Keppel Corporation Limited
(Co Reg No. 196800351N)
1 HarbourFront Avenue
#18-01 Keppel Bay Tower
Singapore 098632
www.kepcorp.com

Tel: (65) 62706666
Fax: (65) 64136452

CHANGE OF INTEREST IN KEPPEL REIT

Keppel Corporation Limited (the "**Company**") wishes to announce that the unitholding of its subsidiary, Keppel REIT Management Limited ("**KRML**") in Keppel REIT has decreased from 1,538,231,707 units to 1,538,075,048 units due to the transfer of a total of 156,659 units pursuant to the vesting on 28 February 2017 of awards granted under the KRML's Restricted Unit Plan ("**RUP**") to employees of KRML who satisfy the performance conditions and other terms and conditions. The RUP is a long term incentive scheme of KRML.

With this transaction, the Company's deemed interest in Keppel REIT, has decreased from approximately 46.350% (comprising 1,538,231,707 units) to approximately 46.346% (comprising 1,538,075,048 units). These percentages are calculated based on the total number of issued units in Keppel REIT of 3,318,701,221 units as at 28 February 2017.

The above transaction is not expected to have any significant impact on the earnings per share and net tangible asset per share of the Company for the current financial year.