acquisition dates.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(d) Acquisition of a North American and European residential decarbonization infrastructure business

On January 4, 2023, Brookfield Infrastructure, alongside institutional partners (the “HomeServe consortium”), completed the acquisition of HomeServe PLC (“HomeServe”), a residential decarbonization infrastructure business operating in North America and Europe. Total consideration paid was \$1.2 billion (HomeServe consortium - \$4.9 billion). The partnership has an effective 26% and 25% interest in HomeServe’s North American and European businesses, respectively. Concurrently, Brookfield Infrastructure entered into a voting agreement with an affiliate of Brookfield, providing Brookfield Infrastructure the right to direct the relevant activities of the entity, thereby providing Brookfield Infrastructure with control. Accordingly, Brookfield Infrastructure consolidated the entity effective January 4, 2023. Acquisition costs of approximately \$55 million were recorded as other income (expense) within the Consolidated Statement of Operating Results.

Consideration Transferred:

US\$ MILLIONS

Cash	\$ 1,249
Total consideration	<u>\$ 1,249</u>

Fair value of assets and liabilities acquired:

US\$ MILLIONS

Cash and cash equivalents	\$ 205
Accounts receivable and other	827
Property, plant and equipment	118
Intangible assets	2,827
Goodwill	3,338
Accounts payable and other liabilities	(792)
Non-recourse borrowings	(1,006)
Deferred income tax liabilities	(613)
Net assets acquired before non-controlling interest	4,904
Non-controlling interest ⁽¹⁾	(3,655)
Net assets acquired	<u>\$ 1,249</u>

(1) *Non-controlling interest represents the interest not acquired by Brookfield Infrastructure, measured at fair value at the acquisition dates.*

During the measurement period, the partnership recorded a measurement adjustment of approximately \$0.8 billion resulting in a decrease in the fair value of its intangible assets acquired which primarily comprised of customer relationship assets. The customer relationships acquired in the transaction were valued using a discounted cash flow model and were assessed to have estimated useful lives ranging between 10 to 27 years. The acquired customer relationship assets were valued with key inputs of revenue growth rates, customer attrition rates, and a discount rate determined using a capital asset pricing model.

The goodwill recorded on acquisition is largely reflective of HomeServe’s potential to grow its customer base in under-penetrated markets and the ability to leverage operating synergies with our existing residential decarbonization infrastructure platform. The goodwill recognized is not deductible for income tax purposes.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Supplemental Information

Had the acquisition of Triton, Data4, Sertaneja and HomeServe been effective January 1, 2023, the revenue and net income of Brookfield Infrastructure would have increased by approximately \$1,412 million and \$387 million, respectively, for the year ended December 31, 2023.

In determining the pro-forma revenue and net income attributable to our partnership, management has:

- Calculated depreciation of property, plant and equipment and amortization of intangible assets acquired on the basis of the fair values at the time of the business combination rather than the carrying amounts recognized in the pre-acquisition financial statements and;
- Based borrowing costs on the funding levels, credit ratings and debt and equity position of Brookfield Infrastructure after the business combination.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 8. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair values are determined by reference to quoted bid or ask prices, as appropriate. Where bid and ask prices are unavailable, the closing price of the most recent transaction of that instrument is used. In the absence of an active market, fair values are determined based on prevailing market rates such as bid and ask prices, as appropriate for instruments with similar characteristics and risk profiles or internal or external valuation models, such as option pricing models and discounted cash flow analyses, using observable market inputs.

Fair values determined using valuation models require the use of assumptions concerning the amount and timing of estimated future cash flows and discount rates. In determining those assumptions, Brookfield Infrastructure looks primarily to external readily observable market inputs such as interest rate yield curves, currency rates, and price and rate volatilities as applicable. The fair value of interest rate swap contracts which form part of financing arrangements is calculated by way of discounted cash flows using market interest rates and applicable credit spreads.

Classification of Financial Instruments

Financial instruments classified as fair value through profit or loss are carried at fair value on the Consolidated Statements of Financial Position. Changes in the fair values of financial instruments classified as fair value through profit or loss are recognized in profit or loss. Mark-to-market adjustments on hedging items for those in an effective hedging relationship and changes in the fair value of securities designated as fair value through other comprehensive income are recognized in other comprehensive income.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Carrying Value and Fair Value of Financial Instruments

The following table provides the allocation of financial instruments and their associated financial instrument classifications as at December 31, 2024:

US\$ MILLIONS

Financial Instrument Classification

MEASUREMENT BASIS	Fair value through profit or loss	Fair value through OCI	Amortized Cost	Total
Financial assets				
Cash and cash equivalents	\$ —	\$ —	\$ 2,071	\$ 2,071
Accounts receivable and other	—	—	7,130	7,130
Financial assets (current and non-current) ⁽¹⁾	1,214	25	156	1,395
Total	<u>\$ 1,214</u>	<u>\$ 25</u>	<u>\$ 9,357</u>	<u>\$ 10,596</u>
Financial liabilities				
Corporate borrowings	\$ —	\$ —	\$ 4,542	\$ 4,542
Non-recourse borrowings (current and non-current)	—	—	46,552	46,552
Accounts payable and other	—	—	4,344	4,344
Financial liabilities (current and non-current) ⁽¹⁾	414	—	2,366	2,780
Lease liabilities	—	—	5,117	5,117
Preferred shares ⁽²⁾	—	—	20	20
Total	<u>\$ 414</u>	<u>\$ —</u>	<u>\$ 62,941</u>	<u>\$ 63,355</u>

(1) Derivative instruments which are elected for hedge accounting totaling \$582 million are included in financial assets and \$267 million of derivative instruments are included in financial liabilities.

(2) \$20 million of preferred shares issued to subsidiaries of Brookfield.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following table provides the allocation of financial instruments and their associated financial instrument classifications as at December 31, 2023:

US\$ MILLIONS

Financial Instrument Classification

MEASUREMENT BASIS	Fair value through profit or loss	Fair value through OCI	Amortized Cost	Total
Financial assets				
Cash and cash equivalents	\$ —	\$ —	\$ 1,857	\$ 1,857
Accounts receivable and other	—	—	6,660	6,660
Financial assets (current and non-current) ⁽¹⁾	1,391	23	127	1,541
Total	\$ 1,391	\$ 23	\$ 8,644	\$ 10,058
Financial liabilities				
Corporate borrowings	\$ —	\$ —	\$ 4,911	\$ 4,911
Non-recourse borrowings (current and non-current)	—	—	40,904	40,904
Accounts payable and other	—	—	4,350	4,350
Financial liabilities (current and non-current) ⁽¹⁾	578	—	2,297	2,875
Lease liabilities	—	—	3,626	3,626
Preferred shares ⁽²⁾	—	—	20	20
Total	\$ 578	\$ —	\$ 56,108	\$ 56,686

(1) Derivative instruments which are elected for hedge accounting totaling \$507 million are included in financial assets and \$393 million of derivative instruments are included in financial liabilities.

(2) \$20 million of preferred shares issued to subsidiaries of Brookfield.

The following table provides the carrying values and fair values of financial instruments as at December 31, 2024 and December 31, 2023:

US\$ MILLIONS	Dec. 31, 2024		Dec. 31, 2023	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets				
Cash and cash equivalents	\$ 2,071	\$ 2,071	\$ 1,857	\$ 1,857
Accounts receivable and other	7,130	7,130	6,660	6,660
Financial assets (current and non-current)	1,395	1,395	1,541	1,541
Total	\$ 10,596	\$ 10,596	\$ 10,058	\$ 10,058

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	Dec. 31, 2024		Dec. 31, 2023	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial liabilities				
Corporate borrowings ⁽¹⁾	\$ 4,542	\$ 4,533	\$ 4,911	\$ 4,796
Non-recourse borrowings (current and non-current) ⁽²⁾	46,552	46,388	40,904	40,533
Accounts payable and other	4,344	4,344	4,350	4,350
Financial liabilities (current and non-current)	2,780	2,780	2,875	2,875
Preferred shares ⁽³⁾	20	20	20	20
Total	\$ 58,238	\$ 58,065	\$ 53,060	\$ 52,574

(1) Corporate borrowings are classified under level 1 of the fair value hierarchy; quoted prices in an active market are available.

(2) Non-recourse borrowings are classified under level 2 of the fair value hierarchy with the exception of certain borrowings at our U.K. port operation and global intermodal logistics operation, which are classified under level 1. For level 2 fair values, future cash flows are estimated based on observable forward interest rates at the end of the reporting period.

(3) \$20 million of preferred shares issued to subsidiaries of Brookfield.

Hedging Activities

Brookfield Infrastructure uses derivatives and non-derivative financial instruments to manage or maintain exposures to interest and currency risks. For certain derivatives which are used to manage exposures, Brookfield Infrastructure determines whether hedge accounting can be applied. When hedge accounting can be applied, a hedge relationship can be designated as a fair value hedge, cash flow hedge or a hedge of foreign currency exposure of a net investment in a foreign operation with a functional currency other than the U.S. dollar. To qualify for hedge accounting, the derivative must be designated as a hedge of a specific exposure and the hedging relationship must meet all of the hedge effectiveness requirements in accomplishing the objective of offsetting changes in the fair value or cash flows attributable to the hedged risk both at inception and over the life of the hedge. If it is determined that the hedging relationship does not meet all of the hedge effectiveness requirements, hedge accounting is discontinued prospectively.

Cash Flow Hedges

Brookfield Infrastructure uses interest rate swaps to hedge the variability in cash flows related to a variable rate asset or liability and highly probable forecasted issuances of debt. The settlement dates coincide with the dates on which the interest is payable on the underlying debt, and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on debt affect profit or loss. For the year ended December 31, 2024, pre-tax net unrealized loss of \$8 million (2023: Losses of \$466 million, 2022: gains of \$547 million) were recorded in other comprehensive income for the effective portion of the cash flow hedges. As at December 31, 2024, there was a net derivative asset balance of \$312 million relating to derivative contracts designated as cash flow hedges (2023: asset balance of \$141 million).

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Net Investment Hedges

Brookfield Infrastructure uses foreign exchange contracts and foreign currency denominated debt instruments to manage its foreign currency exposures arising from net investments in foreign operations having a functional currency other than the U.S. dollar. For the year ended December 31, 2024, gains of \$41 million (2023: losses of \$34 million, 2022: gains of \$229 million) were recorded in other comprehensive income relating to hedges of net investments in foreign operations. Further, Brookfield Infrastructure received \$11 million (2023: paid \$4 million, 2022: received \$178 million) relating to the settlement of foreign exchange contracts in the period. As at December 31, 2024, there was a net unrealized derivative asset balance of \$3 million relating to derivative contracts designated as net investment hedges (2023: net unrealized derivative liability balance of \$27 million).

Fair Value Hierarchical Levels—Financial Instruments

Fair value hierarchical levels are directly determined by the amount of subjectivity associated with the valuation inputs of these assets and liabilities, and are as follows:

- Level 1 — Inputs are unadjusted, quoted prices in active markets for identical assets or liabilities at the measurement date.
- Level 2 — Inputs other than quoted prices included in Level 1 are either directly or indirectly observable for the asset or liability through correlation with market data at the measurement date and for the duration of the instrument's anticipated life. Fair valued assets and liabilities that are included in this category are primarily certain derivative contracts and other financial assets carried at fair value in an inactive market.
- Level 3 — Inputs reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date. Consideration is given to the risk inherent in the valuation technique and the risk inherent in the inputs to determining the estimate. Fair valued assets and liabilities classified as Level 3 include interest rate swap contracts, derivative contracts, and certain equity securities carried at fair value which are not traded in an active market.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The fair value of our partnership's financial assets and financial liabilities are measured at fair value on a recurring basis. The following table summarizes the valuation techniques and significant inputs for Brookfield Infrastructure's financial assets and financial liabilities:

<u>US\$ MILLIONS</u>	<u>Fair value hierarchy</u>	<u>Dec. 31, 2024</u>	<u>Dec. 31, 2023</u>
Highly liquid securities	Level 1 ⁽¹⁾	\$ 91	\$ 108
Foreign currency forward contracts	Level 2 ⁽²⁾		
Financial asset		\$ 78	\$ 23
Financial liability		17	51
Interest rate swaps & other	Level 2 ⁽²⁾		
Financial asset		\$ 671	\$ 685
Financial liability		312	419
Other contracts	Level 3 ⁽³⁾		
Financial asset		\$ 399	\$ 598
Financial liability		85	108

(1) Valuation technique: Quoted bid prices in an active market.

(2) Valuation technique: Discounted cash flow. Future cash flows are estimated based on observable forward exchange and interest rates at the end of the reporting period, and contract forward rates, discounted at a rate that reflects our credit risk and the credit risk of various counterparties.

(3) Valuation technique: Discounted cash flow. Future cash flows primarily driven by assumptions concerning the amount and timing of estimated future cash flows and discount rates.

During the year, no transfers were made between level 1 and 2 or level 2 and 3.

NOTE 9. CASH AND CASH EQUIVALENTS

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Cash	\$1,296	\$1,201
Cash equivalents ⁽¹⁾	686	440
Restricted cash ⁽²⁾	89	216
Total cash and cash equivalents	\$2,071	\$1,857

(1) Short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(2) Restricted cash primarily relates to our partnership's financing arrangements, including debt service accounts. Cash that becomes unrestricted within one year of the reporting date is classified as cash and cash equivalents.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 10. FINANCIAL ASSETS

US\$ MILLIONS	2024	2023
Current:		
Marketable securities	\$ 286	\$ 631
Foreign currency forward contracts	45	23
Cross currency interest rate swaps	79	42
Loans and receivables	94	68
Other	165	170
Total current	\$ 669	\$ 934
Non-current:		
Marketable securities	\$ 136	\$ 178
Foreign currency forward contracts	32	—
Cross currency interest rate swaps	155	120
Loans and receivables	154	75
Other	249	234
Total non-current	\$ 726	\$ 607

NOTE 11. ACCOUNTS RECEIVABLE AND OTHER

US\$ MILLIONS	2024	2023
Current:		
Accounts receivable	\$3,592	\$3,503
Finance lease receivables	187	163
Prepayments & other assets	676	1,010
Total current	\$4,455	\$4,676
Non-current:		
Finance lease receivables	\$3,015	\$2,720
Restricted cash ⁽¹⁾	203	157
Accounts receivable	15	116
Other assets	700	484
Total non-current	\$3,933	\$3,477

(1) Restricted cash primarily relates to our partnership's financing arrangements, including debt service accounts. Cash that becomes unrestricted within one year of the reporting date is classified as cash and cash equivalents.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The table below outlines Brookfield Infrastructure’s undiscounted lease payments to be received under operating and finance leases as at December 31, 2024:

US\$ MILLIONS	Less than 1 year	1-2 years	2-3 years	3-4 years	4-5 years	5+ years	Total lease payment receivable
Finance lease receivables	\$ 520	\$ 508	\$ 483	\$ 469	\$ 461	\$ 3,421	\$ 5,862
Operating lease receivables	1,151	1,002	849	741	613	1,275	5,631
Total lease receivables	\$ 1,671	\$ 1,510	\$ 1,332	\$ 1,210	\$ 1,074	\$ 4,696	\$ 11,493

The table below outlines Brookfield Infrastructure’s undiscounted lease payments to be received under operating and finance leases as at December 31, 2023:

US\$ MILLIONS	Less than 1 year	1-2 years	2-3 years	3-4 years	4-5 years	5+ years	Total lease payment receivable
Finance lease receivables	\$ 454	\$ 449	\$ 440	\$ 413	\$ 404	\$ 3,237	\$ 5,397
Operating lease receivables	1,349	1,162	963	792	672	1,860	6,798
Total lease receivables	\$ 1,803	\$ 1,611	\$ 1,403	\$ 1,205	\$ 1,076	\$ 5,097	\$ 12,195

NOTE 12. INVENTORY

US\$ MILLIONS	2024	2023
Natural gas inventory	\$ 58	\$ 92
Raw materials and other	396	420
Total	\$ 454	\$ 512

Refer to Note 24, *Direct Operating Costs*, for further details on inventory expenses identified as “*cost of inventory*”.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 13. INVESTMENT IN ASSOCIATES AND JOINT VENTURES

The following table provides information about our partnership's investments in associates and joint ventures as of December 31, 2024 and December 31, 2023.

