



(Constituted in the Republic of Singapore pursuant to a trust deed dated 28 November 2005 (as amended))

(1) COMPLETION OF ACQUISITION OF A 99.38% INTEREST IN AN OFFICE BUILDING KNOWN AS "T TOWER" LOCATED IN SEOUL, KOREA

(2) UPDATE ON USE OF PROCEEDS FROM ISSUE OF CONVERTIBLE BONDS

1. COMPLETION OF ACQUISITION

Further to the announcement of Keppel REIT dated 23 April 2019 (the "**Acquisition Announcement**") in relation to the acquisition of a 99.38% interest in IGIS No. 104 Professional Investors' Private Real Estate Investment Limited Liability Company which beneficially owns an office building known as "T Tower" located at 827, Namdaemunno 5-ga, Jung-gu, Seoul, Korea (the "**Property**"), Keppel REIT Management Limited, as manager of Keppel REIT (the "**Manager**"), is pleased to announce that the acquisition of the 99.38% interest in the Property (the "**Acquisition**") has today been completed. Capitalised terms used herein, unless otherwise defined, shall have the meanings ascribed to them in the Acquisition Announcement.

The remaining 0.62% interest in the Property has been acquired by KC SPV and the Unitholders' Agreement has been entered into between KREIT SPV and KC SPV.

2. USE OF PROCEEDS

Further to the announcements dated 2 April 2019 and 10 April 2019 in relation to the proposed issue of S\$200.0 million in aggregate principal amount of 1.90% convertible bonds due 2024 (the "**Issue**"), convertible into new ordinary units of Keppel REIT, the Manager wishes to announce that the net proceeds raised from the Issue of approximately S\$197.45 million have been used in the following manner:

- (i) approximately \$157.02 million (or 79.5% of the net proceeds of the Issue) to fund the Acquisition (inclusive of certain professional and other transaction fees and expenses incurred in relation to the Acquisition); and
- (ii) approximately \$40.43 million (or 20.5% of the net proceeds of the Issue) to re-finance existing debt and for general corporate and working capital purposes.

The use of the gross proceeds from the Issue is in accordance with the percentage of the gross proceeds of the Issue allocated to such use. As at the date of this announcement, net proceeds from the Issue has been fully disbursed.

BY ORDER OF THE BOARD
Keppel REIT Management Limited
(Company registration no. 200411537K)
(as manager of Keppel REIT)

Kelvin Chua / Marc Tan
Joint Company Secretaries

27 May 2019

IMPORTANT NOTICE

This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Units.

This announcement may contain forward-looking statement that involves risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statement as a result of a number of risks, uncertainties and assumptions. Representations examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale or distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses (including employee wages, benefits and training costs), governmental and public policy changes and the continued availability of financing the amounts and the terms necessary to support future business. Investors are cautioned not to place undue reliance on these forward-looking statements, which are based on the Manager's current view on future events. The past performance of Keppel REIT and the Manager are not necessarily indicative of the future performance of any of them.

The value of Units and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by, the Manager, or any of its affiliates. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request the Manager to redeem their Units while the Units are listed. It is intended that Unitholders may only deal in their Units through trading on the SGX-ST. Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units