

ACQUISITION OF 20% INTEREST IN QUOC LOC PHAT JOINT STOCK COMPANY

Keppel Corporation Limited (“**Company**” or “**KCL**”) wishes to inform that its subsidiary, Keppel Land Thu Thiem Pte Ltd (“**KLTT**”), has entered into a sale and purchase agreement (the “**Agreement**”) with Mr Pham Quang Hung (the “**Vendor**”), a shareholder of Quoc Loc Phat Joint Stock Company (“**QLP**”), to acquire 30,000,000 shares (the “**Sale Shares**”), representing 20% of the total issued share capital of QLP (the “**Transaction**”), for a consideration of VND 329,862,036,000 (approximately S\$20.3 million based on an exchange rate of S\$1 : VND 16,216) (the “**Consideration**”) payable upon fulfillment of the condition precedents in the Agreement.

QLP is a company incorporated in Vietnam and its activities involve real estate development, particularly in Ho Chi Minh City, Vietnam.

Following completion of the Transaction, QLP will become an associated company of the Company.

The Consideration was arrived at on a willing-buyer, willing-seller basis, taking into account the fair value of the assets and liabilities of QLP, and will be satisfied fully in cash. The unaudited book value and unaudited net tangible asset value attributable to the Sale Shares as at 31 December 2015 were both VND300,000,000,000 (approximately S\$18.5 million).

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

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect in the Transaction, other than through their shareholding in the Company.