Defined Name	Effective Ownership Interest (%) as of	
	December 31, 2024	December 31, 2023
<i>Utilities</i>		
Brazilian electricity transmission operation	15%	15%
Mexican regulated natural gas transmission business	11%	11%
Mexican regulated natural gas transmission business	13%	13%
Australian smart meter business	13%	13%
<i>Transport</i>		
Brazilian toll road business	45%	45%
Brazilian rail and port logistics business	21%	11%
Australian container terminal operation	13%	13%
Australian export terminal operation	49%	49%
U.S. LNG export terminal	6%	6%
<i>Midstream</i>		
U.S. gas pipeline	25%	25%
<i>Data</i>		
French telecom operation	21%	21%
Latin American data center operation	12%	12%
Indian data center business	8%	13%
Australian data distribution business	12%	12%
U.S. semiconductor manufacturing facility	13%	13%
European telecom tower operation	6%	6%
North American hyperscale data center platform	15%	15%

The following table represents the change in the balance of investments in associates and joint ventures:

US\$ MILLIONS	2024	2023
Balance at beginning of year	\$5,402	\$5,325
Share of earnings for the year	439	459
Foreign currency translation and other	(542)	172
Share of other comprehensive income	361	(92)
Distributions ^{(2),(6)}	(283)	(782)
Disposition of interest ^{(3),(4),(5),(7),(10),(11)}	(55)	(778)
Acquisitions ^{(1),(8),(9)}	350	1,098
Balance at end of year ⁽¹²⁾	\$5,672	\$5,402

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

- (1) *On February 1, 2023, Brookfield Infrastructure acquired an effective 6% interest in a European telecom tower operation in Germany and Austria, for total consideration of approximately \$702 million.*
- (2) *On April 1, 2023, our North American gas storage operation sold a portion of its U.S. gas storage portfolio for net proceeds of approximately \$70 million. On disposition, Brookfield Infrastructure recognized a gain on sale of approximately \$12 million in the Consolidated Statements of Operating Results. Revaluation gains of approximately \$14 million (net of tax) were reclassified from accumulated other comprehensive income directly to retained earnings and recorded within Other items on the Consolidated Statements of Partnership Capital.*
- (3) *On April 26, 2023, a subsidiary of Brookfield Infrastructure completed the sale of its 50% interest in a freehold landlord port in Victoria, Australia, which generated net proceeds of approximately \$70 million to the partnership. Prior to completion of the sale, the subsidiary's interest in the port was classified as held for sale.*
- (4) *On May 2, 2023, Brookfield Infrastructure exercised its option to acquire an additional 15% interest in Transmissora Sertaneja de Eletricidade S.A. ("Sertaneja"), a Brazilian electricity transmission operation, increasing Brookfield Infrastructure's ownership in Sertaneja to 31%. As a result of governance rights obtained, Brookfield Infrastructure will consolidate Sertaneja effective May 2, 2023. Refer to Note 7. Acquisition of Businesses, for further details.*
- (5) *On June 15, 2023, a subsidiary of Brookfield Infrastructure sold a portion of its interest in its U.S. gas pipeline for net proceeds of approximately \$420 million, decreasing its ownership from approximately 38% to 25%. On disposition, Brookfield Infrastructure recognized a gain on sale of approximately \$80 million in the Consolidated Statements of Operating Results.*
- (6) *On June 15, 2023, Brookfield Infrastructure sold an effective 12% (Brookfield consortium - 50%) interest in its New Zealand data distribution business for net proceeds of approximately \$275 million. On disposition, Brookfield Infrastructure recognized a gain on sale of approximately \$220 million in the Consolidated Statements of Operating Results. Revaluation gains of \$14 million (net of tax) were reclassified from accumulated other comprehensive income directly to retained earnings and recorded within Other items on the Consolidated Statements of Partnership Capital.*
- (7) *On August 31, 2023, Brookfield Infrastructure sold its interest in AusNet Services Ltd., an Australian regulated utility operation, for net proceeds of approximately \$435 million. On disposition, Brookfield Infrastructure realized a gain on sale of approximately \$30 million in the Consolidated Statement of Operating Results and accumulated currency translation losses of \$28 million were reclassified from accumulated other comprehensive income to the Consolidated Statement of Operating Results.*
- (8) *On October 3, 2023, Brookfield Infrastructure acquired an approximate 15% interest in a North American hyperscale data center platform, for total consideration of approximately \$0.4 billion.*
- (9) *On April 18, 2024, Brookfield Infrastructure completed the acquisition of an additional 10% interest in our Brazilian rail and port logistics business, for total consideration of approximately \$350 million, increasing our ownership to approximately 21%.*
- (10) *On December 23, 2024, Brookfield Infrastructure exercised its option to acquire an additional 15% interest in Chimarrão Transmissora de Energia S.A, a Brazilian electricity transmission operation, increasing Brookfield Infrastructure's ownership in Chimarrão to 31%. As a result of governance rights obtained, Brookfield Infrastructure will consolidate Chimarrão effective December 23, 2024. Refer to Note 7. Acquisition of Businesses, for further details.*
- (11) *On December 30, 2024, our French telecom infrastructure business completed the sale of its fiber platform for net proceeds to the partnership of approximately \$100 million. Earnings from Investments in Associates and Joint Ventures in the Consolidated Statement of Operating Results includes a realized gain on sale of approximately \$50 million.*
- (12) *The closing balance includes a shareholder loan of \$250 million from our U.S. gas pipeline (2023: \$250 million).*

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following tables present the gross assets and liabilities of Brookfield Infrastructure's investments in associates and joint ventures:

		As at December 31, 2024								
		Total						Attributable to		
US\$ MILLIONS	Ownership and Voting Interest	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Total Net Assets	Other Ownership Interests	Partnership's Share
Utilities ⁽¹⁾	11-15%	\$ 4,060	\$ 3,408	\$ 7,468	\$ 2,706	\$ 2,246	\$ 4,952	\$ 2,516	\$ 2,204	\$ 312
Transport	6-49%	1,563	21,980	23,543	1,301	12,304	13,605	9,938	7,776	2,162
Midstream ⁽²⁾	25%	195	6,257	6,452	259	4,080	4,339	2,113	1,406	707
Data	6-21%	4,131	58,265	62,396	4,911	31,552	36,463	25,933	23,607	2,326
Corporate	25-40%	4	647	651	—	—	—	651	486	165
Total		\$ 9,953	\$ 90,557	\$100,510	\$ 9,177	\$ 50,182	\$ 59,359	\$41,151	\$ 35,479	\$ 5,672

- (1) During the second half of 2024, Brookfield Infrastructure agreed to the sale of its Mexican regulated gas transmission pipelines. As at December 31, 2024, the assets and liabilities of our Mexican regulated natural gas transmission pipelines are classified as Held for Sale.
- (2) The partnership's share of total net assets include a shareholder loan of \$250 million receivable from our U.S. gas pipeline.

		As at December 31, 2023								
		Total						Attributable to		
US\$ MILLIONS	Ownership and Voting Interest	Current Assets	Non-Current Assets	Total Assets	Current Liabilities	Non-Current Liabilities	Total Liabilities	Total Net Assets	Other Ownership Interests	Partnership's Share
Utilities	11-15%	\$ 722	\$ 8,766	\$ 9,488	\$ 466	\$ 5,370	\$ 5,836	\$ 3,652	\$ 3,250	\$ 402
Transport	6-49%	1,914	23,583	25,497	2,234	13,214	15,448	10,049	8,084	1,965
Midstream ⁽¹⁾	25%	226	6,143	6,369	190	4,058	4,248	2,121	1,410	711
Data	6-21%	1,493	53,513	55,006	3,003	27,229	30,232	24,774	22,467	2,307
Corporate	25-40%	5	107	112	—	—	—	112	95	17
Total		\$ 4,360	\$ 92,112	\$ 96,472	\$ 5,893	\$ 49,871	\$ 55,764	\$40,708	\$ 35,306	\$ 5,402

- (1) The partnership's share of total net assets include a shareholder loan of \$250 million receivable from our U.S. gas pipeline.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following tables present the gross amounts of revenue, net income, other comprehensive income from Brookfield Infrastructure's investments in associates and joint ventures for the years ended December 31, 2024, 2023, and 2022:

US\$ MILLIONS	Year ended December 31, 2024				
	Total				Net income (loss) attributable to the Partnership
	Revenue	Net Income	OCI	Total Comprehensive Income (loss)	
Utilities	\$ 1,218	\$ 155	\$ (285)	\$ (130)	\$ 20
Transport	12,530	2,831	(964)	1,867	226
Midstream	902	198	66	264	62
Data	3,208	812	(1,327)	(515)	112
Corporate	—	68	752	820	19
Total	\$ 17,858	\$ 4,064	\$ (1,758)	\$ 2,306	\$ 439
US\$ MILLIONS	Year ended December 31, 2023				
	Total				Net income (loss) attributable to the Partnership
	Revenue	Net Income	OCI	Total Comprehensive Income	
Utilities	\$ 2,002	\$ 354	\$ (178)	\$ 176	\$ 6
Transport	15,210	4,248	312	4,560	233
Midstream	924	315	188	503	105
Data	3,320	749	785	1,534	218
Corporate	—	(316)	(245)	(561)	(103)
Total	\$ 21,456	\$ 5,350	\$ 862	\$ 6,212	\$ 459
US\$ MILLIONS	Year ended December 31, 2022				
	Total				Net income (loss) attributable to the Partnership
	Revenue	Net Income	OCI	Total Comprehensive Income	
Utilities	\$ 2,287	\$ 249	\$ 52	\$ 301	\$ 28
Transport	16,994	1,151	388	1,539	(85)
Midstream	918	220	67	287	97
Data	2,385	315	769	1,084	28
Corporate	—	(86)	619	533	(56)
Total	\$ 22,584	\$ 1,849	\$ 1,895	\$ 3,744	\$ 12

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following tables present the cash flow activities of Brookfield Infrastructure's investments in associates and joint ventures for the years ended December 31, 2024, 2023, and 2022:

US\$ MILLIONS	Year ended December 31, 2024					
	Total				Attributable to	
	Operating	Investing	Financing	Total Cash Flows	Other Ownership Interests	Partnership's Share
Utilities	\$ 489	\$ (363)	\$ (109)	\$ 17	\$ 13	\$ 4
Transport	2,960	(1,020)	(1,917)	23	40	(17)
Midstream	435	(267)	(188)	(20)	(15)	(5)
Data	947	(2,473)	2,028	502	408	94
Corporate	(83)	92	(9)	—	—	—
Total	\$ 4,748	\$ (4,031)	\$ (195)	\$ 522	\$ 446	\$ 76

US\$ MILLIONS	Year ended December 31, 2023					
	Total				Attributable to	
	Operating	Investing	Financing	Total Cash Flows	Other Ownership Interests	Partnership's Share
Utilities	\$ 752	\$ (855)	\$ 47	\$ (56)	\$ (46)	\$ (10)
Transport	3,763	(1,306)	(2,426)	31	(33)	64
Midstream	475	(202)	(263)	10	5	5
Data	1,082	(1,647)	746	181	175	6
Corporate	(130)	44	86	—	—	—
Total	\$ 5,942	\$ (3,966)	\$ (1,810)	\$ 166	\$ 101	\$ 65

US\$ MILLIONS	Year ended December 31, 2022					
	Total				Attributable to	
	Operating	Investing	Financing	Total Cash Flows	Other Ownership Interests	Partnership's Share
Utilities	\$ 620	\$ 50	\$ (833)	\$ (163)	\$ (152)	\$ (11)
Transport	3,319	(1,294)	(3,081)	(1,056)	(1,012)	(44)
Midstream	423	(147)	(281)	(5)	(4)	(1)
Data	1,164	(1,020)	174	318	277	41
Corporate	(51)	379	(328)	—	—	—
Total	\$ 5,475	\$ (2,032)	\$ (4,349)	\$ (906)	\$ (891)	\$ (15)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 14. PROPERTY, PLANT AND EQUIPMENT

<u>US\$ MILLIONS</u>	<u>Utilities</u>	<u>Transport</u>	<u>Midstream</u>	<u>Data</u>	<u>Total</u>
Gross Carrying Amount:					
Balance as at December 31, 2022	\$ 7,277	\$ 9,337	\$ 14,679	\$ 8,185	\$ 39,478
Additions, net of disposals	519	591	459	226	1,795
Assets held by subsidiaries disposed during the period	—	(59)	(45)	—	(104)
Non-cash additions (disposals)	28	74	(7)	692	787
Acquisitions through business combinations ⁽¹⁾	118	8,811	—	35	8,964
Net foreign currency exchange differences	321	126	319	(52)	714
Balance at December 31, 2023	\$ 8,263	\$ 18,880	\$ 15,405	\$ 9,086	\$ 51,634
Additions, net of disposals	480	1,229	626	1,121	3,456
Acquisitions through business combinations ⁽¹⁾	—	—	—	4,141	4,141
Assets held by subsidiaries disposed during the period	—	(141)	—	—	(141)
Non-cash additions (disposals)	92	(221)	(146)	(303)	(578)
Assets reclassified as held for sale	—	(1,867)	—	—	(1,867)
Net foreign currency exchange differences	(268)	(306)	(1,141)	(230)	(1,945)
Balance at December 31, 2024	\$ 8,567	\$ 17,574	\$ 14,744	\$ 13,815	\$ 54,700
Accumulated depreciation:					
Balance as at December 31, 2022	\$ (1,454)	\$ (2,040)	\$ (982)	\$ (920)	\$ (5,396)
Depreciation expense	(392)	(601)	(557)	(419)	(1,969)
Disposals	53	20	—	—	73
Assets held by subsidiaries disposed during the period	—	17	—	—	17
Non-cash disposals	19	45	30	90	184
Net foreign currency exchange differences	(60)	(45)	(29)	2	(132)
Balance at December 31, 2023	\$ (1,834)	\$ (2,604)	\$ (1,538)	\$ (1,247)	\$ (7,223)
Depreciation expense	(413)	(1,003)	(629)	(775)	(2,820)
Disposals	74	26	—	15	115
Assets reclassified as held for sale	—	92	—	—	92
Assets held by subsidiaries disposed during the period	—	38	—	—	38
Non-cash disposals	35	39	101	12	187
Net foreign currency exchange differences	70	128	120	33	351
Balance at December 31, 2024	\$ (2,068)	\$ (3,284)	\$ (1,946)	\$ (1,962)	\$ (9,260)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	Utilities	Transport	Midstream	Data	Total
Accumulated fair value adjustments:					
Balance as at December 31, 2022	\$ 1,639	\$ 1,048	\$ 522	\$ —	\$ 3,209
Fair value adjustments	143	330	312	—	785
Net foreign currency exchange differences	125	17	(1)	—	141
Balance at December 31, 2023	\$ 1,907	\$ 1,395	\$ 833	\$ —	\$ 4,135
Fair value adjustments	119	92	1,204	12	1,427
Net foreign currency exchange differences	(57)	(93)	(4)	—	(154)
Assets held by subsidiaries disposed during the period	—	(1)	—	—	(1)
Balance at December 31, 2024	\$ 1,969	\$ 1,393	\$ 2,033	\$ 12	\$ 5,407
Net book value:					
December 31, 2024⁽²⁾	\$ 8,468	\$ 15,683	\$ 14,831	\$ 11,865	\$ 50,847
December 31, 2023	\$ 8,336	\$ 17,671	\$ 14,700	\$ 7,839	\$ 48,546

(1) See Note 7, Acquisition of Businesses, for additional information.

(2) Includes right-of-use assets of \$288 million (2023: \$237 million) in our utilities segment, \$933 million (2023: \$1,044 million) in our transport segment, \$303 million (2023: \$329 million) in our midstream segment and \$3,658 million (2023: \$1,938 million) in our data segment.

The partnership's property, plant, and equipment is measured at fair value on a recurring basis with an effective date of revaluation for all asset classes of December 31, 2024 and 2023. Brookfield Infrastructure determined fair value under the income method or on a depreciated replacement cost basis. Assets under development were revalued where fair value could be reliably measured.

The following table summarizes the valuation techniques and significant inputs for the valuation of property, plant and equipment using the income method, categorized by segment.

Segment	Dec. 31, 2024				Dec. 31, 2023			
	Valuation Technique ⁽¹⁾	Discount Rate	Terminal Value Multiple	Investment Horizon	Valuation Technique ⁽¹⁾	Discount Rate	Terminal Value Multiple	Investment Horizon
Utilities	Discounted cash flow model	8% to 15%	16x	10 to 20 yrs	Discounted cash flow model	8% to 11%	15x	10 to 20 yrs
Transport	Discounted cash flow model	10%	9x to 20x	10 yrs	Discounted cash flow model	9%	8x to 20x	10 yrs
Midstream	Discounted cash flow model	15%	8x to 10x	1 to 2 yrs	Discounted cash flow model	15%	10x	6 yrs

(1) Certain businesses are valued using the replacement cost method as a result of their underlying operations. Replacement costs are determined with guidance from independent studies and third party evaluators.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

An increase in the discount rate would lead to a decrease in the fair value of property, plant and equipment. Conversely, an increase to the terminal value multiple would increase the fair value of property, plant and equipment. Our partnership has classified all property, plant and equipment under level 3 of the fair value hierarchy.

At December 31, 2024, Brookfield Infrastructure carried out an assessment of the fair value of its utilities property, plant and equipment, resulting in a gain from revaluation of \$119 million (2023: \$143 million) which was recognized in revaluation surplus in the Consolidated Statements of Comprehensive Income. The key driver behind the revaluation gain recorded was growth in underlying cash flows at our U.K. regulated distribution business, as a result of additional connections and inflationary increases in rates.

At December 31, 2024, Brookfield Infrastructure carried out an assessment of the fair value of its transport property, plant and equipment. A gain from revaluation of \$92 million (2023: \$330 million) was recognized in revaluation surplus in the Consolidated Statements of Comprehensive Income. Stronger volumes and higher tariffs were the main contributors to the gain.

At December 31, 2024, Brookfield Infrastructure carried out an assessment of the fair value of its midstream property, plant and equipment. A gain from revaluation of \$1,204 million (2023: \$312 million) was recognized in revaluation surplus in the Consolidated Statements of Comprehensive Income. Underlying valuation assumptions in the midstream segment remain relatively consistent with the prior year with the current year's gain attributable to favorable market conditions and organic growth.

At December 31, 2024, Brookfield Infrastructure carried out an assessment of the fair value of its data property, plant and equipment, which are measured using replacement cost approach. A gain from revaluation of \$12 million (2023: \$nil) was recognized in revaluation surplus in the Consolidated Statements of Comprehensive Income.

The following table summarizes the carrying amount of property, plant and equipment that would have been recognized had assets been carried under the cost model, inclusive of purchase price allocations.

