



Keppel Corporation Limited Tel: (65) 62706666
(Co Reg No. 196800351N) Fax: (65) 64136452
1 HarbourFront Avenue
#18-01 Keppel Bay Tower
Singapore 098632
www.keppcorp.com

FORMATION OF JOINT VENTURES TO DEVELOP RESIDENTIAL CONDOMINIUMS IN NHA BE DISTRICT, HO CHI MINH CITY

Keppel Corporation Limited (the "**Company**"), wishes to announce that Monestine Pte. Ltd. ("**MPL**"), a wholly-owned subsidiary of Keppel Land Limited ("**Keppel Land**"), has entered into a sale and purchase agreement ("**SPA**") to acquire 60% of the total shares in each of Nha Be Real Estate Joint Stock Company ("**NBRE**") and Phu Loc Real Estate Investment Joint Stock Company ("**PLRE**") (the "**Sale Shares**") from Mr Nguyen Khanh Trung and Mr Dang Xuan Lam respectively (who are both citizens and residents of Vietnam and represented by Phu Long Real Estate Corporation ("**Phu Long**")), for an aggregate consideration of VND1,304 billion (approximately S\$76 million) ("**Aggregate Consideration**"), to be paid in cash in three tranches (the "**Acquisition**").

NBRE and PLRE (the "**Project Companies**") are incorporated in Vietnam, and own three plots of land located at Nha Be District, Ho Chi Minh City (the "**Sites**") for which land use right certificates have been issued. The Project Companies have also obtained approval for the master plan of the Sites on the scale of 1:500, for the development of high-rise residential condominiums with supporting commercial and services components (the "**Projects**") and are in the process of obtaining relevant approvals from the People's Committee of Ho Chi Minh City for the Projects.

Concurrently, MPL has also entered into joint venture agreements with Phu Long in relation to their shareholding in the Project Companies and the joint development of the Projects (the "**Joint Ventures**"). Phu Long holds the remaining 40% of the total shares in each of the Project Companies.

The Acquisition and Joint Ventures are subject to the satisfaction of conditions precedent, including but not limited to regulatory approvals being obtained from the relevant authorities in Vietnam.

The Aggregate Consideration was arrived at on a willing-buyer, willing-seller basis, taking into account, among others, the development potential of the Sites and the aforesaid approved master plan for the Sites. The adjusted net tangible asset value, based on agreed value of the land attributable to the Sale Shares as at 31 May 2019, was VND1,304 billion (approximately S\$76 million).

Completion of the aforementioned transaction is expected to take place around October 2019.

A copy of the SPA is available for inspection at the registered office of the Company at 1 HarbourFront Avenue, #18-01 Keppel Bay Tower, Singapore 098632, during normal business hours for a period of three months from the date of this announcement.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the Acquisition and the Joint Ventures, other than through their shareholding interests in the Company.

The Acquisition and the Joint Ventures are not expected to have any material impact on the earnings per share or net tangible assets per share of Company for the current financial year.