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SALE OF INTEREST IN QUANG BA ROYAL PARK JOINT VENTURE COMPANY LTD

Keppel Corporation Limited (the "**Company**" or "**KCL**") wishes to inform that Keppel Land Limited's ("**KLL**") subsidiary, Palmsville Investment Pte Ltd, has sold 70% of the paid-up charter capital (the "**Sale Stake**") of Quang Ba Royal Park Joint Venture Company Ltd ("**QBRP**") to BRG Group Joint Stock Company (the "**Divestment**").

The consideration for the Divestment is up to approximately VND491,968,880,000 (approximately S$30,404,000) (the "**Consideration**"), subject to post-closing adjustment.

QBRP owns and operates a serviced apartment building at Quang Ba, Wang An Ward, Tay Ho District, Hanoi, Vietnam.

The Consideration was arrived at on a willing buyer willing seller basis taking into account the future business prospects of QBRP as well as the unaudited book value and unaudited net tangible assets attributable to the Sale Stake as at 31 March 2016.

The Divestment is in line with KLL's strategy to continually recycle assets for higher returns.

QBRP has ceased to be a subsidiary of the Company.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

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