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DIVESTMENT OF SHANGHAI FENGWO APARTMENT MANAGEMENT CO LTD

Keppel Corporation Limited (the “**Company**”) wishes to announce that Keppel Land Limited, through its indirect wholly-owned subsidiary, Gadius Pte Ltd (“**Gadius**”) is divesting 100% of its equity interest (“**Sale Shares**”) in 上海丰寓公寓管理有限公司 (Shanghai Fengwo Apartment Management Co Ltd) (“**Shanghai Fengwo**”) to 上海金地金漉实业发展有限公司 (Shanghai Jindi Jinli Industry Development Co Ltd) (referred to as the “**Buyer**”) (the “**Divestment**”). Shanghai Fengwo owns 100% of the equity interest in 太仓鑫武商务咨询有限公司 (Taicang Xinwu Business Consulting Co Ltd) (“**Taicang Xinwu**”), which in turn owns 15% equity interest in 太仓市筑崇商务咨询有限公司 (Taicang Zhuchong Business Consulting Co Ltd) (“**Taicang Zhuchong**”). Taicang Zhuchong indirectly owns Upview, an 8.4-ha residential project in Jiading District, Shanghai, China (“**Site**”).

The Buyer will acquire the Sale Shares from Gadius and pay an aggregate amount of approximately RMB783 million (S\$151 million¹), of which approximately:

- (a) RMB121 million (S\$23 million) will be paid as consideration for the Sale Shares, which is subject to completion adjustments (“**Consideration**”); and
- (b) RMB662 million (S\$128 million) will be paid to a related company of Gadius as repayment for debts of Shanghai Fengwo and Taicang Xinwu assumed by the Buyer (“**Debt Repayment**”).

The Consideration and Debt Repayment will be payable as follows:

- (i) The Consideration will be payable in full in cash upon the regulatory authorities’ approval of the cross-border remittance of the Consideration to Gadius’ designated offshore bank account; and
- (ii) the Debt Repayment is payable on 19 December 2022.

The Consideration was arrived at on a willing-buyer willing-seller basis taking into account, among others, the location of the Site, prevailing market conditions and the adjusted net asset value

¹ Exchange rate as at December 2022: RMB 1 to S\$ 0.193

based on the agreed value of the Site attributable to the Sale Shares, which was approximately RMB121 million (S\$23 million) as at 12 December 2022.

Following completion of the Divestment, which is expected to take place by end-2022, the gain on disposal is estimated to be approximately RMB135 million (S\$27 million).

The planned Divestment is in line with Keppel's Vision 2030 asset monetisation plans to unlock capital which can be channelled towards new growth opportunities.

Following completion of the Divestment, Shanghai Fengwo and Taicang Xinwu will no longer be subsidiaries of the Company.

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

None of the directors and controlling shareholders of the Company has any interest, direct or indirect, in the aforesaid transactions, other than through their shareholding interests, if any, in the Company.

19 December 2022