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ENTRY INTO SHAREHOLDERS' AGREEMENT IN CONNECTION WITH PROPOSED ACQUISITION OF PRIME COMMERCIAL ASSET IN SHANGHAI

Keppel Corporation Limited (the "**Company**") wishes to inform that Alpha Asia Macro Trends Fund III (a fund managed by Alpha Investment Partners Limited, the private fund management arm of Keppel Capital Holdings Pte. Ltd.) ("**AAMTF III**") and Keppel Land China Limited ("**KLCL**"), through their respective wholly-owned subsidiaries, and together with other co-investors, have entered into a shareholders' agreement ("**SHA**") on 25 March 2019 with the joint venture company, North Bund Keppel Pte. Ltd. ("**JVCo**"), in connection with the proposed acquisition of Yi Fang Tower, a recently completed prime Grade A office and retail mixed-use development located in North Bund, Shanghai, China (the "**Property**").

The JVCo is currently held by a wholly-owned subsidiary of AAMTF III. Pursuant to the SHA, after the initial round of funding through subscription of shares in the JVCo, the JVCo will have a paid-up capital of approximately US$302 million, and AAMTF III and KLCL will have a shareholding interest of approximately 42.1% and 29.8% respectively. The remaining 28.1% shareholding interest will be held by the other co-investors.

The JVCo has entered into a framework agreement on 3 September 2018 with the seller, Yi Fang Jing Yi Enterprise Management Co. Ltd., to acquire the Property for an aggregate consideration of RMB 4.6 billion (approximately S$916 million[1]). Completion of the acquisition of the Property is expected to take place in the second quarter of 2019.

Each of Mr Tow Heng Tan, Ms Veronica Eng and Mr Loh Chin Hua, who are directors of the Company, are investors in AAMTF III. Save as disclosed, none of the directors and controlling shareholders of the Company has any interest, direct or indirect, in the above transaction, other than through their shareholding interests, if any, in the Company.

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

26 March 2019

[1] Based on an exchange rate of S$1 to RMB 5.0244