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### **SALE OF 55,118,336 UNITS IN KEPPEL DC REIT**

Keppel Corporation Limited (the “**Company**”) wishes to announce that its indirect wholly-owned subsidiary, DC REIT Holdings Pte. Ltd. (“**DCRH**”) has on 30 August 2018 entered into a sale and purchase agreement (the “**Sale and Purchase Agreement**”) with UBS AG, Singapore Branch (the “**Placement Agent**”) for the sale of 55,118,336 units in Keppel DC REIT (“**Sale Units**”), representing about 4.08% of the total issued units in Keppel DC REIT (the “**Units**”), for a consideration of at least S\$1.36 per Sale Unit or such other higher price that UBS is able to procure (the “**Sale**”).

Pursuant to the terms of the Sale and Purchase Agreement, DCRH has agreed to sell, and the Placement Agent has agreed to procure the purchase of, or failing which, to purchase, the Sale Units.

The aggregate cash consideration of at least S\$74,960,937 for the Sale Units (prior to deducting the underwriting and selling commission and other estimated fees and expenses incurred in connection with the Sale) was arrived at on a willing buyer, willing seller basis taking into account the last transacted price per Unit of S\$1.40 on Singapore Exchange Securities Trading Limited as at 30 August 2018 and the volume weighted average price per Unit of S\$1.3986 for the full market day on 30 August 2018. The unaudited book value and net tangible asset value per Sale Unit were S\$1.01 and S\$1.00 as at 30 June 2018.

Completion of the Sale is expected to take place on 5 September 2018. Upon completion, the Company’s indirect interest in Keppel DC REIT will decrease from approximately 29.27% (comprising 395,620,644 Units) to approximately 25.2% (comprising 340,502,308 Units).

### **PROFORMA FINANCIAL EFFECTS**

Assuming the price of S\$1.36 per Sale Unit, the Group expects to recognise a gain of approximately S\$17 million from the Sale.

Based on the latest audited financial statements of the Group for the financial year ended 31 December 2017 (“**FY2017**”):

- (a) had the Sale been completed on 31 December 2017, the net tangible asset per share as at 31 December 2017 would have increased from S\$6.21 (before the Sale) to S\$6.23 (after the Sale); and

- (b) had the Sale been completed on 1 January 2017, the earnings per share for FY2017 would have increased from 11.9 cents (before the Sale) to 13.1 cents (after the Sale).

A copy of the Sale and Purchase Agreement may be inspected at the registered office of the Company at 1 HarbourFront Avenue #18-01 Keppel Bay Tower Singapore 098632 during normal business hours for a period of three months from the date of this announcement.