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DIVESTMENT OF INTEREST IN ASIA AIRFREIGHT TERMINAL COMPANY LIMITED

Keppel Corporation Limited (the "**Company**") wishes to announce that Keppel Telecommunications & Transportation Limited ("**Keppel T&T**") is divesting its entire 10% equity interest ("**Sale Shares**") in Asia Airfreight Terminal Company Limited ("**AAT**") to SATS Ltd. ("**SATS**") (the "**Divestment**") for an aggregate cash consideration of HK$207 million (approximately S$35.8 million[1]) ("**Consideration**").

The Divestment is part of transactions under a sale and purchase agreement ("**SPA**") entered into between (i) Keppel T&T, Federal Express Corporation ("**FedEx**") and Torres Investments Limited ("**Torres**") as vendors, and (ii) SATS and Eastern Option Limited ("**EOL**") as purchasers, whereby (a) Keppel T&T and FedEx will divest each of their respective equity interest in AAT to SATS; and (b) Torres will divest its equity interest in AAT to SATS and EOL.

The Consideration was arrived at on a willing buyer willing seller basis taking into account, among others, the financial performance and position of AAT. The book value and net tangible asset value of the Sale Shares as at 31 December 2021 was HK$199.4 million (approximately S$34.5 million[1]).

Based on publicly available information, as at 1 June 2021:

(1) Venezio Investments Pte. Ltd., a wholly owned subsidiary of Temasek Holdings (Private) Limited ("**Temasek**"), holds 39.84% of issued shares in the capital of SATS; and

(2) Temasek, through its other independently-managed subsidiaries and/or associated companies, holds an additional deemed interest in less than 0.5% of the issued shares in the capital of SATS.

Save for the aforementioned, none of the directors and controlling shareholders of the Company has any interest, direct or indirect, in the transaction, other than through their shareholding interests, if any, in the Company.

The Divestment is not expected to have any material impact on the net tangible assets per share or earnings per share of the Company for the current financial year.

A copy of the SPA is made available for inspection at the Company's registered office at 1 Harbourfront Avenue, #18-01 Keppel Bay Tower, Singapore 098632 during normal business hours for a period of three (3) months from the date of this announcement.

23 February 2022

[1] Based on an exchange rate of HK$5.78 : S$1