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ACQUISITION OF JOINT VENTURE PARTNER'S 4% INTEREST IN KINGSDALE DEVELOPMENT PTE LTD

Keppel Corporation Limited (the "**Company**") wishes to inform that Keppel Land Limited, through its wholly-owned subsidiary, Romeo Pte. Ltd. ("**Romeo**"), is acquiring from Prime Growth Investments Limited ("**Vendor**", a subsidiary of PJS Industries Sdn. Bhd.) 4 per cent. of the issued share capital of Kingsdale Development Pte Ltd ("**KDPL**" and such shares, the "**Sale Shares**") (the "**Transaction**").

KDPL has an 80 per cent. stake in Spring City Golf & Lake Resort, a golf resort located in Kunming, China ("**Property**"). The Company, through its wholly-owned subsidiaries, presently holds 86 per cent. of the issued share capital of KDPL, and the Vendor and another third party hold 4 per cent. and 10 per cent. of the issued share capital of KDPL respectively.

Romeo will pay an aggregate amount of US$6 million (approximately S$8.3 million[1]) to the Vendor on completion, of which:

(a) approximately US$3.4 million (approximately S$4.7 million[1]) will be for the consideration of the Sale Shares, which is subject to completion adjustments ("**Consideration**"); and

(b) approximately US$2.6 million (approximately S$3.6 million[1]) will be for the assignment by the Vendor to Romeo of shareholder loans that have been extended by the Vendor to KDPL.

The Consideration was arrived at on a willing-buyer, willing-seller basis, taking into account, among others, the adjusted net asset value of the Sale Shares, based on the agreed value of the Property attributable to the Sale Shares, which was approximately S$4.1 million as at 31 March 2022. The book value and net asset value represented by the Sale Shares as at 31 March 2022 was approximately negative S$0.4 million. This Transaction will allow the Company to better execute its plans to realise value from the Spring City Golf & Lake Resort.

Completion of the Transaction is subject to the satisfaction of conditions precedent, and is expected to take place by the fourth quarter of 2022. Following completion, the Company's interest in KDPL will increase from 86 per cent. to 90 per cent.

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 Transaction 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.

5 September 2022

[1] Based on an exchange rate of US$1:S$1.38