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## ACQUISITION OF EQUITY INTEREST IN BEIJING SHUNXIANGREN ENTERPRISE MANAGEMENT CO., LTD.

Keppel Corporation Limited (the “**Company**”) wishes to announce that Keppel Land China Limited, through its wholly-owned subsidiary, Beijing Keppel Hong Hui Management Co., Ltd. (“**Beijing Keppel**”), has entered into an equity transfer agreement to acquire 100% of the equity interest (“**Sale Shares**”) in Beijing Shunxiangren Enterprise Management Co., Ltd. (“**Target Company**”) from Ningbo Jiasheng Yuecheng Investment Management Center (LP) and Beijing Hanhe Investment Management Co., Ltd. (collectively, the “**Vendors**”), that own 99% and 1% of the equity interest in the Target Company respectively (the “**Acquisition**”).

The Target Company, through its wholly-owned subsidiary, Beijing Wanfang Xinye Investment Consulting Co., Ltd. (“**Project Company**”), holds a completed commercial property in Haidian District, Beijing (the “**Property**”).

Pursuant to the equity transfer agreement, Beijing Keppel will be paying an aggregate amount of approximately RMB178.6 million (approximately S\$35.1 million), of which:

- (a) approximately RMB20.9 million (approximately S\$4.1 million) will be paid to the Vendors for the consideration of the Sale Shares, which is subject to completion adjustments (“**Consideration**”); and
- (b) approximately RMB157.7 million (approximately S\$31 million) will be paid to the Target Company by way of a loan, which will be used by the Target Company to repay its outstanding debts as at 31 August 2019.

The Consideration will be payable in cash in two tranches, with final payment expected to take place in the fourth quarter of 2019. It was arrived at on a willing-buyer, willing-seller basis, taking into account, among others, the adjusted net tangible asset value based on the agreed value of the Property attributable to the Sale Shares, which was approximately RMB20.9 million as at 29 August 2019.

Completion of the Acquisition is subject to the satisfaction of conditions precedent (including but not limited to the obtaining of the requisite third party approvals), and is expected to take place by the fourth quarter of 2019. Following completion, the Target Company and the Project Company will become wholly-owned subsidiaries of the Company.

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.

The aforesaid transactions are 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.