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SALE OF INTEREST IN KEPPEL THAI PROPERTIES PUBLIC COMPANY LIMITED AND HAMPSHIRE PTE. LTD.

Keppel Corporation Limited ("**Company**" or "**KCL**") wishes to inform that its subsidiary, Keppel Land Limited ("**KLL**"), and KLL's subsidiary, Keppel Land Financial Services Pte Ltd, have today entered into a conditional sale and purchase agreement ("**SPA**") with Hong Kong King Wai Real Estate Group Company Limited ("**HKKW**" or the "**Purchaser**") for an aggregate consideration ("**Total Consideration**") of THB300,000,000 (approximately S$11.8 million based on an exchange rate of S$1 : THB25.42) in respect of:

(i) the sale to the Purchaser of 100,000,000 shares, equivalent to 45.45 per cent of the total issued shares in Keppel Thai Properties Public Company Limited ("**KTP**") (the "**KTP Sale Shares**");

(ii) the sale to the Purchaser of 2 ordinary shares, equivalent to 100 per cent of the total issued shares in KLL's subsidiary, Hampshire Pte. Ltd. ("**HPL**") (the "**HPL Sale Shares**"); and

(iii) the novation to the Purchaser of all sums due or owing by Top Property Company Limited to Keppel Land Financial Services Pte Ltd (the "**Receivable**"),

(collectively, the "**Transaction**").

According to the SPA, the allocation of the Total Consideration amongst the KTP Sale Shares, the HPL Sale Shares and the Receivable will be finalised on the completion date of the Transaction, which is expected to be 18 April 2016.

The divestment of KTP is in line with KLL's strategy to recycle capital for higher returns as it pursues other opportunities in Thailand through partnerships and joint ventures with strong local partners.

KTP is a company incorporated in Thailand and is currently listed on the Stock Exchange of Thailand. KTP's principal activities involve property development and investment.

HPL is a company incorporated in Singapore. HPL's principal activities are investment holding.

Following completion of the Transaction, KTP will cease to be an associated company of the Company and HPL will cease to be a subsidiary of the Company.

HKKW is a company incorporated under the laws of British Virgin Islands and is an associated company of King Wai Group.

The Total Consideration was arrived at on a willing-buyer, willing-seller basis, taking into account KTP's future business prospects as well as the aggregate audited book value and audited net tangible assets attributable to the KTP Sale Shares, HPL Sale Shares and the Receivable, which as at 31 December 2015 was approximately S$3.3 million.

The Transaction is not expected to have any material impact on the earnings per share or net tangible assets per share of the Company for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect in the Transaction, other than through their shareholding in the Company.

Copies of the SPA 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 (3) months from the date of this announcement.