



Keppel Ltd.

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COMBINATION OF KEPPEL OFFSHORE & MARINE LTD AND SEATRIUM LIMITED (FORMERLY KNOWN AS SEMBCORP MARINE LTD) ("SEATRIUM")

SEATRIUM'S IN-PRINCIPLE SETTLEMENT AGREEMENTS WITH BRAZILIAN AUTHORITIES – INDEMNIFICATION IN FAVOUR OF KEPPEL LTD. IN CONNECTION WITH THE COMBINATION

Keppel Ltd. (the "**Company**") refers to the following:

- (1) various announcements issued by the Company from 27 April 2022 to 28 February 2023 relating to the combination of Keppel Offshore & Marine Ltd and Seatrium completed in February 2023 ("**Combination**"); and
- (2) the announcement ("**Seatrium's Announcement**") issued by Seatrium on 26 February 2024 in relation to Seatrium having reached in-principle settlement agreements with the authorities in Brazil, namely the Brazilian Attorney-General's Office, the Comptroller General of the Union, and the Public Prosecutor's Office in Brazil ("**MPF**") (collectively, "**Brazilian Authorities**"), in relation to the investigations related to "Operacao Lava Jato" (Operation Car Wash) in Brazil ("**Operation Car Wash**").

According to Seatrium's Announcement, Seatrium has agreed to a settlement payment totalling R\$670,699,731.73 (equivalent to approximately S\$182.4 million¹), and the in-principle settlement agreements are subject to various approval or ratification processes by the Brazilian Authorities, including ratification by the Fifth Chamber for Coordination and Review of the MPF, which has no statutory period by which it must complete its process.

Pursuant to the Combination, it was agreed that for a period of up to 24 months from the completion of the Combination, Seatrium would indemnify the Company for claims against Seatrium in respect of certain identified contingent liabilities. As stated in Seatrium's Announcement, such contingent liabilities relate to Seatrium's discussions with the Brazilian Authorities on the Operation Car Wash investigations. Accordingly, Seatrium announced that it has made provisions of S\$82.4 million in respect of the indemnity in favour of the Company ("**Keppel Indemnity**").

The Company noted the updates from Seatrium. The Company will monitor the situation and will update shareholders if and when there are any material updates on the Keppel Indemnity.

By order of the Board

Karen Teo / Samantha Teong
Company Secretaries

27 February 2024

¹ The settlement amount is subject to both inflation and currency adjustment until the date of Seatrium's payment of the settlement amount. Conversion to S\$ is based on financial year ended 31 December 2023 book closing rate of 0.272.