<u>US\$ MILLIONS</u>	<u>Dec. 31, 2024</u>	<u>Dec. 31, 2023</u>
Utilities	\$ 6,803	\$ 6,706
Transport	14,633	16,596
Midstream	13,013	13,993
Data	11,856	7,840

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 15. INTANGIBLE ASSETS

US\$ MILLIONS	2024	2023
Cost	\$ 17,739	\$ 18,622
Accumulated amortization	(3,218)	(2,777)
Net intangible assets	<u>\$ 14,521</u>	<u>\$ 15,845</u>

Intangible assets are allocated to the following cash generating units:

US\$ MILLIONS	2024	2023
North American residential decarbonization infrastructure operation	\$ 3,006	\$ 3,267
Brazilian regulated transmission operation	2,299	2,970
Canadian diversified midstream operation	1,718	2,050
North American rail operations	1,674	1,732
Indian telecom tower operation ⁽¹⁾	1,175	652
European residential decarbonization infrastructure business	1,196	1,198
Brazilian electricity transmission operation ⁽¹⁾	1,023	505
Global intermodal logistics operations	577	704
U.K. wireless infrastructure operation	549	563
North American retail colocation data center operations ⁽¹⁾	454	132
U.K. port operation	267	272
Other ⁽²⁾	583	1,800
Total	<u>\$ 14,521</u>	<u>\$ 15,845</u>

(1) Refer to Note 7, Acquisition of Businesses, for further details

(2) Other intangibles are primarily comprised of customer contracts at our Canadian natural gas gathering and processing operation, Colombian natural gas distribution operation, natural gas operation in India and contracted order book at our U.K. regulated distribution operation.

The intangible assets at our North American residential decarbonization infrastructure operation are comprised of contractual customer relationships, customer contracts, brands and various technological upgrades. The contractual customer relationships and customer contracts represent ongoing economic benefits from leasing customers and annuity-based management agreements. Brands represent the intrinsic value customers place on the operation's various brand names. Our technological upgrades represent various upgrades such as the development of new metering technology. The business generates revenues under long-term contracts with a diversified customer base across North America.

The intangible assets at our Brazilian regulated transmission operation relate to concession arrangements with the local energy regulator, Agência Nacional do Petróleo, Gás Natural e Biocombustíveis ("ANP"). Total capacity is fully contracted under long-term "ship-or-pay" gas transportation agreements ("GTA") with predefined tariffs annually adjusted for inflation. On April 8, 2021, new legislation was passed in Brazil which provides our Brazilian regulated gas transmission operation the right to operate the gas pipelines perpetually. The intangible assets are amortized on a straight-line basis over the estimated useful life of the underlying infrastructure.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The intangible assets at our Canadian diversified midstream operation relate to long-term take-or-pay and fee-for-service contractual arrangements which are not materially impacted by volume or commodity price fluctuations. These customer relationships and shipping agreements are with investment grade counterparties. Revenues are recognized over time as transportation services are fulfilled. The intangible assets will be amortized on a straight-line basis over the estimated useful life.

The intangible assets at Brookfield Infrastructure's North American rail operations mainly relate to operating network agreements, track access rights, customer relationships and trade names. The intangible assets are amortized on a straight-line basis over the expected economic longevity of the facility served, the customer relationship, or the length of the contract or agreement including expected renewals and expected economic life of the trade name. The business provides critical first and last mile rail services which connect large Class I railroad operators to end customers.

The intangible asset at Brookfield Infrastructure's Indian telecom tower operation relates primarily to customer contracts.

The intangible assets at our European residential decarbonization infrastructure business are principally comprised of affinity partner relationships, policyholder contracts, brands and internally generated software assets. The affinity partner relationships and policyholder contracts represent the ongoing economic benefits from agreements acquired as part of business combinations. Brands represent the intrinsic value the business expects to generate from trademarks and intellectual property acquired through business combinations.

The intangible assets at our Brazilian electricity transmission operations is our transmission concessions. The terms and conditions of our electricity transmission concession are regulated by the Brazilian Electricity Regulatory Agency ("ANEEL"). The concession agreement grants the right to construct, maintain, and operate the transmission lines, in exchange for a regulated return ("RAP") during the concession period. Concessions are awarded for a period of 30 years and RAP is adjusted for inflation annually and updated every five years to reflect changes in third-party cost of capital.

The intangible asset at our global intermodal logistics operations primarily relate to customer relationships, which represent the future economic benefit from our leases and renewals with customers, in addition to brand, and developed technology. The intangibles are amortized on a straight-line basis over the estimated useful life.

The intangible asset at Brookfield Infrastructure's U.K wireless infrastructure operation primarily relates to customer contracts and related relationships. The contractual customer contracts and customer relationships represent ongoing economic benefits from leasing space on the existing portfolio of towers and distributed antenna systems. Intangible assets are amortized straight-line over the average remaining contractual period plus a reasonable expectation of long term renewals.

The intangible assets at our U.S. retail colocation data center business relate to agreements with customers for colocation services. These are often multi-year agreements and consist primarily of colocation service fees, which include fees for the licensing of space and power, and interconnection service fees. The intangibles are amortized on a straight-line basis over the estimated useful life.

The intangible asset at Brookfield Infrastructure's U.K. port operation relates to a conservancy right. As a right in perpetuity issued by the Statutory Harbour Authority in the U.K., the conservancy right is classified as having an indefinite life, and is subject to an annual impairment review.

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The carrying value as at December 31, 2024, of Brookfield Infrastructure's indefinite lived intangibles is \$953 million (2023: \$967 million).

The following table presents the change in the cost balance of intangible assets:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Cost at beginning of the year	\$ 18,622	\$ 13,718
Acquisitions through business combinations ⁽¹⁾	1,580	4,020
Additions, net of disposals	193	284
Assets reclassified as held for sale	(109)	—
Assets held by subsidiaries disposed during the period ⁽²⁾	(17)	—
Non-cash disposals ⁽³⁾	(1,053)	(7)
Foreign currency translation	(1,477)	607
Cost at end of year	<u>\$ 17,739</u>	<u>\$ 18,622</u>

(1) See Note 7, Acquisition of Businesses, for additional information.

(2) Refer to Note 5, Disposition of Businesses, for further details.

(3) Non-cash disposals for the year ended December 31, 2024 principally relates to the deconsolidation of our Peruvian toll road operations. Refer to Note 34, Related Party Transactions, for further details.

The following table presents the accumulated amortization for Brookfield Infrastructure's intangible assets:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Accumulated amortization at beginning of year	\$ (2,777)	\$ (1,896)
Non-cash additions (disposals)	68	(2)
Amortization	(824)	(770)
Held for sale	4	—
Foreign currency translation	311	(109)
Accumulated amortization at end of year	<u>\$ (3,218)</u>	<u>\$ (2,777)</u>

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NOTE 16. GOODWILL

The following table presents the carrying amount for Brookfield Infrastructure's goodwill:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Balance at beginning of the year	\$ 14,488	\$ 8,789
Acquisitions through business combinations ⁽¹⁾	294	5,334
Assets held by subsidiaries disposed during the period ⁽²⁾	(149)	(36)
Foreign currency translation and other	(532)	401
Balance at end of the year	\$ 14,101	\$ 14,488

(1) See Note 7, Acquisition of Businesses, for additional information.

(2) Assets held by subsidiaries disposed during the period includes the deconsolidation of goodwill balances from our Peruvian toll road operations (refer to Note 34, Related Party Transactions, for additional information) and the disposition of a subsidiary of our Australian port operations (refer to Note 5, Disposition of Businesses, for additional information).

Goodwill is evaluated for impairment annually or more often if events or circumstances indicate there may be impairment. Impairment is determined by assessing if the carrying value of cash generating units or a group of cash generating units, including the allocated goodwill, exceeds its recoverable amount determined as the greater of the estimated fair value less costs of disposal or the value in use. During 2024, the recoverable amount exceeded the carrying amount of each cash generating unit.

Goodwill is allocated to the following cash generating units or group of cash generating units:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
North American residential decarbonization infrastructure business	\$ 3,050	\$ 3,117
European residential decarbonization infrastructure business	2,126	1,881
North American rail operations	2,099	2,098
Canadian diversified midstream operation	1,871	2,028
Global intermodal logistics operation	1,163	1,163
European hyperscale data center platform	721	797
Canadian natural gas gathering and processing operation	669	726
Indian telecom tower operation	523	242
U.S. colocation data center operation	503	503
Brazilian regulated transmission operation	411	526
Colombian natural gas distribution operation	404	461
U.K. wireless infrastructure operation	344	350
Other	217	596
Total	\$ 14,101	\$ 14,488

The recoverable amount of goodwill has been determined using a discounted cash flow model whereby the fair value measurement is classified under level 3 on the fair value hierarchy. For businesses with the most significant goodwill as separately listed in the table above, the key inputs in determining the fair value of each cash generating unit under the discounted cash flow model are the utilization of different types of discount rates ranging from 10% to 20%, terminal value multiples of 7x to 21x and discrete cash flow periods from 5 to 26 years.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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NOTE 17. INVESTMENT PROPERTIES

The following table presents the carrying amount for Brookfield Infrastructure’s investment properties:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Balance at beginning of the year	\$ 4,333	\$ 700
Acquisitions through business combinations ⁽¹⁾	—	3,244
Additions, net of disposals	802	280
Non-cash additions, net of disposals	112	41
Fair value adjustments	135	87
Foreign currency translation	(319)	(19)
Balance at end of the year	\$ 5,063	\$ 4,333

(1) See Note 7, Acquisition of Businesses, for additional information.

Investment properties are measured at fair value on a recurring basis and the effective date of revaluation is December 31, 2024 and 2023. The fair value of our partnership’s investment properties are determined by management of our partnership with due consideration given to relevant market conditions.

Our partnership has classified all assets below under level 3 of the fair value hierarchy. Significant unobservable inputs are utilized when determining the fair value of investment properties. The significant Level 3 inputs include:

<u>Valuation Technique</u>	<u>Significant Unobservable Inputs</u>	<u>Relationship of Unobservable Inputs to Fair Value</u>	<u>Mitigating Factors</u>
Discounted cash flow ⁽¹⁾	• Future cash flows - primarily driven by net operating income	• Increases (decreases) in future cash flows increase (decrease) fair value	• Increases (decreases) in cash flows tend to be accompanied by increases (decreases) in discount rates that may offset changes in fair value from cash flows
	• Discount rate	• Increases (decreases) in discount rate decrease (increase) fair value	• Increases (decreases) in discount rates tend to be accompanied by increases (decreases) in cash flows that may offset changes in fair value from discount rates
	• Investment horizon	• Increases (decreases) in the investment horizon decrease (increase) fair value	• Increases (decreases) in the investment horizon tend to be the result of changing cash flow profiles that may result in higher (lower) growth in cash flows prior to stabilizing in the terminal year

(1) Certain investment properties are valued using the direct income capitalization method instead of a discounted cash flow model. Under the direct income capitalization method, a capitalization rate is applied to estimated current year cash flows.

The following table summarizes the key valuation metrics for Brookfield Infrastructure’s material investment properties:

<u>Segment</u>	<u>Primary valuation method</u>	<u>Discount/ Capitalization Rate⁽¹⁾</u>	<u>Investment horizon</u>
Transport	Direct income capitalization	7%	10 to 15 yrs
Data	Discounted cash flow	7% to 10%	10 to 40 yrs

(1) The rates presented are discount rates for properties valued under the discounted cash flow method, and capitalization rates for properties valued under the direct income capitalization method.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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NOTE 18. ACCOUNTS PAYABLE AND OTHER

US\$ MILLIONS	Note	2024	2023
Current:			
Accounts payable		\$ 2,154	\$ 2,253
Accrued liabilities		1,808	1,726
Deferred revenue	(i)	581	490
Lease liabilities		610	429
Provisions ⁽¹⁾		233	159
Loans and notes payable		109	96
Other liabilities		263	249
Total current		\$ 5,758	\$ 5,402
Non-current:			
Lease liabilities		\$ 4,508	\$ 3,197
Deferred revenue	(i)	425	462
Accrued liabilities		213	192
Provisions ⁽¹⁾		573	458
Pension liabilities		26	36
Loans and notes payable		33	37
Other liabilities		431	371
Total non-current		\$ 6,209	\$ 4,753

(1) Provisions primarily relate to decommissioning and site restoration liabilities at our Canadian natural gas gathering and processing operation and our Indian telecom tower operation.

Brookfield Infrastructure's exposure to currency and liquidity risk related to trade and other payables is disclosed in Note 36, Financial Risk Management.

(i) Deferred revenue

Deferred revenue relates primarily to cash contributions from third parties for future natural gas and electricity connections at our U.K. regulated distribution operation, advance customer payments for container leases at our global intermodal logistics operation, to build or upgrade existing network capabilities at our Australian rail operation, for future servicing of customer contracts and protection plans at our North American and European residential decarbonization infrastructure operation, for future servicing of our customers contracts at our U.S. colocation data center operation and to build or upgrade existing networks at our U.K. wireless infrastructure operation. The deferred revenue is recorded on receipt of cash payments and recognized as revenue as services are rendered over the life of the connections arrangements, container lease agreements, contracted track access, contract plans or networks.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

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NOTE 19. FINANCIAL LIABILITIES

US\$ MILLIONS	2024	2023
Current:		
Deferred consideration	\$ 80	\$ 81
Interest rate swaps	41	87
Foreign currency forward contracts	47	29
Other financial liabilities	80	147
Total current financial liabilities	\$ 248	\$ 344
Non-current:		
Interest rate swaps	\$ 145	\$ 267
Deposit payable	4	6
Foreign currency forward contracts	3	22
Other financial liabilities ⁽¹⁾	2,380	2,236
Total non-current financial liabilities	\$2,532	\$2,531

(1) Other financial liabilities includes \$1.7 billion of capital contributed by non-controlling shareholders in our Indian telecom tower operation which has been excluded from partnership capital, interest of others in operating subsidiaries, and classified as a liability.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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NOTE 20. BORROWINGS

(a) Corporate Borrowings

Brookfield Infrastructure has a \$2.2 billion senior unsecured revolving credit facility used for general working capital including acquisitions. The \$2.2 billion is available on a revolving basis for the full term of the facility. All amounts outstanding under this facility will be repayable on June 29, 2029. All obligations of Brookfield Infrastructure under the facility are guaranteed by our partnership. Loans under this facility accrue interest at a floating rate based on SOFR plus 1.2%. Brookfield Infrastructure is required to pay an unused commitment fee under the facility of 13 basis points per annum. As at December 31, 2024, there were \$300 million (2023: \$222 million) draws outstanding on the credit facility and \$10 million of letters of credit were issued (2023: \$8 million).

	Maturity⁽²⁾	Annual Rate⁽²⁾	Currency	2024	2023
Corporate revolving credit facility	June 29, 2029	SOFR plus 1.2%	US\$	\$ 300	\$ 222
Commercial Paper	January 28, 2025	5.0%	US\$	850	989
Current:					
Medium Term Notes ⁽¹⁾ :					
Public - Canadian ⁽³⁾	February 22, 2024	3.3%	C\$	—	226
Public - Canadian ⁽³⁾	February 22, 2024	3.3%	C\$	—	302
Non-Current:					
Medium Term Notes ⁽¹⁾ :					
Public - Canadian	November 14, 2027	5.6%	C\$	313	340
Public - Canadian	September 11, 2028	4.2%	C\$	487	528
Public - Canadian	October 9, 2029	3.4%	C\$	487	528
Public - Canadian	July 27, 2030	5.7%	C\$	348	377
Public - Canadian	September 1, 2032	2.9%	C\$	348	377
Public - Canadian	February 14, 2033	6.0%	C\$	174	189
Public - Canadian	April 25, 2034	5.4%	C\$	278	302
Public - Canadian	April 25, 2052	5.8%	C\$	139	151
Public - Canadian	July 27, 2053	6.0%	C\$	139	151
Subordinated notes ⁽¹⁾ :					
Public - United States	March 15, 2055	6.8%	US\$	300	—
Public - United States	May 24, 2081	5.0%	US\$	250	250
Public - United States	May 31, 2084	7.3%	US\$	158	—
				4,571	4,932
Deferred financing costs and other				(29)	(21)
Total				<u>\$4,542</u>	<u>\$4,911</u>

(1) See Note 21, *Subsidiary Public Issuers*, for further details.

(2) Maturity and annual rate associated with our commercial paper program represents a weighted average of all outstanding obligations as of December 31, 2024.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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(3) *On February 21, 2024, Brookfield Infrastructure Finance ULC redeemed all medium-term notes maturing February 22, 2024.*

On November 29, 2024, Brookfield Infrastructure Finance ULC issued \$300 million of fixed-to-fixed reset rate subordinated notes maturing March 15, 2055, with an initial coupon of 6.8%, until March 15, 2030, resetting every five years thereafter at the five-year U.S. treasury rate, plus a 2.5% spread, provided that the rate will not reset below 6.8%.

On May 31, 2024 and June 5, 2024 Brookfield Infrastructure Finance ULC issued, in aggregate, \$158 million of subordinated notes maturing May 31, 2084, with a coupon of 7.3%.

On February 22, 2024, Brookfield Infrastructure Finance ULC repaid all medium-term notes maturing February 22, 2024 for \$531 million.

Brookfield Infrastructure has entered into a \$1 billion revolving credit facility with Brookfield to provide additional liquidity for general corporate purposes and capital expenditures, if required. The revolving credit facility automatically renews for consecutive one-year terms, and the maturity date is automatically extended, on February 8 each year, unless terminated prior to the relevant renewal date. Brookfield has the option to terminate the agreement prior to February 8 each year by providing Brookfield Infrastructure with a written notice. Loans under this facility accrued interest on SOFR plus 1.9% and no commitment fees were incurred for any undrawn balance. As of December 31, 2024, there were no (2023: \$nil) borrowings outstanding.

On July 27, 2023, Brookfield Infrastructure Finance ULC issued C\$700 million of medium-term notes in two tranches: C\$500 million maturing on July 27, 2030 with a coupon of 5.7% per annum and C\$200 million maturing on July 27, 2053 with a coupon of 6.0% per annum.

On November 14, 2022, Brookfield Infrastructure Finance ULC issued C\$700 million of medium-term notes in two tranches: C\$450 million maturing on November 14, 2027 with a coupon of 5.6% per annum and C\$250 million maturing on February 14, 2033 with a coupon of 6.0% per annum.

