
INCREASE IN SHAREHOLDING IN AN ASSOCIATED COMPANY

Keppel Corporation Limited ("**KCL**" or the "**Company**") wishes to advise that its wholly-owned subsidiary, Wideluck Enterprises Limited, had on 14 February 2011 acquired 4,200,000 shares in the capital of Floatel International Limited ("**FLOAT**"), through the Oslo Stock Exchange, at a price of NOK 14.40 (S\$3.16) per share, constituting a total of 4.34% of the share capital of FLOAT. The Company's shareholding interest in FLOAT has therefore increased from 23.47% to 27.82%.

The percentages have been calculated based on 96,665,289 issued shares in the capital of FLOAT.

The above 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.

Caroline Chang
Company Secretary

15 February 2011