



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

ANNOUNCEMENT

AMENDMENT OF DISTRIBUTION REINVESTMENT PLAN

Keppel REIT Management Limited, in its capacity as manager of Keppel REIT (the “**Manager**”), refers to its announcement dated 20 July 2015 relating to the establishment of the Distribution Reinvestment Plan (“**DRP**”) and the statement containing the terms and conditions of the DRP (the “**DRP Terms and Conditions**”) pursuant to which unitholders of Keppel REIT (“**Unitholders**”) may elect to receive new units in Keppel REIT (“**Units**”) in lieu of part only or all of the cash amount of any distribution to which the DRP applies. Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the DRP Terms and Conditions.

Paragraph 4.8 of the DRP Terms and Conditions provides that the number of Units to be allotted and issued to a Participating Unitholder shall be calculated in accordance with the following formula:

Existing Paragraph 4.8 of the DRP Terms and Conditions

$$N = \frac{(U \times D_1) - (U \times D_1 \times T)}{V} + \frac{(U \times D_2)}{V} + \frac{(U \times D_3)}{V} + \frac{(U \times D_4)}{V}$$

(each dollar amount in the numerator rounded to the nearest two decimal places)

Where:

N = the number of New Units to be allotted and issued as fully paid to the Participating Unitholder in respect of such Notice of Election.

U = the number of Participating Units held by the Participating Unitholder as at the Books Closure Date for which such Notice of Election relates.

D₁ = the taxable income component of the Qualifying Distribution to which such Notice of Election relates.

D₂ = the tax-exempt income component of the Qualifying Distribution to which such Notice of Election relates.

D₃ = the capital component of the Qualifying Distribution to which such Notice of Election relates.

D₄ = the other gains component of the Qualifying Distribution to which such Notice of

Election relates.

T = the applicable income tax rate.

V = the issue price of a New Unit, which shall for the purpose of calculating the number of New Units to be allotted and issued as fully paid to the Participating Unitholder, pursuant to the Distribution Reinvestment Plan, be an amount in Singapore Dollars determined by the Manager (the “**Relevant Amount**”), which Relevant Amount shall be as permitted under the Listing Manual, or any other applicable legislation, which is currently set at not more than a ten per cent. (10%) discount (or such other discount as may be permitted by the Listing Manual) to, nor shall it exceed, the volume-weighted average traded price per Unit for all trades on the SGX-ST for each of the Market Days during the Price Determination Period. In the event that there is no trading in the Units during the Price Determination Period, the Relevant Amount shall not exceed the volume-weighted average traded price per Unit for all trades on the SGX-ST, for each of the Market Days during a period to be determined by the Manager prior to the announcement of the application of the Distribution Reinvestment Plan to such Distribution.

The Manager shall have full power to make such provisions as it thinks fit where the number of New Units calculated in accordance with the above formula becomes attributable in fractions, including provisions whereby fractional entitlements are rounded down to the nearest whole Unit with the fractional entitlements disregarded, or otherwise dealt with in such manner as it may deem fit.

Further to the implementation of a new securities settlement and depository framework and system by Singapore Exchange Securities Trading Limited (“**SGX-ST**”) which no longer requires numerator figures to be rounded to two decimal places in relation to the calculation of Units entitlement under the DRP, the Manager wishes to announce that paragraph 4.8 of the DRP Terms and Conditions shall be amended to remove the rounding of the numerator figures to two decimal places. At the same time and for the purpose of clarity, the reference to “other gains” under the definition of “D₄” shall be amended and replaced with “capital gains”.

Accordingly and with effect from 20 June 2019, the number of Units to be allotted and issued to a Participating Unitholder shall be calculated in accordance with the following formula:

Revised Paragraph 4.8 of the DRP Terms and Conditions

$$N = \frac{(U \times D_1) - (U \times D_1 \times T)}{V} + \frac{(U \times D_2)}{V} + \frac{(U \times D_3)}{V} + \frac{(U \times D_4)}{V}$$

Where:

N = the number of New Units to be allotted and issued as fully paid to the Participating Unitholder in respect of such Notice of Election.

U = the number of Participating Units held by the Participating Unitholder as at the

Books Closure Date for which such Notice of Election relates.

D_1 = the taxable income component of the Qualifying Distribution to which such Notice of Election relates.

D_2 = the tax-exempt income component of the Qualifying Distribution to which such Notice of Election relates.

D_3 = the capital component of the Qualifying Distribution to which such Notice of Election relates.

D_4 = the capital gains component of the Qualifying Distribution to which such Notice of Election relates.

T = the applicable income tax rate.

V = the issue price of a New Unit, which shall for the purpose of calculating the number of New Units to be allotted and issued as fully paid to the Participating Unitholder, pursuant to the Distribution Reinvestment Plan, be an amount in Singapore Dollars determined by the Manager (the "**Relevant Amount**"), which Relevant Amount shall be as permitted under the Listing Manual, or any other applicable legislation, which is currently set at not more than a ten per cent. (10%) discount (or such other discount as may be permitted by the Listing Manual) to, nor shall it exceed, the volume-weighted average traded price per Unit for all trades on the SGX-ST for each of the Market Days during the Price Determination Period. In the event that there is no trading in the Units during the Price Determination Period, the Relevant Amount shall not exceed the volume-weighted average traded price per Unit for all trades on the SGX-ST, for each of the Market Days during a period to be determined by the Manager prior to the announcement of the application of the Distribution Reinvestment Plan to such Distribution.

The Manager shall have full power to make such provisions as it thinks fit where the number of New Units calculated in accordance with the above formula becomes attributable in fractions, including provisions whereby fractional entitlements are rounded down to the nearest whole Unit with the fractional entitlements disregarded, or otherwise dealt with in such manner as it may deem fit.

For the avoidance of doubt, as stated in the unaudited results of Keppel REIT for the financial period ended 30 June 2018 announced by the Manager on 16 July 2018, the DRP is currently suspended in view of the ongoing Unit buy-back programme.

For more information, Unitholders can refer to the FAQs on the DRP at <http://www.keppelreit.com/investor-relations/investor-faqs/>.

By Order of the Board
Keppel REIT Management Limited
(Company Registration Number: 200411357K)
as manager of Keppel REIT

Chua Hua Yeow, Kelvin / Tan Weiqiang, Marc
Joint Company Secretaries
20 June 2019

Important Notice

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

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. The past performance of Keppel REIT is not necessarily indicative of the future performance of Keppel REIT.

This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Units in the United States. This announcement is not for publication or distribution, directly or indirectly, in or into the United States (including its territories and possessions, any state of the United States and the District of Columbia), Canada or Japan. The securities referred to herein have not been and will not be registered under the United States Securities Act of 1933, as amended (the "**Securities Act**"), and may not be offered or sold in the United States, except pursuant to an applicable exemption from, or in a transaction not subject to, the registration requirements under the Securities Act. No public offering of securities is being made in the United States.