On April 25, 2022, Brookfield Infrastructure Finance ULC issued C\$600 million of medium-term notes in two tranches: C\$400 million maturing on April 25, 2034 with a coupon of 5.4% per annum and C\$200 million maturing on April 25, 2052 with a coupon of 5.8% per annum, and \$3 million of debt issuance costs were incurred.

The decrease in corporate borrowings of \$369 million during the year ended December 31, 2024 is primarily attributable to the repayment of \$531 million of medium term notes, net repayments of \$139 million on our commercial paper program and the impact of foreign exchange, partially offset by issuance of approximately \$458 million of subordinate notes and net draws on our corporate credit facility of \$78 million.

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(b) Non-Recourse Borrowings

The current and non-current balances of non-recourse borrowings are as follows:

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Current	\$ 2,838	\$ 4,442
Non-current	43,714	36,462
Total	<u>\$46,552</u>	<u>\$40,904</u>

Non-recourse borrowings increased by \$5.6 billion from December 31, 2023 due to acquisition debt raised at our North American retail colocation data center operation and a follow-on acquisition of our existing India telecom operations, increased borrowings at our Brazilian regulated gas transmission operation, North American gas storage operation and North American rail operations, partially offset by non-recourse borrowings classified as held for sale and impacts of foreign exchange.

Principal repayments on non-recourse borrowings due over the next five years and thereafter are as follows:

<u>US\$ MILLIONS</u>	<u>Utilities</u>	<u>Transport</u>	<u>Midstream</u>	<u>Data</u>	<u>Total</u>
2025 ⁽¹⁾	\$ 1,080	\$ 571	\$ 1,082	\$ 283	\$ 3,016
2026	1,020	1,169	422	2,041	4,652
2027	1,250	1,143	1,453	822	4,668
2028	1,894	729	586	1,255	4,464
2029	1,788	2,637	635	1,295	6,355
Thereafter	6,655	5,569	7,352	4,650	24,226
Total principal repayments	13,687	11,818	11,530	10,346	47,381
Deferred financing costs and other	(101)	(499)	(18)	(211)	(829)
Total - Dec. 31, 2024	<u>\$ 13,586</u>	<u>\$ 11,319</u>	<u>\$ 11,512</u>	<u>\$ 10,135</u>	<u>\$ 46,552</u>
Total - Dec. 31, 2023	<u>\$ 11,772</u>	<u>\$ 11,710</u>	<u>\$ 11,154</u>	<u>\$ 6,286</u>	<u>\$ 40,904</u>

(1) Includes commercial paper obligations of \$1.2 billion at our Canadian diversified midstream operation.

The weighted average interest rates of non-recourse borrowings are as follows:

<u>US\$ MILLIONS</u>	<u>Utilities⁽¹⁾</u>	<u>Transport</u>	<u>Midstream</u>	<u>Data</u>	<u>Total</u>
Dec. 31, 2024	7 %	5 %	6 %	6 %	6 %
Dec. 31, 2023	8 %	5 %	5 %	7 %	6 %

(1) Excluding the impact of the variable interest in our Brazilian assets, the weighted average interest rate of non-recourse borrowings would be 6% as at December 31, 2024.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

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Principal repayments on non-recourse borrowings in their local currency are as follows:

US\$ MILLIONS, except as noted	Dec. 31, 2024	Local Currency	Dec. 31, 2023	Local Currency
U.S. dollars	\$ 18,807	USD \$ 18,807	\$ 16,365	USD \$ 16,365
Canadian dollars	10,133	CAD 14,574	10,713	CAD 14,195
Indian rupees	5,470	INR 467,521	4,051	INR 337,583
British pounds	4,607	GBP 3,681	4,561	GBP 3,583
Brazilian real ⁽¹⁾	3,999	BRL 24,762	2,501	BRL 12,106
Euro	2,876	EUR 2,778	2,123	EUR 1,923
Australian dollars	893	AUD 1,443	611	AUD 897
Colombian pesos	559	COP 2,462,758	541	COP 2,088,803
Peruvian soles	—	PEN —	432	PEN 1,601
New Zealand dollars	37	NZD 66	42	NZD 66

(1) See Note 5, *Disposition of Businesses*, for additional information.

(c) Supplemental Information

Details of the “Changes in liabilities from financing activities”, including both changes arising from cash flows and non-cash changes are as follows:

US\$ MILLIONS	2023	Cash Flows	Acquisitions/ Dispositions⁽¹⁾	Held for Sale⁽²⁾	Foreign Exchange Movement and Other	2024
Corporate borrowings	\$ 4,911	\$ (144)	\$ —	\$ —	\$ (225)	\$ 4,542
Non-recourse borrowings	40,904	8,715	478	(1,197)	(2,348)	46,552

(1) Refer to Note 7, *Acquisition of Businesses*, for further details.

NOTE 21. SUBSIDIARY PUBLIC ISSUERS

An indenture dated as of October 10, 2012 between certain wholly-owned subsidiaries of our partnership, Brookfield Infrastructure Finance ULC (“Alberta Finco”), Brookfield Infrastructure Finance LLC, Brookfield Infrastructure Finance Pty Ltd and Brookfield Infrastructure Finance Limited (collectively, the “Co-Issuers”), and Computershare Trust Company of Canada, as supplemented and amended from time to time (“Indenture”) provides for the issuance of one or more series of unsecured notes of the Co-Issuers.

An indenture dated as of May 24, 2021, between Alberta Finco, our partnership and its subsidiaries, Brookfield Infrastructure L.P. (the “Holding LP”), Brookfield Infrastructure Holdings (Canada) Inc., Brookfield Infrastructure US Holdings I Corporation (“US Holdco”), BIP Bermuda Holdings I Limited (collectively, but excluding Alberta Finco, the “BIP Guarantors”), BIPC Holdings Inc. (“BIPC Holdings”), Computershare Trust Company of Canada and Computershare Trust Company, N.A., as supplemented and amended from time to time (the “U.S. Subordinated Indenture”) provides for the issuance of one or more series of unsecured notes of Alberta Finco.

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On November 29, 2024, Alberta Finco issued fixed-to-fixed reset rate subordinated notes with an aggregate principal amount of \$300 million maturing March 15, 2055, with an initial coupon of 6.8% until March 15, 2030, resetting every five years thereafter at the five-year U.S. treasury rate, plus a spread of 2.453%, provided that the rate will not reset below 6.8% (the “November 2024 Alberta Finco Notes”). The November 2024 Alberta Finco Notes were issued under the U.S. Subordinated Indenture are fully and unconditionally guaranteed, on a subordinated basis, by the BIP Guarantors (other than US Holdco), Brookfield Infrastructure LLC (“BI LLC”) and BIPC Holdings.

On May 31, 2024, Alberta Finco issued \$150 million of subordinated notes maturing May 31, 2084, with a coupon of 7.250% (the “May 2024 Alberta Finco Notes”). On June 5, 2024, Alberta Finco issued an additional \$8 million of the May 2024 Alberta Finco Notes. The May 2024 Alberta Finco Notes were issued under the U.S. Subordinated Indenture are fully and unconditionally guaranteed, on a subordinated basis, by the BIP Guarantors (other than US Holdco), BI LLC and BIPC Holdings.

On July 27, 2023, the Co-Issuers issued C\$700 million of medium-term notes under the Indenture in two tranches in the Canadian bond market: C\$500 million maturing July 27, 2030 with a coupon of 5.710% and C\$200 million maturing July 27, 2053 with a coupon of 5.950%. These medium-term notes are fully and unconditionally guaranteed by the BIP Guarantors (other than US Holdco), BI LLC and BIPC Holdings

On February 22, 2024, the Co-Issuers repaid C\$700 million of medium-term notes, maturing on February 22, 2024, with a coupon of 3.315% upon maturity.

The partnership will and certain of the other BIP Guarantors and/or BIPC Holdings may also fully and unconditionally guarantee the payment obligations of Brookfield Infrastructure Preferred Equity Inc. (“Pref Finco” and collectively with the Co-Issuers, the “Fincos”) in respect of any Class A preference shares issued to the public by the Pref Finco, if and when issued.

Each of the Fincos are subsidiaries of our partnership. In the tables below, information relating to the Fincos has been combined.

BIPC Holdings has also fully and unconditionally guaranteed the payment obligations of the partnership in respect of certain of the partnership’s currently outstanding cumulative class A preferred limited partnership units and may guarantee the payment obligations of the partnership in respect of additional cumulative class A preferred limited partnership units issued to the public, if and when issued.

The following tables set forth consolidated summary financial information for our partnership, the Fincos and BIPC Holdings and the partnership’s subsidiaries other than the Fincos and BIPC Holdings:

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For the year ended December 31, 2024 US\$ MILLIONS	Our partnership⁽²⁾	The Fincos	BIPC Holdings	Subsidiaries of our partnership other than the Fincos, and BIPC Holdings⁽³⁾	Consolidating adjustments⁽⁴⁾	Our partnership consolidated
Revenues	\$ —	\$ —	\$ —	\$ —	\$ 21,039	\$ 21,039
Net income (loss) attributable to partnership ⁽¹⁾	57	—	34	357	(57)	391
For the year ended December 31, 2023						
Revenues	\$ —	\$ —	\$ —	\$ —	\$ 17,931	\$ 17,931
Net income (loss) attributable to partnership ⁽¹⁾	102	—	775	(343)	(102)	432
For the year ended December 31, 2022						
Revenues	\$ —	\$ —	\$ —	\$ —	\$ 14,427	\$ 14,427
Net income (loss) attributable to partnership ⁽¹⁾	101	—	—	407	(101)	407
As at December 31, 2024						
Current assets	\$ —	\$ —	\$ —	\$ —	\$ 9,607	\$ 9,607
Non-current assets	5,915	—	4,962	8,530	75,576	94,983
Current liabilities	—	—	—	—	10,903	10,903
Non-current liabilities	—	3,392	815	—	59,627	63,834
Non-controlling interests						
Redeemable Partnership Units held by Brookfield	—	—	—	—	1,926	1,926
BIPC exchangeable shares and class A.2 exchangeable shares	—	—	—	—	1,355	1,355
Exchangeable units ⁽⁵⁾	—	—	—	—	62	62
Perpetual subordinated notes	—	—	—	—	293	293
In operating subsidiaries	—	—	—	—	20,568	20,568
Preferred unitholders	—	—	—	—	918	918
As at December 31, 2023						
Current assets	\$ —	\$ —	\$ —	\$ —	\$ 7,979	\$ 7,979
Non-current assets	6,532	—	4,183	10,124	71,966	92,805
Current liabilities	—	—	—	216	11,489	11,705
Non-current liabilities	—	3,700	36	—	51,327	55,063
Non-controlling interests						
Redeemable Partnership Units held by Brookfield	—	—	—	—	2,190	2,190
BIPC exchangeable shares	—	—	—	—	1,533	1,533
Exchangeable units ⁽⁵⁾	—	—	—	—	72	72
Perpetual subordinated notes	—	—	—	—	293	293
In operating subsidiaries	—	—	—	—	23,661	23,661
Preferred unitholders	—	—	—	—	918	918

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

- (1) *Includes net income (loss) attributable to limited partners, the general partner, non-controlling interests - Redeemable Partnership Units held by Brookfield, non-controlling interests - Exchange LP Units, non-controlling interests - BIPC Exchangeable LP Units, and non-controlling interests - BIPC exchangeable shares and class A.2 exchangeable shares.*
- (2) *Includes investments in all subsidiaries of our partnership under the equity method.*
- (3) *Includes investments in all other subsidiaries of the Holding LP, Brookfield Infrastructure Holdings (Canada) Inc., Brookfield Infrastructure US Holdings I Corporation and BIP Bermuda Holdings I Limited and Brookfield Infrastructure LLC ("BI LLC") under the equity method except for Brookfield Infrastructure US Holdings I Corporation's ("US Holdco") investment in BI LLC, which is presented on a combined basis as BI LLC is a guarantor of the notes issued after July 27, 2023. For the years ended December 31, 2024, and 2023, the presentation of US Holdco's investment in BI LLC on a combined basis was equivalent to its presentation under the equity method.*
- (4) *Includes elimination of intercompany transactions and balances necessary to present our partnership on a consolidated basis.*
- (5) *Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.*

NOTE 22. PREFERRED SHARES

As at December 31, 2024, Brookfield Infrastructure Holdings (Canada) Inc., Brookfield Infrastructure US Holdings I Corporation and BIP Bermuda Holdings I Limited (wholly owned subsidiaries of Brookfield Infrastructure) have issued 196,000, 1 and 400,000 preferred shares, respectively, to subsidiaries of Brookfield, for proceeds of \$5 million, \$5 million and \$10 million, respectively. Each preferred share is non-voting and is redeemable at \$25 per share except in the case of the preferred share issued by Brookfield Infrastructure US Holdings I Corporation, which is redeemable for \$5 million. Each of these preferred shares is redeemable, together with any accrued and unpaid dividends, at the option of the issuer on or after the tenth anniversary of the date of issue, subject to certain restrictions. Further, these preferred shares entitle the holders thereof to a fixed cumulative 6% preferential cash dividend payable quarterly as and when declared by the issuer's board of directors. At December 31, 2024, there were no dividends in arrears (2023: \$nil).

NOTE 23. INTEREST EXPENSE

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Interest on corporate facility	\$ 57	\$ 32	\$ 11
Interest on corporate debt	210	179	118
Interest on non-recourse borrowings	2,772	2,043	1,470
Other financing fees ⁽¹⁾	348	247	256
	<u>\$3,387</u>	<u>\$2,501</u>	<u>\$1,855</u>

(1) *Other financing fees primarily relate to interest expense associated with leases in connection with IFRS 16.*

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 24. DIRECT OPERATING COSTS

Direct operating costs are costs incurred to earn revenue and include all attributable expenses. The following table lists direct operating costs for the years ended December 31, 2024, 2023 and 2022.

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Cost of inventory	\$ 2,963	\$ 3,217	\$ 2,881
Depreciation and amortization	3,644	2,739	2,158
Compensation	2,997	2,582	1,707
Fuel, transportation and distribution costs	1,823	1,553	1,624
Operations and maintenance costs	1,258	1,143	852
Marketing and administrative costs	1,128	883	535
Utilities	967	702	500
Other direct operating costs	896	651	253
Total	\$ 15,676	\$ 13,470	\$ 10,510

NOTE 25. PAYROLL EXPENSE

Our partnership has no key employees; therefore, Brookfield Infrastructure does not remunerate key management personnel. Key decision makers of Brookfield Infrastructure are all employees of the ultimate parent company who provide management services under Brookfield Infrastructure’s Master Services Agreement. Details of the management fees paid are disclosed in Note 34, Related Party Transactions.

Throughout the year, the General Partner in its capacity as our partnership’s general partner, incurs director fees, a portion of which are charged to our partnership in accordance with the limited partnership agreement.

Refer to Note 24, *Direct Operating Costs*, for further details on payroll expenses identified as “*compensation*,” across all of Brookfield Infrastructure’s subsidiaries.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 26. NON-WHOLLY OWNED SUBSIDIARIES

The following tables present summarized accounts for significant or material non-wholly owned subsidiaries on the Consolidated Statement of Financial Position:

US\$ MILLIONS	As of December 31, 2024					
	Current Assets	Non-Current Assets	Current Liabilities	Non-Current Liabilities	Non-Controlling Interest in Operating Subsidiaries	Partnership Capital ⁽¹⁾
Utilities						
U.K. regulated distribution operation	\$ 265	\$ 5,882	\$ 561	\$ 3,725	\$ 365	\$ 1,496
Brazilian regulated gas transmission operation ⁽⁴⁾	871	2,936	745	3,779	(402)	(315)
Colombian natural gas distribution operation	293	1,175	448	451	495	74
Brazilian electricity transmission operation ⁽²⁾	49	1,045	31	708	246	109
North American residential decarbonization infrastructure business ⁽²⁾	968	8,603	834	4,906	2,827	1,004
Indian gas transmission operation	423	1,415	285	1,039	516	(2)
European residential decarbonization infrastructure business ⁽²⁾	610	3,585	491	1,454	1,705	545
Transport						
North American rail operation	748	10,142	587	5,867	3,995	441
U.K. port operation	130	1,261	56	958	152	225
Australian port operation ⁽³⁾	75	192	61	8	137	61
Global intermodal logistics operation ⁽²⁾	2,346	10,005	1,565	6,213	3,512	1,061
Midstream						
Canadian diversified midstream operation	751	12,976	1,455	6,933	2,327	3,012
North American gas storage operation	296	3,021	197	1,642	909	569
Canadian natural gas gathering and processing operation	128	3,486	169	2,033	1,009	403
Data						
U.S. colocation data center operation ⁽²⁾	281	4,463	363	3,411	691	279
Australian data center operation	10	626	12	148	340	136
Indian telecom towers operation ^{(2),(5)}	789	10,343	991	9,890	(75)	326
European hyperscale data center platform ⁽²⁾	357	4,984	429	2,617	1,879	416
Corporate						
Holding LP and other	615	450	2,044	5,795	(364)	(6,410)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	As of December 31, 2023					
	Current Assets	Non-Current Assets	Current Liabilities	Non-Current Liabilities	Non-Controlling Interest in Operating Subsidiaries	Partnership Capital ⁽¹⁾
Utilities						
U.K. regulated distribution operation	\$ 312	\$ 5,579	\$ 387	\$ 3,744	\$ 344	\$ 1,416
Brazilian regulated gas transmission operation	747	3,576	549	3,099	526	149
Colombian natural gas distribution operation	257	1,288	187	709	559	90
Brazilian electricity transmission operation ⁽²⁾	19	532	11	323	150	67
North American residential decarbonization infrastructure business ⁽²⁾	926	8,730	797	5,021	2,832	1,006
Indian gas transmission operation	192	1,562	937	133	652	32
European residential decarbonization infrastructure business ⁽²⁾	681	3,581	491	1,360	1,825	586
Transport						
North American rail operation	686	10,054	791	4,866	4,583	500
U.K. port operation	121	1,239	70	928	147	215
Australian port operation	102	425	105	115	218	89
Global intermodal logistics operation ⁽²⁾	435	11,950	984	6,639	3,597	1,165
Midstream						
Canadian diversified midstream operation	672	14,346	1,763	7,463	2,528	3,264
North American gas storage operation	283	1,744	149	769	677	432
Canadian natural gas gathering and processing operation	108	3,750	121	1,890	1,320	527
Data						
U.S. colocation data center operation	64	1,459	197	690	456	180
Australian data center operation	19	589	18	170	299	121
Indian telecom tower operation ⁽⁵⁾	807	8,026	775	7,299	452	307
European hyperscale data center platform ⁽²⁾	272	4,370	316	1,959	1,920	447
Corporate						
Holding LP and other	939	66	2,661	4,680	(366)	(5,970)

(1) Attributable to all equity holders other than non-controlling interests in operating subsidiaries.

