

ACQUISITION OF UNITS IN KEPPEL REIT

Keppel Land Limited (the "**Company**") wishes to announce that it has today, through Keppel REIT Investment Pte. Ltd. ("**KRI**") (a wholly-owned subsidiary of the Company), acquired 6,382,555 units in Keppel REIT ("**Management Fee Units**") issued at a price of S\$1.2105 per Management Fee Unit. These Management Fee Units were issued directly to KRI on the instruction of Keppel REIT Management Limited ("**KRML**") (a wholly-owned subsidiary of the Company) and constitute the payment by Keppel REIT of:

- (a) 100% of the management fee due to KRML (as the manager of Keppel REIT) in respect of Keppel REIT's 50% interest in 8 Exhibition Street, Melbourne for the period from 1 July 2014 to 30 September 2014;
- (b) 100% of the management fee due to KRML (as the manager of Keppel REIT) in respect of Keppel REIT's approximate 87.51% interest in Ocean Properties LLP ("**OPLLP**") for the period from 1 July 2014 to 30 September 2014;
- (c) 50% of the management fee due to KRML (as the manager of Keppel REIT) in respect of Keppel REIT's approximate 12.39% interest in OPLLP acquired from Avan Investments Pte Ltd as announced by KRML on 25 June 2012 for the period from 1 July 2014 to 30 September 2014; and
- (d) 50% of the management fee due to KRML (as the manager of Keppel REIT) in respect of the other portfolio properties owned by Keppel REIT for the period from 1 July 2014 to 30 September 2014.

The issue price of each Management Fee Unit was arrived at based on the volume weighted average price for a unit in Keppel REIT for all trades done on the Singapore Exchange Securities Trading Limited in the ordinary course of trading for the period of ten business days immediately preceding 30 September 2014, being the last business day for the period.

This mode of payment of the management fee in the form of units in Keppel REIT is in accordance with the provisions of the trust deed dated 28 November 2005 (as may be amended from time to time) constituting Keppel REIT.

With the above transaction, the Company's deemed interest in Keppel REIT, including the Management Fee Units, has changed from 44.93%¹ (comprising 1,261,308,499 units) to 42.14%² (comprising 1,267,691,054 units).

The above transaction is not expected to have any significant impact on the net tangible asset per share or earnings per share of the Keppel Land Group for the current financial year.

30 October 2014

Note:

- 1 This percentage is calculated based on the total number of issued units in Keppel REIT of 2,806,974,946 units as at 30 July 2014. The total number of issued units in Keppel REIT increased to 3,001,974,946 units on 29 September 2014 following the issue of 195,000,000 units by Keppel REIT by way of a placement.
- 2 This percentage is calculated based on the total number of issued units in Keppel REIT of 3,008,357,501 units as at the date of this announcement.