

Presentation to Investors

ZURICH. LONDON

28 June – 1 July 2016

The logo for Keppel Corporation, featuring the word "Keppel" in white text inside a grey rectangular box, followed by the word "Corporation" in red text.

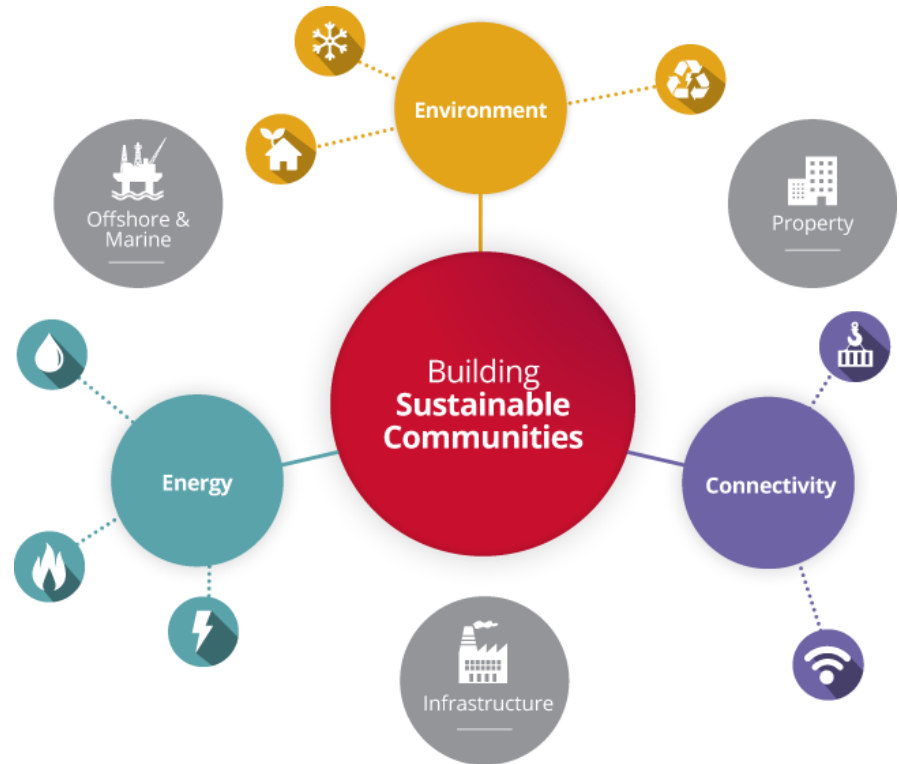
Disclaimer

This release may contain forward-looking statements which are subject to risks and uncertainties that could cause actual results to differ materially from such statements. Such risks and uncertainties include industry and economic conditions, competition, and legal, governmental and regulatory changes. The forward-looking statements reflect the current views of Management on future trends and developments.

Solutions for Sustainable Urbanisation

Our vision is to be a global company at the forefront of our chosen industries, shaping the future for the benefit of all our stakeholders.

Keppel meets the world's sustainable urbanisation needs through key businesses in Offshore & Marine, Property, Infrastructure and Investments.



Keppel's Vision 2020

Financial

- Net profit target
- Sustainable ROE
- PE ratio target
- Higher recurring income
- Institutional quality balance sheet

People

- Strong succession pipeline
- Tapping global talent pool
- High employee satisfaction

Stakeholders

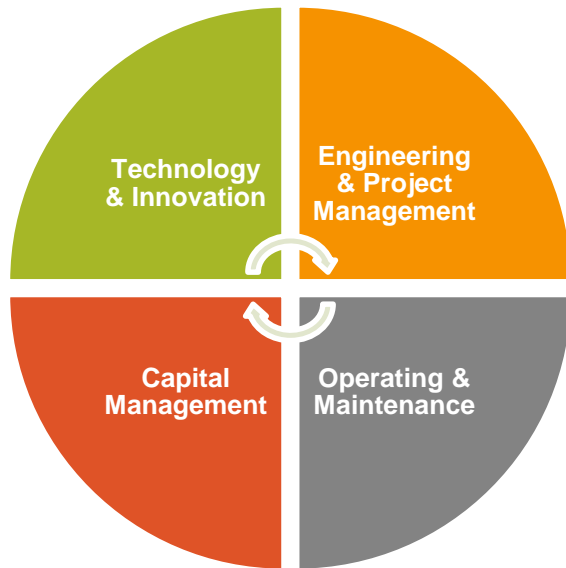
- Develop & grow new markets, products & customers
- Focus approach in CSR