(2) Refer to Note 7, Acquisition of Businesses, for further details.

(3) Refer to Note 5, Disposition of Businesses, for further details.

(4) In 2024 our Brazilian regulated gas transmission operation completed a dividend recapitalization of \$1.7 billion.

(5) \$1.7 billion of capital contributed by non-controlling shareholders in our Indian telecom tower operation has been excluded from non-controlling interest in operating subsidiaries, and classified as a liability

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following tables present summarized accounts for non-wholly owned subsidiaries on the Consolidated Statement of Operating Results:

US\$ MILLIONS	Year ended December 31, 2024				
	Revenue	Attributable to non-controlling interest		Attributable to unitholders	
		Net Income (loss)	Other Comprehensive Income (loss)	Net Income (loss)	Other Comprehensive Income (loss)
Utilities					
U.K. regulated distribution operation	\$ 741	\$ 20	\$ 11	\$ 78	\$ 45
Brazilian regulated gas transmission operation	1,357	318	102	135	59
Colombian natural gas distribution operation	1,153	63	(64)	13	(14)
Brazilian electricity transmission operation ⁽¹⁾	57	17	(34)	8	(15)
North American residential decarbonization infrastructure business ⁽¹⁾	2,834	74	(83)	27	(29)
Indian gas transmission operation	488	(35)	(18)	(9)	(5)
European residential decarbonization infrastructure business ⁽¹⁾	1,663	(64)	(37)	(18)	(10)
Transport					
North American rail operation	2,360	161	(30)	19	(10)
U.K. port operation	307	5	12	7	18
Australian port operation ⁽²⁾	335	(19)	(19)	(7)	(7)
Global intermodal logistics operation ⁽¹⁾	1,568	342	9	108	4
Midstream					
Canadian diversified midstream operation	3,360	(9)	(171)	(12)	(214)
North American gas storage operation	427	110	704	69	445
Canadian natural gas gathering and processing operation	565	6	(109)	2	(50)
Data					
U.S. colocation data center operation ⁽¹⁾	938	357	(5)	142	(2)
Australian data center operation	30	(4)	(33)	(2)	(13)
Indian telecom tower operation ⁽¹⁾	2,020	(73)	8	(13)	1
European hyperscale data center platform ⁽¹⁾	332	84	(144)	18	(32)
Corporate					
Holding LP and other	—	(68)	—	(636)	170

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	Year ended December 31, 2023				
	Revenue	Attributable to non-controlling interest		Attributable to unitholders	
		Net Income (loss)	Other Comprehensive Income (loss)	Net Income (loss)	Other Comprehensive Income (loss)
Utilities					
U.K. regulated distribution operation	635	19	38	78	154
Brazilian regulated gas transmission operation	1,483	455	44	202	19
Colombian natural gas distribution operation	997	53	104	10	24
Brazilian electricity transmission operation ⁽¹⁾	38	16	7	7	3
North American residential decarbonization infrastructure business ⁽¹⁾	2,759	57	(31)	20	(11)
Indian gas transmission operation	407	83	(4)	22	(1)
European residential decarbonization infrastructure business ⁽¹⁾	1,539	(2)	69	—	22
Transport					
North American rail operation	2,257	166	190	20	14
U.K. port operation	272	9	12	14	12
Australian port operation	460	20	(2)	7	(1)
Global intermodal logistics operation ⁽¹⁾	385	56	(33)	22	(13)
Midstream					
Canadian diversified midstream operation	3,338	15	56	19	72
North American gas storage operation	321	5	160	2	103
Canadian natural gas gathering and processing operation	547	14	(27)	5	(11)
Data					
U.S. colocation data center operation	207	(87)	(6)	(35)	(2)
Australian data center operation	31	(3)	1	(1)	—
Indian telecom tower operation	1,471	19	(16)	6	(3)
European hyperscale data center platform ⁽¹⁾	170	56	(106)	13	(24)
Corporate					
Holding LP and other	4	(171)	—	(583)	(85)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	Year ended December 31, 2022				
	Revenue	Attributable to non-controlling interest		Attributable to unitholders	
		Net Income (loss)	Other Comprehensive Income (loss)	Net Income (loss)	Other Comprehensive Income (loss)
Utilities					
U.K. regulated distribution operation	572	19	(20)	75	(78)
Brazilian regulated gas transmission operation	1,314	506	(2)	225	(1)
Colombian natural gas distribution operation	901	47	(23)	10	(4)
Brazilian electricity transmission operation	224	67	29	21	22
North American residential decarbonization infrastructure business	1,695	89	23	36	9
Indian gas transmission operation	337	51	(56)	14	(15)
European residential infrastructure operation	190	(19)	(18)	(3)	(3)
Transport					
North American rail operation	2,253	196	202	23	21
U.K. port operation	272	6	(15)	8	(21)
Australian port operation	458	(27)	(21)	(10)	(8)
Indian toll roads ⁽³⁾	143	1	(22)	4	(11)
Midstream					
Canadian diversified midstream operation	3,150	115	(163)	160	(239)
North American gas storage operation	246	64	43	45	38
Canadian natural gas gathering and processing operation	561	32	(37)	13	(15)
Data					
U.S. colocation data center operation	221	(75)	28	(30)	11
Australian data center operation	22	3	(9)	2	(4)
Indian telecom tower operation	1,398	(7)	(201)	2	(41)
Corporate					
Holding LP and other	6	(106)	—	(244)	300

(1) Refer to Note 7, Acquisition of Businesses, for further details.

(2) Refer to Note 5, Disposition of Businesses, for further details.

(3) Indian toll roads include our investments in BIF India Holdings Pte Ltd, Simhapuri Expressway Limited and Rayalseema Expressway Private Limited.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following tables present summarized accounts for non-wholly owned subsidiaries on the Consolidated Statement of Cash Flows:

US\$ MILLIONS	Cash Flow Activities					
	Year ended December 31, 2024			Year ended December 31, 2023		
	Operating	Investing	Financing	Operating	Investing	Financing
Utilities						
U.K. regulated distribution operation	\$ 282	\$ (439)	\$ 113	\$ 226	\$ (487)	\$ 309
Brazilian regulated gas transmission operation	585	(178)	(158)	739	(36)	(742)
Colombian natural gas distribution operation	93	(39)	(49)	89	(38)	(78)
Brazilian electricity transmission operation ⁽¹⁾	29	25	(23)	23	37	(51)
North American residential decarbonization infrastructure business ^{(1),(4)}	128	(160)	70	33	(2,647)	2,671
Indian gas transmission operation	196	(170)	28	134	86	(122)
European residential decarbonization infrastructure business ⁽¹⁾	140	(168)	30	(3)	(2,365)	2,489
Transport						
North American rail operation	526	(422)	(95)	528	(296)	(259)
U.K. port operation	54	(42)	2	16	(51)	25
Australian port operation ⁽²⁾	17	59	(72)	6	226	(229)
Global intermodal logistics operation ⁽¹⁾	1,133	(600)	(532)	327	(3,048)	2,828
Midstream						
Canadian diversified midstream operation	504	(562)	(81)	542	(285)	(95)
North American gas storage operation	313	(60)	(191)	219	56	(228)
Canadian natural gas gathering and processing operation	211	(172)	(16)	170	(164)	(12)
Data						
U.S. colocation data center operation ⁽¹⁾	256	(1,547)	1,451	(13)	(85)	93
Australian data center operation	(8)	(106)	110	5	(72)	69
Indian telecom tower operation ⁽¹⁾	465	(1,744)	1,261	608	(767)	255
European hyperscale data center platform ⁽¹⁾	(11)	(697)	794	54	(2,993)	2,993
Corporate						
Holding LP and other	(380)	174	202	269	(629)	152

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

US\$ MILLIONS	Cash Flow Activities		
	Year ended December 31, 2022		
	Operating	Investing	Financing
Utilities			
U.K. regulated distribution operation	\$ 293	\$ (432)	\$ 101
Brazilian regulated gas transmission operation	783	(80)	(824)
Colombian natural gas distribution operation	154	(32)	(99)
Brazilian electricity transmission operation	90	(58)	(120)
North American residential decarbonization infrastructure business ⁽⁴⁾	(116)	(352)	480
Indian gas transmission operation	132	5	(123)
European residential decarbonization infrastructure business	(25)	(35)	71
Transport			
North American rail operation	515	(250)	(210)
U.K. port operation	31	(61)	42
Australian port operation	26	(44)	(3)
Indian toll roads ⁽³⁾	51	(15)	(26)
Midstream			
Canadian diversified midstream operation	568	(713)	144
North American gas storage operation	61	(37)	(26)
Canadian natural gas gathering and processing operation	197	(68)	(153)
Data			
U.S. colocation data center operation	(5)	(300)	318
Australian data center operation	5	(131)	114
Indian telecom tower operation	315	(243)	(28)
Corporate			
Holding LP and other	(132)	(310)	362

(1) Refer to Note 7, Acquisition of Businesses, for further details.

(2) Refer to Note 5, Disposition of Businesses, for further details.

(3) Indian toll roads include our investments in BIF India Holdings Pte Ltd

(4) Our partnership's cash from operating activities include reduction to cash related to the impact of our finance lease receivables signed at our North American residential decarbonization infrastructure business. The operation presents an outflow for the cost of inventory within the operating cash flows, and given the business has been securitized since 2019, the corresponding cash outflows are offset by increases in non-recourse borrowings under financing activities on the Consolidated Statements of Cash Flows.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 27. INCOME TAXES

Our partnership is a flow through entity for tax purposes and as such is not subject to taxation. However, income taxes are recognized for the amount of taxes payable by the partnership's corporate subsidiaries and for the impact of deferred tax assets and liabilities related to such subsidiaries.

(a) Deferred Income Tax Balances

The sources of deferred income tax balances are as follows:

<u>US\$ MILLIONS</u>	<u>As of December 31,</u>	
	<u>2024</u>	<u>2023</u>
Deferred income tax assets		
Tax losses carried forward	\$ 2,143	\$ 2,162
Financial instruments and other	717	212
	<u>\$ 2,860</u>	<u>\$ 2,374</u>
Deferred income tax liabilities		
Long lived assets	\$ (9,836)	\$ (9,636)
Investment in associates and investment properties	(571)	(534)
	<u>\$(10,407)</u>	<u>\$(10,170)</u>
Net deferred income tax liabilities	<u>\$ (7,547)</u>	<u>\$ (7,796)</u>
Reflected in the Consolidated Statements of Financial Position as follows:		
Deferred income tax assets	\$ 120	\$ 107
Deferred income tax liabilities	(7,667)	(7,903)
Net deferred income tax liabilities	<u>\$ (7,547)</u>	<u>\$ (7,796)</u>

The deferred tax asset related to losses available for carry forward includes \$105 million (2023: \$84 million) of tax benefits that have been recognized based on projections of future taxable profits. In addition, we also consider tax planning opportunities that will create taxable income in the period in which the unused tax losses can be utilized.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The sources of deferred income tax balances and movements are as follows:

US\$ MILLIONS	Jan. 1, 2024	Net Income	Recognized in			Acquisitions/ Dispositions	Dec. 31, 2024
			Other Comprehensive Income	Other ⁽¹⁾			
Deferred income tax assets related to non-capital losses and capital losses	\$ 2,162	\$ 188	\$ —	\$ (207)	\$ —	\$ —	\$ 2,143
Deferred income tax liabilities related to differences in tax and book basis, net	(9,958)	136	(213)	811	(466)		(9,690)
Net deferred income tax liabilities	\$ (7,796)	\$ 324	\$ (213)	\$ 604	\$ (466)		\$ (7,547)

US\$ MILLIONS	Jan. 1, 2023	Net Income	Recognized in			Acquisitions/ Dispositions	Dec. 31, 2023
			Other Comprehensive Income	Other ⁽¹⁾			
Deferred income tax assets related to non-capital losses and capital losses	\$ 1,937	\$ 275	\$ —	\$ (53)	\$ 3		\$ 2,162
Deferred income tax liabilities related to differences in tax and book basis, net	(7,801)	(280)	(107)	(217)	(1,553)		(9,958)
Net deferred income tax liabilities	\$ (5,864)	\$ (5)	\$ (107)	\$ (270)	\$ (1,550)		\$ (7,796)

(1) Other items relates to foreign exchange as deferred income taxes are calculated based on the functional currency of each operating entity.

A deferred tax asset is not recognized in respect of deductible temporary differences of \$214 million (2023: \$127 million), unused capital losses of \$10,615 million (2023: \$6,498 million) and unused non-capital losses of \$3,026 million (2023: \$2,756 million). Of the total deductible temporary differences of \$214 million (2023: \$127 million), \$10 million expire after four years from the reporting date and \$204 million do not expire. Of the unused capital losses of \$10,615 million (2023: \$6,498 million), \$6,359 million expire after two years from the reporting date, \$4,096 million expire after five years from the reporting date, \$4 million expire beyond five years from the reporting date and \$156 million do not expire.

The following table details the expiry date, if applicable, of the non-capital losses:

US\$ MILLIONS	Year of Expiration							Total
	2025	2026	2027	2028	2029	Beyond	Do not expire	
As of December 31, 2024	\$ 18	\$ 6	\$ 20	\$ 35	\$ 10	\$ 416	\$ 2,521	\$ 3,026

US\$ MILLIONS	Year of Expiration							Total
	2024	2025	2026	2027	2028	Beyond	Do not expire	
As of December 31, 2023	\$ 17	\$ 16	\$ 6	\$ 20	\$ 15	\$ 895	\$ 1,787	\$ 2,756

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(b) Income Tax Recognized in Profit or Loss

The major components of income tax expense include the following:

US\$ MILLIONS	For the year ended December 31,		
	2024	2023	2022
Tax expense comprises:			
Current income tax expense	\$ 594	\$ 576	\$ 474
Deferred income tax expense (recovery)			
Origination and reversal of temporary differences	(247)	(51)	75
Changes in tax rates or the imposition of new taxes	(13)	4	(6)
Unrecognized deferred taxes	(64)	52	17
Total income tax expense	\$ 270	\$ 581	\$ 560
Net income before income tax expense reconciles to income tax expense as follows:			
Net income before income tax	\$1,953	\$2,029	\$1,935
Income tax expense calculated at the domestic rates applicable to profits in the country concerned	524	622	626
Change in substantively enacted tax rates	(13)	4	(6)
International operations subject to different tax rates	35	(10)	(5)
Taxable income attributable to non-controlling interests	(106)	(73)	(91)
Portion of gains subject to different tax rates	(150)	(64)	23
Deferred tax assets not recognized	(64)	52	17
Permanent differences and other	44	50	(4)
Income tax expense recognized in profit or loss	\$ 270	\$ 581	\$ 560

As the partnership is not subject to tax, the above reconciliation has been prepared using a composite statutory rate for jurisdictions where Brookfield Infrastructure's subsidiaries operate. The composite rate has decreased due to changes in the related operating income in the various subsidiaries and changes in local statutory rates.

The partnership has approximately \$57 million (2023: \$49 million) of temporary differences associated with investments in subsidiaries, and associates for which no deferred income taxes have been provided.

(c) Income Tax Recognized Directly in Other Comprehensive Income

US\$ MILLIONS	2024	2023	2022
Deferred income tax arising on income and expenses recognized in other comprehensive income:			
Revaluation of property, plant and equipment	\$ (232)	\$ (169)	\$ (113)
Cash flow hedges	39	61	(162)
Pension plan actuarial changes	(20)	1	(39)
Total income tax expense recognized directly in other comprehensive income	\$ (213)	\$ (107)	\$ (314)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 28. PARTNERSHIP CAPITAL

As at December 31, 2024, our partnership's capital structure was comprised of three classes of partnership units: limited partnership units, preferred units and general partnership units. Limited partnership units entitle the holder to their proportionate share of distributions. Preferred units entitle the holder to cumulative preferential cash distributions in accordance with their terms. General partnership units entitle the holder to the right to govern the financial and operating policies of our partnership. The Holding LP's capital structure is composed of four classes of partnership units: special general partner units, Holding LP Class A preferred units, managing general partner units and redeemable partnership units held by Brookfield.

On June 10, 2022, Brookfield Infrastructure completed a three-for-two split of our units, BIPC exchangeable shares, Exchange LP Units, and BIPC exchangeable LP units, by way of a subdivision whereby unitholders/shareholders received an additional one-half of a unit/share for each unit/share held. The Managing General Partner Units, Special General Partner Units and Redeemable Partnership Units of the Holding LP were concurrently split. Brookfield Infrastructure's preferred units were not affected by the split. All historical unit and share counts, as well as per unit/share disclosures have been adjusted to effect for the change in units as a result of the splits.

