**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

**SALE OF 60% INTEREST IN KEPPEL C T DEVELOPMENTS (PRIVATE) LIMITED**

Keppel Corporation Limited (the "**Company**" or "**KCL**") wishes to inform that Edmonton Pte Ltd ("**EPL**"), a wholly owned subsidiary of Keppel Land Limited ("**KLL**"), has entered into a sale and purchase agreement (the "**SPA**") with C T Properties Limited (the "**Purchaser**") for the sale of:

(i) 9,768,000 shares ("**Sale Shares**"), representing 60% of the issued and paid up capital of Keppel C T Developments (Private) Limited ("**KCT**"); and

(ii) All sums due or owing to EPL by KCT as at 31 December 2015 (the "**Loan**"),

(collectively, the "**Proposed Divestment**").

The Proposed Divestment will be for a consideration of approximately Sri Lanka Rupees ("**SLR**") 550 million (approximately S$5.5 million) (the "**Consideration**"). EPL has received the Consideration from the Purchaser.

KCT is a company incorporated in Sri Lanka. The Purchaser is an existing shareholder of KCT, holding the remaining 40% of the issued and paid up capital of KCT not owned by EPL.

The principal activity of the Company is property development in Sri Lanka.

The Consideration was arrived at on a willing buyer willing seller basis taking into account the future business prospects of KCT as well as the unaudited book value and net tangible assets of the Sale Shares and the Loan, which as at 31 December 2015 is SLR 999,013,000.

Upon completion of the Proposed Divestment, KCT will cease 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.