Process

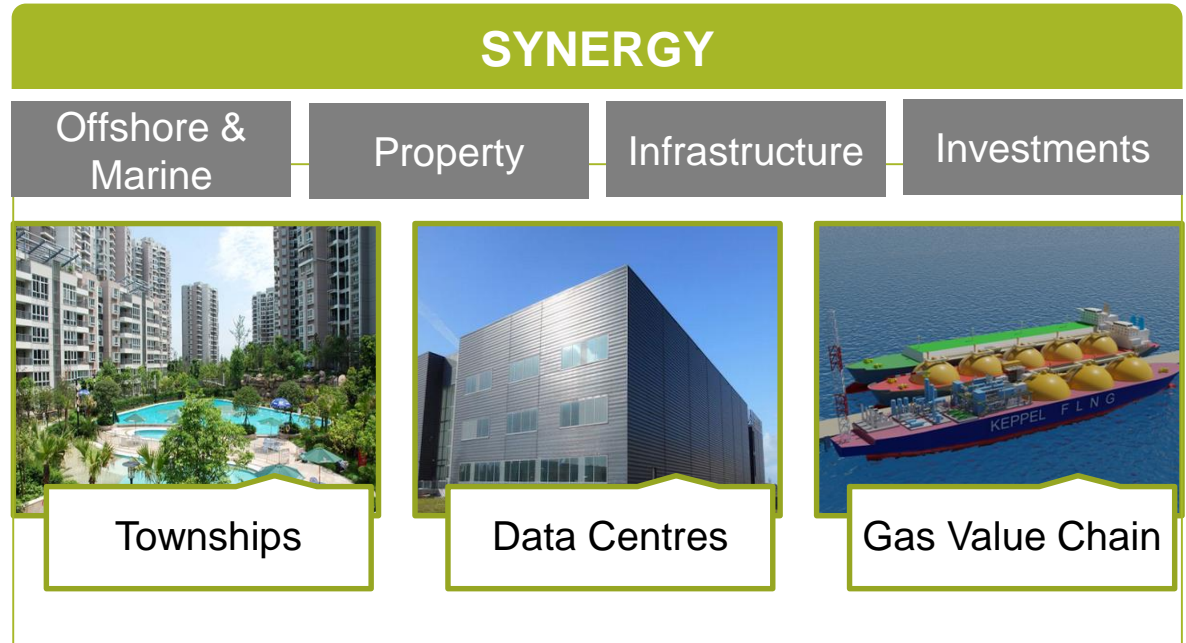
- Zero fatalities, zero audit failures
- Higher productivity
- Strong risk-management to support enterprise & innovation

Harnessing Strengths

Core Strengths:



Building Strong Verticals + Collaboration:



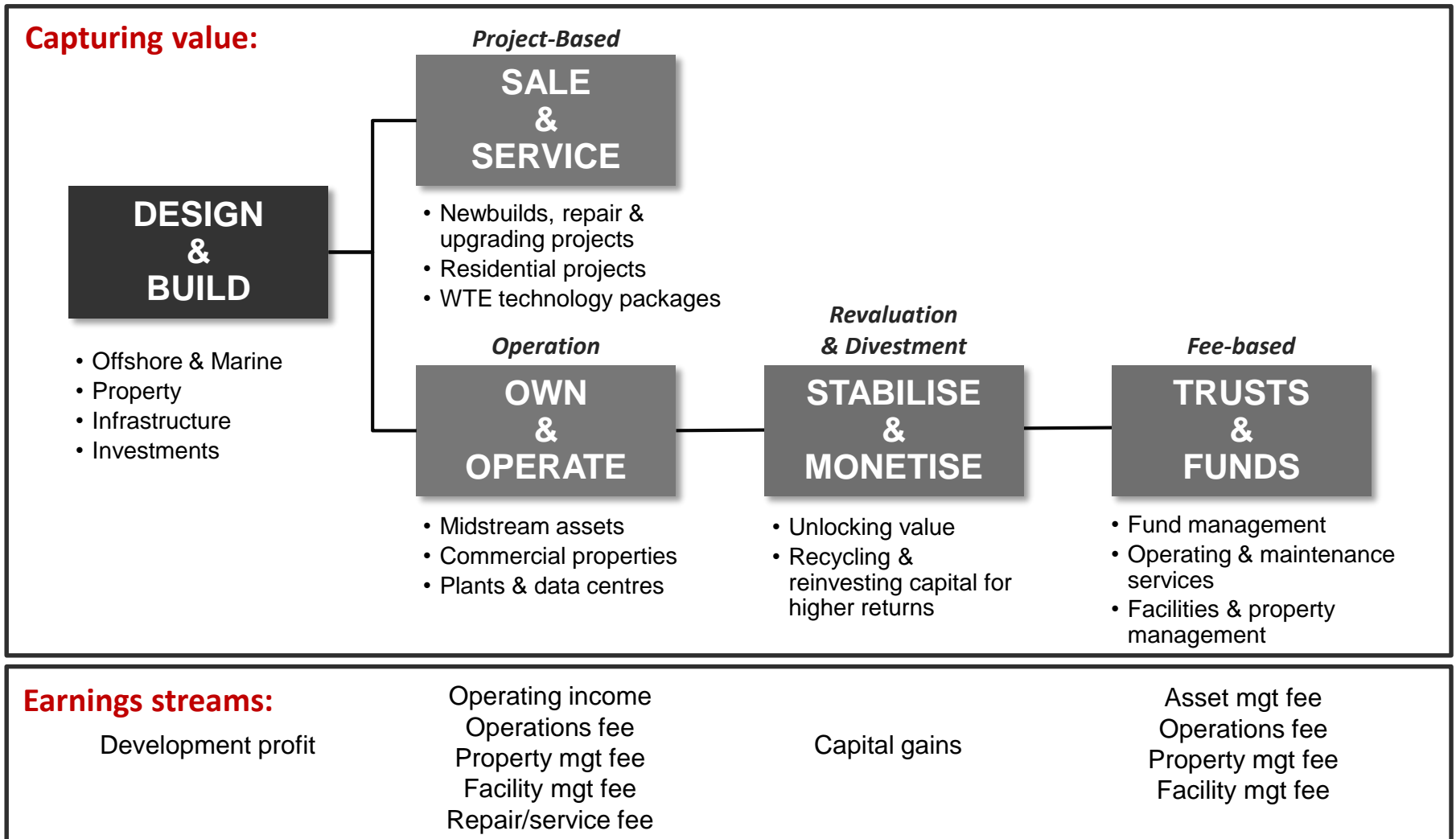
Scaling the Value Chain *(moving to the right)*