In its capacity as the holder of the Special General Partner Units of the Holding LP, the special general partner is entitled to incentive distribution rights which are based on the amount by which quarterly distributions on the Holding LP's units (other than Holding LP Class A Preferred Units) exceed specified target levels. To the extent distributions on the Holding LP's units (other than Holding LP Class A Preferred Units) exceed \$0.1218 per quarter, the incentive distribution rights entitle the special general partner to 15% of incremental distributions above this threshold. To the extent that distributions on the Holding LP's units (other than Holding LP Class A Preferred Units) exceed \$0.1320 per unit, the incentive distribution rights entitle the special general partner to 25% of incremental distributions above this threshold. During the year, the Holding LP paid incentive distributions of \$295 million (2023: \$266 million, 2022: \$240 million). Prior to the split on June 10, 2022, the above thresholds of \$0.1218 and \$0.1320 were \$0.1827 and \$0.1980, respectively.

The Holding LP has issued 190.3 million Redeemable Partnership Units to Brookfield, which may, at the request of the holder, require the Holding LP to redeem the Redeemable Partnership Units for cash in an amount equal to the market value of our units. This right is subject to our partnership's right of first refusal which entitles it, at its sole discretion, to elect to acquire any Redeemable Partnership Units so presented to the Holding LP in exchange for one of our partnership's units (subject to certain customary adjustments). Both the units issued by our partnership and the Redeemable Partnership Units issued by the Holding LP have the same economic attributes in all respects, except for the redemption right described above. The Redeemable Partnership Units participate in earnings and distributions on a per Redeemable Partnership Unit basis equivalent to the per unit participation of the units of our partnership. Our partnership reflects the Redeemable Partnership Units issued to Brookfield by the Holding LP as non-controlling interest—Redeemable Partnership Units held by Brookfield.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

In September 2023, Brookfield Investments Corporation, a subsidiary of BN, exercised its redemption right in respect of 3,287,267 Redeemable Partnership Units. Our partnership exercised its right of first refusal in respect of all such Redeemable Partnership Units and issued 3,287,267 units to Brookfield Investments Corporation in full satisfaction of such redemption request. Such exchanged units were subsequently transferred to BWS. BN and BWS have agreed that all decisions to be made by BWS with respect to the voting of the units held by BWS will be made jointly by mutual agreement of the applicable BWS subsidiary and BN.

In November 2024, we announced that we renewed our normal course issuer bid for outstanding units and our Class A Preferred Units. Under the normal course issuer bid, the board of directors of our General Partner authorized us to repurchase up to 5% of the issued and outstanding units, or 23,088,572 units, and up to 10% of the public float of each series of the Class A Preferred Units that were issued and outstanding. Repurchases were authorized to commence on December 2, 2024 and will terminate on December 1, 2025, or earlier should we complete our repurchases prior to such date. All purchases will be effected through the facilities of the TSX, NYSE and/or alternative trading systems, and all units and Class A Preferred Units acquired under the normal course issuer bid will be cancelled. Please refer to Item 16.E “Purchases of equity securities by the issuer and affiliated purchaser” for details of repurchases completed during the year. During the year ended December 31, 2024, Brookfield Infrastructure did not repurchase any units (2023: repurchased less than 1 million units for \$25 million, 2022: nil).

(a) Special and Limited Partnership Capital

<u>MILLIONS, EXCEPT UNIT INFORMATION</u>	<u>Special General Partner Units</u>					
	2024		2023		2022	
	Carrying Value	Units	Carrying Value	Units	Carrying Value	Units
Opening balance	\$ 19	2,400,631	\$ 19	2,400,631	\$ 19	2,400,631
Ending balance	\$ 19	2,400,631	\$ 19	2,400,631	\$ 19	2,400,631

<u>MILLIONS, EXCEPT UNIT INFORMATION</u>	<u>Limited Partnership Units</u>					
	2024		2023		2022	
	Carrying Value	Units	Carrying Value	Units	Carrying Value	Units
Opening balance	\$ 6,196	461,343,972	\$ 6,092	458,380,315	\$ 6,074	457,901,280
Conversion from RPU to LP	—	—	100	3,287,267	—	—
Unit issuance	11	343,347	12	416,225	13	338,953
Units repurchased and cancelled	—	—	(12)	(908,674)	—	—
Conversions	3	168,031	4	168,839	5	140,082
Ending balance	\$ 6,210	461,855,350	\$ 6,196	461,343,972	\$ 6,092	458,380,315

During the year ended December 31, 2024, Brookfield Infrastructure did not repurchase any units (2023: less than 1 million units for \$25 million, 2022: nil) and incurred no commission costs (2023: less than \$1 million, 2022: \$nil).

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Our partnership has implemented a distribution reinvestment plan (the “Plan”) that allows eligible holders of our units to purchase additional units by reinvesting their cash distributions. Under the Plan, units are acquired at a price per unit calculated by reference to the volume weighted average of the trading price for our units on the New York Stock Exchange for the five trading days immediately preceding the relevant distribution date. During the year ended December 31, 2024, our partnership issued 0.3 million units for proceeds of \$11 million (2023: 0.4 million units for proceeds of \$12 million, 2022: 0.3 million units for proceeds of \$13 million).

The weighted average number of Special General Partner Units outstanding for the year ended December 31, 2024 was 2.4 million (2023: 2.4 million, 2022: 2.4 million). The weighted average number of limited partnership units outstanding for the year ended December 31, 2024 was 461.6 million (2023: 459.4 million, 2022: 458.1 million).

Net income per limited partnership unit was \$0.04 for the year ended December 31, 2024 (2023: \$0.14, 2022: \$0.14). Net income per limited partnership unit is calculated as the total net income attributable to limited partnership units, less preferred partnership distributions, divided by the average number of limited partnership units outstanding during the year ended December 31, 2024.

On January 30, 2025, the partnership declared a quarterly distribution in the amount of \$0.430 per unit, payable on March 31, 2025 to unitholders of record as at the close of business on February 28, 2025. This distribution represents a 6% increase compared to the prior year. The regular quarterly dividends on the partnership preferred units have also been declared.

(b) Non-controlling interest—Redeemable Partnership Units held by Brookfield

<u>MILLIONS, EXCEPT UNIT INFORMATION</u>	2024		2023		2022	
	Carrying Value	Units	Carrying Value	Units	Carrying Value	Units
Opening balance	\$ 2,628	190,299,956	\$ 2,728	193,587,223	\$ 2,728	193,587,223
Conversion of RPU to LP	—	—	(100)	(3,287,267)	—	—
Ending balance	<u>\$ 2,628</u>	<u>190,299,956</u>	<u>\$ 2,628</u>	<u>190,299,956</u>	<u>\$ 2,728</u>	<u>193,587,223</u>

In September 2023, Brookfield converted approximately 3 million of its RPUs held with a carrying value of approximately \$100 million into an equivalent amount of LP units.

The weighted average number of Redeemable Partnership Units outstanding for the year ended December 31, 2024 was 190.3 million (2023: 192.7 million, 2022: 193.6 million).

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(c) Non-controlling interest—BIPC exchangeable shares and class A.2 exchangeable shares

<u>MILLIONS, EXCEPT SHARE INFORMATION</u>	2024		2023		2022	
	Carrying Value	Shares ⁽¹⁾	Carrying Value	Shares	Carrying Value	Shares
Opening balance	\$ 2,512	131,872,066	\$ 1,757	110,567,671	\$ 1,755	110,157,540
Issued in conjunction with the acquisition of Triton . . .	—	—	751	21,094,441	—	—
Conversions	2	179,843	4	209,954	2	410,131
Ending balance	<u>\$ 2,514</u>	<u>132,051,909</u>	<u>\$ 2,512</u>	<u>131,872,066</u>	<u>\$ 1,757</u>	<u>110,567,671</u>

(1) Includes 119,039,120 (December 31, 2023: 131,872,066) BIPC exchangeable shares and 13,012,789 (December 31, 2023: nil) class A.2 exchangeable shares.

In September 2023, BIPC issued approximately 21 million BIPC exchangeable shares with a fair value on date of issuance of approximately \$751 million in connection with the acquisition of our global intermodal logistics operation. Refer to Note 7, *Acquisition of Businesses*, and Note 1, *Organization and Description of the Business*, for further details.

As a result of the issuance, equity was reallocated between limited partners, the general partner, non-controlling interests - Redeemable Partnership Units held by Brookfield, non-controlling interests - Exchange LP units, non-controlling interests - BIPC exchangeable LP units, and non-controlling interests - BIPC exchangeable shares to reflect the difference between the ratio in which the unit/shareholders participated in the issuance and their original economic interest in the partnership. The resulting impacts were recognized as ownership changes within the Consolidated Statements of Partnership Capital. Amounts in accumulated other comprehensive income (loss) were also ratably allocated. Refer to Note 29, *Accumulated Other Comprehensive Income (Loss)*, for further details.

During the year ended December 31, 2024, BIPC exchangeable shareholders exchanged less than 0.2 million BIPC exchangeable shares (2023: 0.2 million) for \$2 million of our units (2023: less than \$3 million)

(d) Non-controlling interest—Exchangeable Units

<u>MILLIONS, EXCEPT UNIT INFORMATION</u>	2024		2023		2022	
	Carrying Value	Units	Carrying Value	Units	Carrying Value	Units
Opening balance ..	\$ 393	6,086,026	\$ 401	6,464,819	\$ 408	7,015,032
Conversions	(5)	(347,874)	(8)	(378,793)	(7)	(550,213)
Ending balance ...	<u>\$ 388</u>	<u>5,738,152</u>	<u>\$ 393</u>	<u>6,086,026</u>	<u>\$ 401</u>	<u>6,464,819</u>

During the year ended December 31, 2024, Exchange LP unitholders exchanged 0.1 million (2023: 0.2 million, 2022: 0.2 million) Exchange LP Units for \$2 million (2023: \$4 million, 2022: \$2 million) of our units.

During the year ended December 31, 2024, BIPC Exchangeable LP unitholders exchanged 0.2 million (2023: 0.2 million, 2022: 0.4 million) BIPC exchangeable LP units for \$3 million (2023: \$4 million, 2022:\$5 million) of BIPC exchangeable shares.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(e) Non-controlling interest - Perpetual Subordinated Notes

US\$ MILLIONS	Perpetual Subordinated Notes		
	2024	2023	2022
Opening balance	\$ 293	\$ 293	\$ —
Issued for cash	—	—	293
Ending balance	\$ 293	\$ 293	\$ 293

On January 21, 2022, BIP Bermuda Holdings I Limited issued 12 million fixed rate perpetual subordinated notes, at \$25 per note, with a fixed coupon rate of 5.125% annually. In total, \$293 million net proceeds were raised. The notes do not have a fixed maturity date and are not redeemable at the option of the holders, therefore the notes are classified as non-controlling interest. The perpetual subordinated notes also provide Brookfield Infrastructure, at its discretion, the right to defer the interest (in whole or in part) indefinitely.

(f) Preferred Unitholders' Capital

MILLIONS, EXCEPT UNIT INFORMATION	2024		2023		2022	
	Carrying Value	Units	Carrying Value	Units	Carrying Value	Units
Opening balance	\$ 918	43,901,312	\$ 918	43,901,312	\$ 1,138	55,881,062
Repurchased and cancelled	—	—	—	—	(220)	(11,979,750)
Ending balance	\$ 918	43,901,312	\$ 918	43,901,312	\$ 918	43,901,312

During the year ended December 31, 2022, our partnership redeemed all of its outstanding Cumulative Class A Preferred Limited Partnership Units, Series 7, for \$243 million. Losses on redemption of \$23 million were recognized directly in equity.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 29. ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)

(a) Attributable to Limited Partners

US\$ MILLIONS	Revaluation Surplus	Foreign Currency Translation	Net Investment Hedges	Cash Flow Hedges	Marketable Securities	Unrealized Actuarial (Losses) Gains	Equity accounted investments	Accumulated Other Comprehensive Income
Balance at December 31, 2022	\$ 774	\$ (1,741)	\$ 115	\$ 87	\$ 125	\$ 3	\$ 1,118	\$ 481
Other comprehensive income (loss)	144	190	(12)	(48)	—	(3)	(52)	219
Equity issuance ⁽¹⁾	(15)	36	(2)	(3)	(3)	(1)	(17)	(5)
Other items	—	—	—	—	—	—	(19)	(19)
Balance at December 31, 2023	\$ 903	\$ (1,515)	\$ 101	\$ 36	\$ 122	\$ (1)	\$ 1,030	\$ 676
Other comprehensive income (loss)	264	(419)	23	17	—	6	211	102
Balance at December 31, 2024	\$ 1,167	\$ (1,934)	\$ 124	\$ 53	\$ 122	\$ 5	\$ 1,241	\$ 778

(b) Attributable to General Partner

US\$ MILLIONS	Revaluation Surplus	Foreign Currency Translation	Net Investment Hedges	Cash Flow Hedges	Marketable Securities	Unrealized Actuarial Gains	Equity accounted investments	Accumulated Other Comprehensive Income
Balance at December 31, 2022	\$ 4	\$ (9)	\$ —	\$ —	\$ 1	\$ —	\$ 6	\$ 2
Other comprehensive income	1	1	—	—	—	—	—	2
Equity issuance ⁽¹⁾	—	(1)	1	—	—	—	—	—
Balance at December 31, 2023	\$ 5	\$ (9)	\$ 1	\$ —	\$ 1	\$ —	\$ 6	\$ 4
Other comprehensive income	1	(2)	—	—	—	—	2	1
Balance at December 31, 2024	\$ 6	\$ (11)	\$ 1	\$ —	\$ 1	\$ —	\$ 8	\$ 5

(c) Attributable to Non-controlling interest—Redeemable Partnership Units held by Brookfield

US\$ MILLIONS	Revaluation Surplus	Foreign Currency Translation	Net Investment Hedges	Cash Flow Hedges	Marketable Securities	Unrealized Actuarial (Losses) Gains	Equity accounted investments	Accumulated Other Comprehensive Income
Balance at December 31, 2022	\$ 326	\$ (726)	\$ 49	\$ 36	\$ 53	\$ (1)	\$ 473	\$ 210
Other comprehensive income (loss)	60	79	(6)	(20)	—	(1)	(22)	90
Equity issuance ⁽¹⁾	(14)	23	(2)	(1)	(3)	2	(19)	(14)
Other items	—	—	—	—	—	—	(9)	(9)
Balance at December 31, 2023	\$ 372	\$ (624)	\$ 41	\$ 15	\$ 50	\$ —	\$ 423	\$ 277
Other comprehensive income (loss)	109	(173)	9	7	—	3	87	42
Balance at December 31, 2024	\$ 481	\$ (797)	\$ 50	\$ 22	\$ 50	\$ 3	\$ 510	\$ 319

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(d) Attributable to Non-controlling interest—BIPC exchangeable shares and class A.2 exchangeable shares

US\$ MILLIONS	Revaluation Surplus	Foreign Currency Translation	Net Investment Hedges	Cash Flow Hedges	Marketable Securities	Unrealized Actuarial (Losses) Gains	Equity accounted investments	Accumulated Other Comprehensive Income
Balance at December 31, 2022	\$ 186	\$ (415)	\$ 28	\$ 20	\$ 30	\$ 1	\$ 268	\$ 118
Other comprehensive income (loss)	41	55	(3)	(14)	—	(1)	(16)	62
Equity issuance ⁽¹⁾	30	(64)	4	4	5	(1)	41	19
Other items	—	—	—	—	—	—	(4)	(4)
Balance at December 31, 2023	\$ 257	\$ (424)	\$ 29	\$ 10	\$ 35	\$ (1)	\$ 289	\$ 195
Other comprehensive income (loss)	75	(120)	7	5	—	2	59	28
Balance at December 31, 2024	\$ 332	\$ (544)	\$ 36	\$ 15	\$ 35	\$ 1	\$ 348	\$ 223

(e) Attributable to Non-controlling interest—Exchangeable units⁽²⁾

US\$ MILLIONS	Revaluation Surplus	Foreign Currency Translation	Net Investment Hedges	Cash Flow Hedges	Marketable Securities	Unrealized Actuarial Gains	Equity accounted investments	Accumulated Other Comprehensive Income
Balance at December 31, 2022	\$ 11	\$ (28)	\$ 2	\$ 1	\$ 1	\$ —	\$ 19	\$ 6
Other comprehensive income (loss)	2	1	—	(1)	—	—	1	3
Equity issuance ⁽¹⁾	(1)	9	(1)	—	—	—	(7)	—
Balance at December 31, 2023	\$ 12	\$ (18)	\$ 1	\$ —	\$ 1	\$ —	\$ 13	\$ 9
Other comprehensive income (loss)	3	(4)	—	—	—	—	2	1
Balance at December 31, 2024	\$ 15	\$ (22)	\$ 1	\$ —	\$ 1	\$ —	\$ 15	\$ 10

(1) In relation to the issuance of BIPC exchangeable shares, accumulated other comprehensive income was reallocated between all components of equity. Refer to Note 28, Partnership Capital, for further details.

(2) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

NOTE 30. DISTRIBUTIONS

The following table outlines distributions made to each class of partnership units, including BIPC exchangeable shares and class A.2 exchangeable shares that are exchangeable into units, as well as BIPC exchangeable LP units that are exchangeable into BIPC exchangeable shares.

US\$ MILLIONS	For the year ended December 31,		
	2024	2023	2022
Limited Partners	\$ (748)	\$ (701)	\$ (660)
General Partner ⁽¹⁾	(296)	(269)	(244)
Non-controlling interest attributable to:			
Redeemable Partnership Units held by Brookfield	(312)	(298)	(277)
BIPC exchangeable shares and class A.2 exchangeable shares	(212)	(176)	(160)
Exchangeable units ⁽²⁾	(8)	(9)	(11)
Preferred unitholders	(52)	(47)	(50)
Perpetual subordinated notes	(16)	(16)	(16)
Total Distributions	\$ (1,644)	\$ (1,516)	\$ (1,418)

PER UNIT/SHARE	For the year ended December 31,		
	2024	2023	2022
Limited Partners	\$ 1.62	\$ 1.53	\$ 1.44
General Partner ⁽¹⁾	1.62	1.53	1.44
Non-controlling interest attributable to:			
Redeemable Partnership Units held by Brookfield	1.62	1.53	1.44
BIPC exchangeable shares and class A.2 exchangeable shares	1.62	1.53	1.44
Exchangeable units ⁽²⁾	1.62	1.53	1.44
Preferred unitholders	1.14	1.07	1.06
Perpetual subordinated notes	1.28	1.28	1.28

(1) Distributions to the General Partner include \$295 million of incentive distributions for the year ended December 31, 2024 (2023: \$266 million, 2022: \$240 million).

(2) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

On December 4, 2023, our partnership announced the fixed distribution rate reset on its Series 11 Preferred Units for the five years commencing January 1, 2024 and ending December 31, 2028. If declared, the fixed quarterly distributions on the Series 11 Preferred Units during the five years commencing January 1, 2024 will be paid at an annual rate of 6.446% (C\$0.402875 per unit per quarter).

On March 2, 2023, our partnership announced the fixed distribution rate reset on its Series 9 Preferred Units for the five years commencing April 1, 2023 and ending March 31, 2028. If declared, the fixed quarterly distributions on the Series 9 Preferred Units during the five years commencing April 1, 2023 will be paid at an annual rate of 6.642% (C\$0.415125 per unit per quarter).

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

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NOTE 31. CONTINGENT ASSETS & LIABILITIES

Brookfield Infrastructure, including its associates, had bank guarantees and letters of credit outstanding to third parties totaling \$399 million (2023: \$410 million). These guarantees are generally supported by cash on deposit with banks.

Our partnership and its subsidiaries are contingently liable with respect to litigation and claims that arise in the normal course of operations.

NOTE 32. CONTRACTUAL COMMITMENTS

In the normal course of business, our partnership will enter into contractual commitments which include commitments relating to contracted project costs for various growth initiatives, committed expenditures associated with gas and electricity sales contracts at our U.K. regulated distribution operation, service agreements for the purchase and transportation of core utilities at our Canadian diversified midstream operation and leases associated with our U.S. colocation data center operation, Indian telecom towers operation, North American rail operation and Canadian diversified midstream operation. As at December 31, 2024, our partnership had \$6,633 million (2023: \$5,535 million) of commitments outstanding, of which 13% mature in less than one year, 42% between two and five years, and 45% after five years.

In addition, pursuant to the Master Service Agreement, on a quarterly basis, we, together with BIPC, pay a base management fee to the Service Providers equal to 0.3125% per quarter (1.25% annually) of the market value of our group. This fee is recorded on the Consolidated Statements of Operating Results in general and administrative expenses.

NOTE 33. RETIREMENT BENEFIT PLANS

Brookfield Infrastructure offers pension plans to certain employees of its subsidiaries. Brookfield Infrastructure's obligations under its defined benefit pension plans are determined periodically through the preparation of actuarial valuations. The benefit plans' expense for 2024 was \$15 million (2023: \$18 million, 2022: \$26 million). The discount rate used was 5.2% (2023: 5.2%, 2022: 4.5%) with a rate of compensation of 2.6% (2023: 3.1%, 2022: 2.4%).

US\$ MILLIONS	2024	2023
Plan assets	\$ 760	\$ 808
Less accrued benefit obligation	(685)	(813)
Accrued benefit asset (liability)⁽¹⁾	\$ 75	\$ (5)

(1) Primarily presented within Other liabilities' of the consolidated statements of financial position. Refer to Note 18, Accounts Payable and Other for further details.

NOTE 34. RELATED PARTY TRANSACTIONS

In the normal course of operations, Brookfield Infrastructure entered into the transactions below with related parties. The immediate parent of Brookfield Infrastructure is our partnership. The ultimate parent of Brookfield Infrastructure is Brookfield. Other related parties of Brookfield Infrastructure represent its subsidiary and operating entities.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Throughout the year, the General Partner, in its capacity as our partnership's general partner, incurs director fees, a portion of which are charged at cost to our partnership in accordance with our limited partnership agreement. Director fees of \$2 million were incurred during the year ended December 31, 2024 (2023: \$2 million, 2022: \$1 million).

Since inception, Brookfield Infrastructure has had a management agreement (the "Master Services Agreement") with certain service providers (the "Service Providers"), which are wholly-owned subsidiaries of Brookfield.

Pursuant to the Master Services Agreement, on a quarterly basis, Brookfield Infrastructure pays a base management fee, referred to as the Base Management Fee, to the Service Providers equal to 0.3125% per quarter (1.25% annually) of the market value of our partnership. The Base Management Fee was \$393 million for the year ended December 31, 2024 (2023: \$401 million, 2022: \$421 million). As of December 31, 2024, \$99 million was outstanding as payable to the Service Providers (December 31, 2023: \$97 million).

For the purposes of calculating the Base Management Fee, the market value of our partnership is equal to the aggregate value of all the outstanding units of our partnership (assuming full conversion of Brookfield's Redeemable Partnership Units in the Holding LP into units of our partnership), preferred units and securities of the other Service Recipients (as defined in Brookfield Infrastructure's Master Services Agreement) that are not held by Brookfield Infrastructure, plus all outstanding third party debt with recourse to a Service Recipient, less all cash held by such entities.

As of December 31, 2024, Brookfield Infrastructure had a loan payable of \$31 million to subsidiaries of Brookfield (December 31, 2023: \$35 million).

Brookfield Infrastructure, from time to time, will place deposits with, or receive deposits from, Brookfield. As at December 31, 2024, our net deposit from Brookfield was \$180 million (December 31, 2023: \$nil) and Brookfield Infrastructure incurred interest expense of \$nil for the year ended December 31, 2024 (2023: \$nil, 2022: \$4 million). Deposits bear interest at market rates.

Brookfield Infrastructure has entered into a \$1 billion revolving credit facility with Brookfield to provide additional liquidity for general corporate purposes and capital expenditures, if required. As of December 31, 2024, there were no borrowings outstanding (December 31, 2023: \$nil).

As at December 31, 2024, Brookfield Infrastructure had approximately \$130 million of borrowings outstanding to subsidiaries and associates of Brookfield (December 31, 2023: \$110 million) and approximately \$140 million of net payables to subsidiaries of Brookfield (December 31, 2023: \$339 million).

Brookfield Infrastructure's subsidiaries provide heating, cooling, connection, port marine and natural gas services on market terms in the normal course of operations to subsidiaries and associates of Brookfield. For the year ended December 31, 2024, revenues of \$11 million were generated (2023: \$20 million, 2022: \$8 million).

Brookfield Infrastructure's subsidiaries purchase power, lease office space and obtain construction, consulting and engineering services in the normal course of operations on market terms from subsidiaries and associates of Brookfield. For the year ended December 31, 2024, expenses of \$104 million were incurred (2023: \$143 million, 2022: \$144 million).

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

In addition, subsidiaries of Brookfield Infrastructure reported lease assets and liabilities of \$12 million (December 31, 2023: \$12 million) with a subsidiary of Brookfield.

On March 28, 2023, subsidiaries of the partnership entered into concurrent loan agreements with an affiliate of Brookfield for total proceeds of \$500 million. On May 24, 2024, the maturity dates of these loans were extended to May 24, 2029 with interest accruing at SOFR plus 210 basis points per annum until May 24, 2026 and SOFR plus 475 basis points per annum thereafter until maturity. These loans are non-recourse to the partnership and are presented as non-recourse borrowings on the Consolidated Statements of Financial Position. Interest on each loan was \$34 million for the year ended December 31, 2024 (December 31, 2023: \$26 million).

On August 31, 2023, the partnership sold its 7.9% effective interest in its Australian regulated utility operation to an affiliate of Brookfield for net proceeds of approximately \$435 million. On disposition, Brookfield Infrastructure recognized a gain on sale of approximately \$30 million in other income (expense) on the Consolidated Statement of Operating Results and accumulated currency translation losses of \$28 million were reclassified from accumulated other comprehensive income to other income (expense) on the Consolidated Statements of Operating Results.

On June 10, 2024, the partnership terminated its voting agreement over its Peruvian toll road operations, maintaining all control by Brookfield. On deconsolidation, the partnership assessed the fair value of the Peruvian toll road operations and concluded that its recoverable amount was higher than its carrying amount. On deconsolidation, the partnership's interest in its Peruvian toll road operation has been recognized as a financial asset.

On December 24, 2024, the partnership, BIHC and BIPC completed the Arrangement pursuant to which (i) holders of class A exchangeable subordinate voting shares of BIHC, other than Brookfield, received BIPC exchangeable shares in exchange for their class A exchangeable subordinate voting shares of BIHC on a one-for-one basis; (ii) Brookfield transferred its class A exchangeable subordinate voting shares of BIHC to BIPC in exchange for class A.2 exchangeable shares on a one-for-one basis; (iii) the class A exchangeable subordinate voting shares of BIHC were delisted; and (iv) the exchangeable shares of BIPC were listed on the NYSE and the TSX. The exchangeable shares are listed on the TSX and the NYSE under the symbol "BIPC".

NOTE 35. DERIVATIVE FINANCIAL INSTRUMENTS

Brookfield Infrastructure's activities expose it to a variety of financial risks, including market risk (i.e. currency risk, interest rate risk, commodity risk and other price risk), credit risk and liquidity risk. Brookfield Infrastructure and its subsidiaries selectively use derivative financial instruments principally to manage these risks.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The aggregate notional amount of Brookfield Infrastructure's derivative positions at December 31, 2024 and 2023 were as follows:

<u>US\$ MILLIONS</u>	<u>Note</u>	<u>2024</u>	<u>2023</u>
Foreign exchange contracts	(a)	\$ 2,460	\$ 3,531
Interest rates swaps and other	(b)	19,108	17,632
Commodity contracts		36	113
		<u>\$ 21,604</u>	<u>\$ 21,276</u>

The following table presents the change in fair values of Brookfield Infrastructure's derivative positions during the years ended December 31, 2024 and 2023:

<u>US\$ MILLIONS</u>	<u>Unrealized Gains During 2024</u>	<u>Unrealized Losses During 2024</u>	<u>Net Change During 2024</u>	<u>Net Change During 2023</u>
Foreign exchange derivatives	\$ 90	\$ (11)	\$ 79	\$ (115)
Interest rate and other derivatives	361	(360)	1	(397)
Commodity derivatives	1	(21)	(20)	(4)
	<u>\$ 452</u>	<u>\$ (392)</u>	<u>\$ 60</u>	<u>\$ (516)</u>

(a) Foreign Exchange

Brookfield Infrastructure held the following foreign exchange contracts with notional amounts at December 31, 2024 and 2023.

<u>US\$ MILLIONS</u>	<u>Notional Amount (U.S. Dollars)</u>		<u>Average Exchange Rate</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Foreign exchange contracts				
British pounds	\$ 997	\$1,081	\$ 1.26	\$ 1.26
Canadian dollars	142	917	0.74	0.77
Australian dollars	184	433	0.66	0.69
European Union euros	406	433	1.11	1.11
Indian rupees	247	126	0.011	0.012
Brazilian real	291	—	0.153	—
Other ⁽¹⁾	193	541	—	—
	<u>\$2,460</u>	<u>\$3,531</u>		

(1) Includes foreign exchange contracts at our operating subsidiaries intended to offset the risk associated with non-recourse borrowings in currencies other than the functional currency of the underlying operation, primarily in USD.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(b) Interest Rates

At December 31, 2024, Brookfield Infrastructure held interest rate and cross currency interest rate swap contracts having an aggregate notional amount of \$19,108 million (2023: \$17,632 million). Our partnership has an aggregate notional amount of \$9,926 million floating interest rates derivatives that are benchmarked against the SOFR, \$2,943 million floating interest rates derivatives that are benchmarked against the Canadian Overnight Repo Rate Average (“CORRA”), \$2,585 million floating interest rates derivatives that are benchmarked against the Euro Interbank Offered Rate (“EURIBOR”), \$681 million floating interest rates derivatives that are benchmarked against the bank bill swap rate, and \$469 million floating interest rates derivatives that are benchmarked to the Sterling Overnight Index Average (“SONIA”).

Originally, certain loans and derivatives were benchmarked against the CDOR. However, in 2024, the partnership transitioned these instruments to the CORRA. The group accounted for the change to CORRA using the practical expedient in IFRS 9, which allows the group to change the basis for determining the contractual cash flows prospectively by revising the effective interest rate.

Other Information Regarding Derivative Financial Instruments

The following table presents the notional amounts underlying Brookfield Infrastructure’s derivative instruments by term to maturity as at December 31, 2024 and the comparative notional amounts at December 31, 2023, for both derivatives that are classified as fair value through profit or loss and derivatives that qualify for hedge accounting:

US\$ MILLIONS	2024			Total Notional Amount	2023
	< 1 year	1 to 5 years	> 5 years		Total Notional Amount
Fair value through profit or loss					
Foreign exchange derivatives	\$ 761	\$ 706	\$ —	\$ 1,467	\$ 1,815
Interest rate derivatives					
Interest rate swaps, cross currency interest rate swaps and other	15	1,173	8	1,196	2,091
Commodity contracts	36	—	—	36	113
	<u>\$ 812</u>	<u>\$ 1,879</u>	<u>\$ 8</u>	<u>\$ 2,699</u>	<u>\$ 4,019</u>
Elected for hedge accounting					
Foreign exchange derivatives	\$ 195	\$ 569	\$ 229	\$ 993	\$ 1,716
Interest rate derivatives					
Interest rate and cross currency interest rate swaps	1,475	8,212	8,225	17,912	15,541
	<u>\$ 1,670</u>	<u>\$ 8,781</u>	<u>\$ 8,454</u>	<u>\$ 18,905</u>	<u>\$ 17,257</u>

The following table classifies derivatives elected for hedge accounting during the years ended December 31, 2024 and 2023 as either cash flow hedges or net investment hedges. Changes in the fair value of the effective portion of the hedges are recorded in either other comprehensive income or net income, depending on the hedge classification, whereas changes in the fair value of the ineffective portion of the hedge are recorded in net income:

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

AS AT AND FOR THE YEARS ENDED (US\$ MILLIONS)	2024			2023		
	Notional	Effective Portion	Ineffective Portion	Notional	Effective Portion	Ineffective Portion
Cash flow hedges	\$ 17,932	\$ (5)	\$ 10	\$ 16,457	\$ (459)	\$ (9)
Net investment hedges	973	41	—	800	(27)	—
	\$ 18,905	\$ 36	\$ 10	\$ 17,257	\$ (486)	\$ (9)

Our partnership settles the difference between the contracted fixed and floating rates of its interest rate swaps on a net basis. All interest rate swap contracts exchanging floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce our partnership's cash flow exposure resulting from variable interest rates on borrowings. The interest rate swaps and the interest payments on the borrowings occur simultaneously and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on borrowings affect profit or loss.

NOTE 36. FINANCIAL RISK MANAGEMENT

Brookfield Infrastructure is exposed to the following risks as a result of holding financial instruments: capital risk; liquidity risk; market risk (i.e. interest rate risk and foreign currency risk); and credit risk. The following is a description of these risks and how they are managed:

(a) Liquidity Risk Management

Brookfield Infrastructure manages its capital structure to be able to continue as a going concern while maximizing the return to stakeholders. Brookfield Infrastructure's overall capital strategy remains unchanged from 2023. Our non-recourse borrowings have increased due to recently completed acquisitions while our consolidated net debt to capitalization ratio has increased to 62% at December 31, 2024 (2023: 56%).

The capital structure of Brookfield Infrastructure consists of debt, offset by cash and cash equivalents, and partnership capital comprised of issued capital and accumulated gains.

US\$ MILLIONS	2024	2023
Corporate borrowings	\$ 4,542	\$ 4,911
Non-recourse borrowings	46,552	40,904
Subsidiary and corporate borrowings	51,094	45,815
Preferred shares	20	20
Cash and cash equivalents ⁽¹⁾	(2,357)	(2,488)
Consolidated net debt	48,757	43,347
Total partnership capital	29,853	34,016
Total capital and consolidated net debt	\$ 78,610	\$ 77,363
Consolidated net debt to capitalization ratio	62 %	56 %

(1) Includes current marketable securities.

The Board, along with senior management of the Service Providers, reviews Brookfield Infrastructure's capital structure and as part of this review, considers the cost of capital and the risk associated with each class of capital.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Brookfield Infrastructure manages its debt exposure by financing its operations on a non-recourse basis with prudent levels of debt, ensuring a diversity of funding sources as well as laddering its maturity profile to minimize refinance risk. Brookfield Infrastructure also borrows in the currency where the asset operates, where possible, in order to hedge its currency risk.

Generally, Brookfield Infrastructure's equity strategy is to issue equity in conjunction with acquisitions or outsized organic growth initiatives. The equity portion of capital expenditures and normal levels of acquisition activity will be self-funded through operating cash flows retained in the business and proceeds from the sale of mature, de-risked businesses. However, Brookfield Infrastructure may also issue equity opportunistically to enhance its liquidity to pursue investment activity. Brookfield Infrastructure maintains active shelf registrations to enable it to issue securities in both the U.S. and Canadian markets.

Brookfield Infrastructure's financing plan is to fund its recurring growth capital expenditures with cash flow generated by its operations after maintenance capital expenditure, as well as debt financing that is sized to maintain its credit rating. To fund large scale development projects and acquisitions, Brookfield Infrastructure will evaluate a variety of capital sources including proceeds from selling mature assets, equity and debt financing. Our partnership will seek to raise additional equity if Brookfield Infrastructure believes it can earn returns on these investments in excess of the cost of the incremental partnership capital.

As disclosed within Note 20, *Borrowings*, Brookfield Infrastructure has various loan facilities in place. In certain cases, the facilities have financial covenants which are generally in the form of interest coverage ratios and leverage ratios. Brookfield Infrastructure does not have any market capitalization covenants attached to any of its borrowings, nor does it have any other externally imposed capital requirements.

Brookfield Infrastructure attempts to maintain sufficient financial liquidity at all times so that it is able to participate in attractive opportunities as they arise, better withstand sudden adverse changes in economic circumstances and maintain a relatively high payout of our FFO in the form of distributions to unitholders. Brookfield Infrastructure's principal sources of liquidity are cash flows from its operations, undrawn credit facilities and access to public and private capital markets. Brookfield Infrastructure also structures the ownership of its assets to enhance its ability to monetize them to provide additional liquidity, if necessary.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

Brookfield Infrastructure's corporate liquidity as at December 31 was as follows:

US\$ MILLIONS ⁽¹⁾	2024	2023
Corporate cash and financial assets	\$ 276	\$ 812
Availability under committed credit facilities ⁽²⁾	3,225	3,175
Commercial paper	(850)	(989)
Draws on credit facility	(300)	(222)
Commitments under credit facility	(10)	(8)
Corporate liquidity	<u>\$ 2,341</u>	<u>\$ 2,768</u>

(1) Liquidity managed by Brookfield Infrastructure L.P. and affiliated corporate entities.

(2) Includes a \$2.2 billion (2023: \$2.2 billion) committed corporate credit facility and a \$1 billion (2023: \$1 billion) credit facility with Brookfield. Refer to Note 20, Borrowings, for further details.

The following tables detail the contractual maturities for Brookfield Infrastructure's financial liabilities. The tables reflect the undiscounted cash flows of financial liabilities based on the earliest date on which Brookfield Infrastructure can be required to pay. The tables include both interest and principal cash flows:

December 31, 2024 US\$ MILLIONS	Less than 1 year	1-2 years	2-5 years	5+ years	Total contractual cash flows
Accounts payable and other liabilities	\$ 4,071	\$ 49	\$ 15	\$ 208	\$ 4,343
Corporate borrowings	850	—	1,587	2,134	4,571
Non-recourse borrowings	3,016	4,652	15,487	24,226	47,381
Financial liabilities	248	331	210	1,991	2,780
Lease liabilities	637	652	1,662	2,876	5,827
Interest Expense:					
Corporate borrowings ⁽¹⁾	223	223	572	2,098	3,116
Non-recourse borrowings	2,847	2,670	6,104	4,741	16,362

(1) Interest expense on Corporate borrowings include undiscounted interest obligations on \$300 million, \$250 million and \$158 million of subordinated notes maturing March 15, 2055, May 24, 2081, and May 31, 2084, with coupon rates of 6.8%, 5.0% and 7.3%, respectively.

December 31, 2023 US\$ MILLIONS	Less than 1 year	1-2 years	2-5 years	5+ years	Total contractual cash flows
Accounts payable and other liabilities	\$ 4,076	\$ 55	\$ 7	\$ 212	\$ 4,350
Corporate borrowings	1,517	—	1,090	2,325	4,932
Non-recourse borrowings	4,668	2,802	18,301	16,172	41,943
Financial liabilities	344	99	269	2,163	2,875
Lease liabilities	499	468	1,202	2,340	4,509
Interest Expense:					
Corporate borrowings ⁽¹⁾	181	179	408	1,286	2,054
Non-recourse borrowings	2,265	2,136	4,509	3,698	12,608

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(1) *Interest expense on Corporate borrowings include undiscounted interest obligations on \$250 million of subordinated notes maturing May 24, 2081, with coupon rates of 5.0%*

(b) Market Risk

Market risk is defined for these purposes as the risk that the fair value or future cash flows of a financial instrument held by Brookfield Infrastructure will fluctuate because of the change in market prices. Market risk includes the risk of changes in interest rates, foreign currency exchange rates and equity prices.

Brookfield Infrastructure seeks to minimize the risks associated with foreign currency exchange rates and interest rates primarily through the use of derivative financial instruments to hedge these risk exposures. The use of financial derivatives is governed by Brookfield Infrastructure's Treasury Policy. Brookfield Infrastructure does not enter into, or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Treasury Policy provides written principles on the use of financial derivatives. With respect to its treasury policy, the Service Providers performs the monitoring, review and approval role and report to the Board on a regular basis.

Financial instruments held by Brookfield Infrastructure that are subject to market risk include other financial assets, borrowings, derivative instruments, such as interest rate and foreign currency contracts, and marketable securities. Our partnership is exposed to equity price risks arising from marketable securities. As at December 31, 2024, the balance of the portfolio was \$422 million (2023: \$809 million), a 10% change in the value of the portfolio would impact our consolidated net income by \$40 million and equity by \$42 million.

Interest Rate Risk Management

Brookfield Infrastructure's primary objectives with respect to interest rate risk management are to ensure that:

- Brookfield Infrastructure is not exposed to interest rate movements that could adversely impact its ability to meet financial obligations;
- Earnings and distributions are not adversely affected;
- Volatility of debt servicing costs is managed within acceptable parameters; and
- All borrowing covenants under various borrowing facilities, including interest coverage ratios, are complied with.

To achieve these objectives, in general terms, Brookfield Infrastructure's funding mix comprises both fixed and floating rate debt. Fixed rate debt is achieved either through fixed rate debt funding or through the use of financial derivative instruments. In addition, where possible, interest rate risk is minimized by matching the terms of interest rate swap contracts in regulated businesses to the term of the rate period, thus providing natural hedges.

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The sensitivity analyses below reflect Brookfield Infrastructure’s exposure to interest rates for both derivative and non-derivative instruments at the reporting date, assuming that a 50 basis point increase or decrease in rates takes place at the beginning of the financial year and is held constant throughout the reporting period. The sensitivity analyses assume a 50 basis point change to reflect the current methodology employed by Brookfield Infrastructure in assessing interest rate risk. Such parallel shift in the yield curve by 50 basis points would have had the following impact, assuming all other variables were held constant:

<u>US\$ MILLIONS</u>	<u>2024</u>	
	<u>50 bp decrease</u>	<u>50 bp increase</u>
Net income (loss) to the partnership ⁽¹⁾	\$ 16	\$ (16)
Other comprehensive income (loss) to the partnership ⁽¹⁾	2	(2)

(1) Includes net income and other comprehensive income (loss) attributable to limited partners, the general partner, non-controlling interests - Redeemable Partnership Units held by Brookfield, non-controlling interests - Exchangeable units and non-controlling interests - BIPC exchangeable shares and class A.2 exchangeable shares.

Foreign Currency Risk Management

Brookfield Infrastructure has exposure to foreign currency risk in respect of currency transactions, the value of Brookfield Infrastructure’s net investment, cash flows and capital expenditures that are denominated outside of the U.S. Brookfield Infrastructure’s approach to foreign currency risk management is:

- Brookfield Infrastructure leverages any natural hedges that may exist within its operations, including local inflation indexation;
- Brookfield Infrastructure utilizes local currency debt financing to the extent possible; and
- Brookfield Infrastructure may utilize derivative contracts to the extent that natural hedges are insufficient.

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

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The tables below set out Brookfield Infrastructure's currency exposure at December 31, 2024 and 2023:

2024

US\$ MILLIONS	USD	AUD	GBP	BRL	CAD	EUR	COP	PEN	INR	NZD & Other	Total
Assets:											
Current assets	\$ 4,027	\$ 543	\$ 900	\$ 919	\$ 1,013	\$ 767	\$ 292	\$ —	\$ 1,074	\$ 72	\$ 9,607
Non-current assets	32,926	3,254	11,951	5,202	20,259	7,644	1,175	130	11,778	664	94,983
	<u>\$36,953</u>	<u>\$ 3,797</u>	<u>\$12,851</u>	<u>\$ 6,121</u>	<u>\$21,272</u>	<u>\$ 8,411</u>	<u>\$ 1,467</u>	<u>\$ 130</u>	<u>\$12,852</u>	<u>\$ 736</u>	<u>\$104,590</u>
Liabilities:											
Current liabilities	\$ 4,308	\$ 454	\$ 1,182	\$ 776	\$ 1,681	\$ 711	\$ 445	\$ —	\$ 1,280	\$ 66	\$ 10,903
Non-current liabilities	24,079	1,594	6,844	4,487	12,751	3,037	451	—	10,460	131	63,834
	<u>28,387</u>	<u>2,048</u>	<u>8,026</u>	<u>5,263</u>	<u>14,432</u>	<u>3,748</u>	<u>896</u>	<u>—</u>	<u>11,740</u>	<u>197</u>	<u>74,737</u>
Non-controlling interest— Redeemable Partnership Units held by Brookfield	(486)	303	576	242	328	630	18	31	155	129	1,926
Non-controlling interest—BIPC exchangeable shares and class A.2 exchangeable shares	(341)	213	405	170	231	443	13	22	109	90	1,355
Non-controlling interest—Exchangeable units ⁽¹⁾	(17)	10	19	8	11	20	1	1	5	4	62
Non-controlling interest—Other ⁽²⁾	10,600	478	2,412	(157)	5,466	2,023	495	(1)	463	—	21,779
Net investment attributable to limited partners and general partner	<u>\$(1,190)</u>	<u>\$ 745</u>	<u>\$ 1,413</u>	<u>\$ 595</u>	<u>\$ 804</u>	<u>\$ 1,547</u>	<u>\$ 44</u>	<u>\$ 77</u>	<u>\$ 380</u>	<u>\$ 316</u>	<u>\$ 4,731</u>

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2023

US\$ MILLIONS	USD	AUD	GBP	BRL	CAD	EUR	COP	PEN	INR	NZD & Other	Total
Assets:											
Current assets	\$ 3,446	\$ 193	\$ 962	\$ 766	\$ 923	\$ 683	\$ 255	\$ 130	\$ 515	\$ 106	\$ 7,979
Non-current assets	30,178	3,833	11,491	5,231	22,235	7,036	1,288	1,295	9,617	601	92,805
	<u>\$33,624</u>	<u>\$ 4,026</u>	<u>\$12,453</u>	<u>\$ 5,997</u>	<u>\$23,158</u>	<u>\$ 7,719</u>	<u>\$ 1,543</u>	<u>\$ 1,425</u>	<u>\$10,132</u>	<u>\$ 707</u>	<u>\$100,784</u>
Liabilities:											
Current liabilities	\$ 5,124	\$ 306	\$ 1,066	\$ 568	\$ 2,026	\$ 604	\$ 182	\$ 13	\$ 1,710	\$ 106	\$ 11,705
Non-current liabilities	19,995	1,637	6,253	3,422	12,795	3,114	709	652	6,258	228	55,063
	25,119	1,943	7,319	3,990	14,821	3,718	891	665	7,968	334	66,768
Non-controlling interest —Redeemable Partnership Units held by Brookfield	(731)	375	644	319	727	466	22	31	248	89	2,190
Non-controlling interest —BIPC exchangeable shares	(513)	262	451	223	509	326	16	22	174	63	1,533
Non-controlling interest —Exchangeable units ⁽¹⁾	(23)	12	21	10	24	15	1	1	8	3	72
Non-controlling interest —Other ⁽²⁾	11,552	518	2,447	676	5,303	2,057	559	631	1,129	—	24,872
Net investment attributable to limited partners and general partner	<u>\$(1,780)</u>	<u>\$ 916</u>	<u>\$ 1,571</u>	<u>\$ 779</u>	<u>\$ 1,774</u>	<u>\$ 1,137</u>	<u>\$ 54</u>	<u>\$ 75</u>	<u>\$ 605</u>	<u>\$ 218</u>	<u>\$ 5,349</u>

(1) Includes non-controlling interest attributable to Exchange LP Units and BIPC Exchangeable LP Units. Refer to Note 1, Organization and Description of the Business, for further details.

(2) Includes non-controlling interest attributable others in operating subsidiaries, preferred unitholders and perpetual subordinated notes.

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The following tables detail Brookfield Infrastructure's sensitivity to a 10% increase and decrease in the U.S. dollar against the relevant foreign currencies, with all other variables held constant as at reporting date. 10% is the sensitivity rate used when reporting foreign currency risk internally. The sensitivity analysis is performed as follows:

- Outstanding foreign currency denominated monetary items (excluding foreign exchange derivative contracts) are adjusted at period end for a 10% change in foreign currency rates from the rate at which they are translated;
- Foreign currency derivative contracts are measured as the change in fair value of the derivative as a result of a 10% change in the spot currency rate; and
- The impact on net income results from performing a sensitivity of a 10% change in foreign exchange rates applied to the profit or loss contribution from foreign operations.

US\$ MILLIONS	Impact on Net Income to the Partnership ⁽¹⁾					
	2024		2023		2022	
	-10%	10%	-10%	10%	-10%	10%
USD/AUD	\$ 6	\$ (6)	\$ 6	\$ (6)	\$ 7	\$ (7)
USD/EUR	4	(4)	1	(1)	(1)	1
USD/GBP	6	(6)	8	(8)	8	(8)
USD/COP	1	(1)	1	(1)	1	(1)
USD/BRL	21	(21)	20	(20)	17	(17)
USD/CAD	1	(1)	4	(4)	21	(21)
USD/INR	(3)	3	1	(1)	—	—

(1) Includes net income attributable to limited partners, the general partner, non-controlling interests - Redeemable Partnership Units held by Brookfield, non-controlling interests - Exchangeable units and non-controlling interests - BIPC exchangeable shares and class A.2 exchangeable shares.

US\$ MILLIONS	Impact on Partnership Capital			
	2024		2023	
	-10%	10%	-10%	10%
USD/AUD	\$ 28	\$ (28)	\$ 66	\$ (66)
USD/GBP	103	(103)	108	(108)
USD/BRL	69	(69)	134	(134)
USD/PEN	12	(12)	12	(12)

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

(c) Credit Risk Management

Credit risk is the risk of loss due to the failure of a borrower or counterparty to fulfill its contractual obligations.

From a treasury perspective, counterparty credit risk is managed through the establishment of authorized counterparty credit limits which are designed to ensure that Brookfield Infrastructure only deals with creditworthy counterparties and that counterparty concentration is addressed and the risk of loss is mitigated. Credit limits are sufficiently low to restrict Brookfield Infrastructure from having credit exposures concentrated with a single counterparty but rather encourages spreading such risks among several parties. The limits are set at levels that reflect Brookfield Infrastructure’s scale of activity and allow it to manage its treasury business competitively.

Brookfield Infrastructure does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit ratings assigned by international credit rating agencies. Exposure to credit risk is limited to the carrying amount of the assets on the Consolidated Statements of Financial Position.

NOTE 37. CAPITAL MANAGEMENT

Our partnership’s approach to capital management is focused on maximizing returns to unitholders and ensuring capital is deployed in a manner consistent with achieving our investment return objectives.

Invested Capital, which tracks the amount of capital that has been contributed to our partnership, is a measure we utilize to assess returns on capital deployed, relative to targeted returns. Investment decisions are based on, amongst other measures and factors, targeted returns on Invested Capital of 12% to 15%+ annually over the long-term. We measure return on Invested Capital as Adjusted Funds from Operations (“AFFO”), less estimated returns of capital on operations that are not perpetual in nature, divided by the weighted average Invested Capital for the period.

We define AFFO as FFO less capital expenditures required to maintain the current performance of our operations (maintenance capital expenditures). We define Invested Capital as partnership capital removing the impact of the following items: non-controlling interest - in operating subsidiaries, retained earnings or deficit, accumulated other comprehensive income and ownership changes.

<u>US\$ MILLIONS</u>	<u>2024</u>	<u>2023</u>
Partnership Capital	\$29,853	\$34,016
Remove impact of the following items since inception:		
Non-controlling interest - in operating subsidiaries	(20,568)	(23,661)
Deficit	5,674	4,419
Accumulated other comprehensive income	(1,335)	(1,161)
Ownership changes	(653)	(581)
Invested Capital	<u>\$12,971</u>	<u>\$13,032</u>

BROOKFIELD INFRASTRUCTURE PARTNERS L.P.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

As of December 31, 2024 and 2023 and for the years ended December 31, 2024, 2023 and 2022

The following table presents the change in Invested Capital during year ended December 31, 2024 and 2023:

<u>US\$ MILLIONS</u>	For the year ended December 31,	
	2024	2023
Opening balance	\$ 13,032	\$ 12,281
Net redemption of preferred units	(72)	—
Issuance of limited partnership units, net of redemptions	11	—
Issuance of BIPC exchangeable LP Units	—	751
Ending balance	\$ 12,971	\$ 13,032
Weighted Average Invested Capital	\$ 13,032	\$ 12,478

NOTE 38. SUPPLEMENTAL CASH FLOW INFORMATION

<u>US\$ MILLIONS</u>	For the year ended December 31,		
	2024	2023	2022
Interest paid	\$3,289	\$2,132	\$1,638
Income taxes paid	\$ 597	\$ 524	\$ 364

Amounts paid and received for interest were reflected as operating cash flows in the Consolidated Statements of Cash Flows. Interest paid is net of debt related hedges.

Amounts paid for income taxes were reflected as either operating cash flows or investing cash flows in the Consolidated Statements of Cash Flows depending upon the nature of the underlying transaction.

Details of “Changes in non-cash working capital, net” on the Consolidated Statements of Cash Flows are as follows:

<u>US\$ MILLIONS</u>	For the year ended December 31,		
	2024	2023	2022
Accounts receivable	\$ 136	\$ (124)	\$ (445)
Prepayments	(13)	(471)	(117)
Accounts payable and other	(349)	(43)	(342)
Changes in non-cash working capital, net ⁽¹⁾	\$ (226)	\$ (638)	\$ (904)

(1) During the year ended December 31, 2024, changes in non-cash working capital include a \$0.5 billion (2023: \$0.3 billion, 2022: \$0.3 billion) reduction to cash related to the impact of finance lease receivables signed at our North American residential decarbonization infrastructure business. The operation presents an outflow for the cost of inventory within the operating cash flows, and given the business has been securitized since 2019, the corresponding cash outflows are more than offset by increases in non-recourse borrowings under financing activities on the Consolidated Statements of Cash Flows.