- The world is changing; business models must also evolve from asset heavy to asset light and high value adding businesses.

An example from the data centre industry:

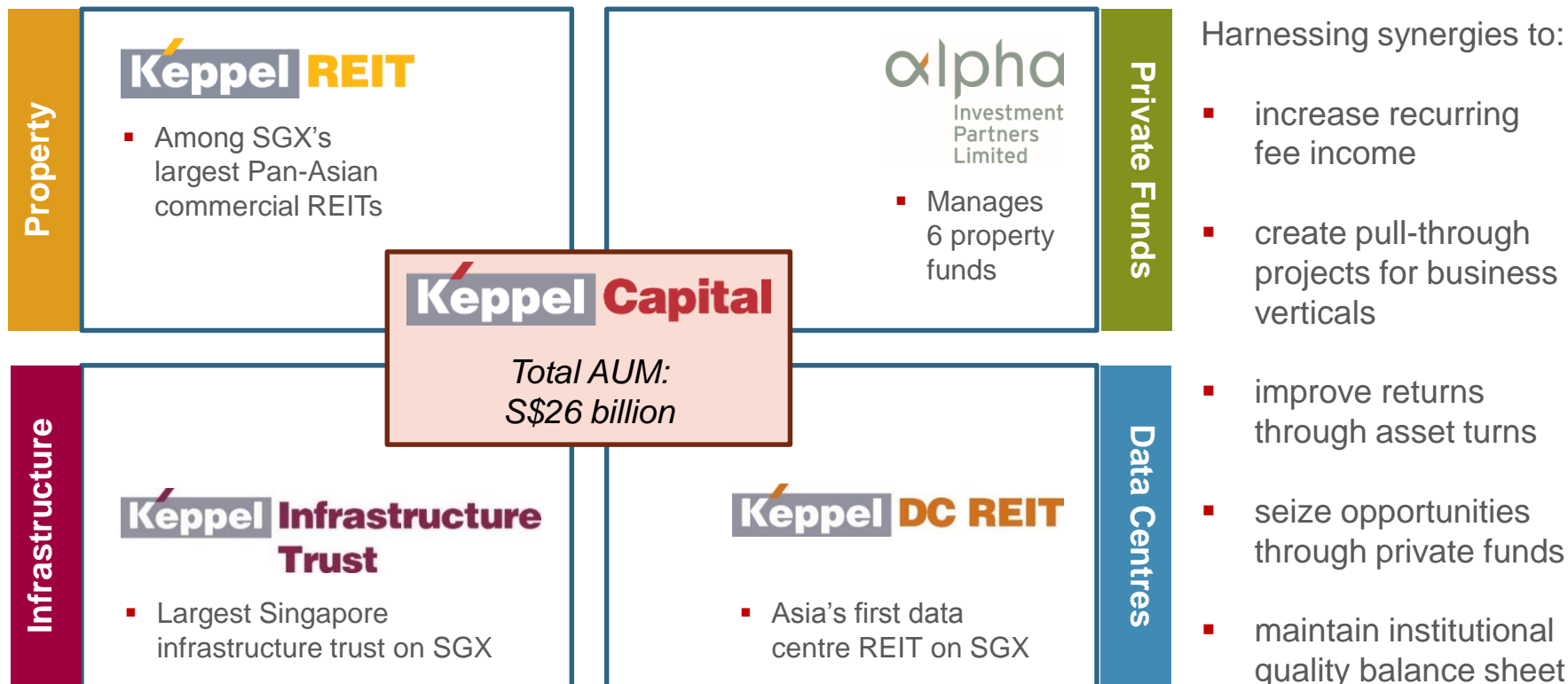


Creating & Capturing Sustainable Value

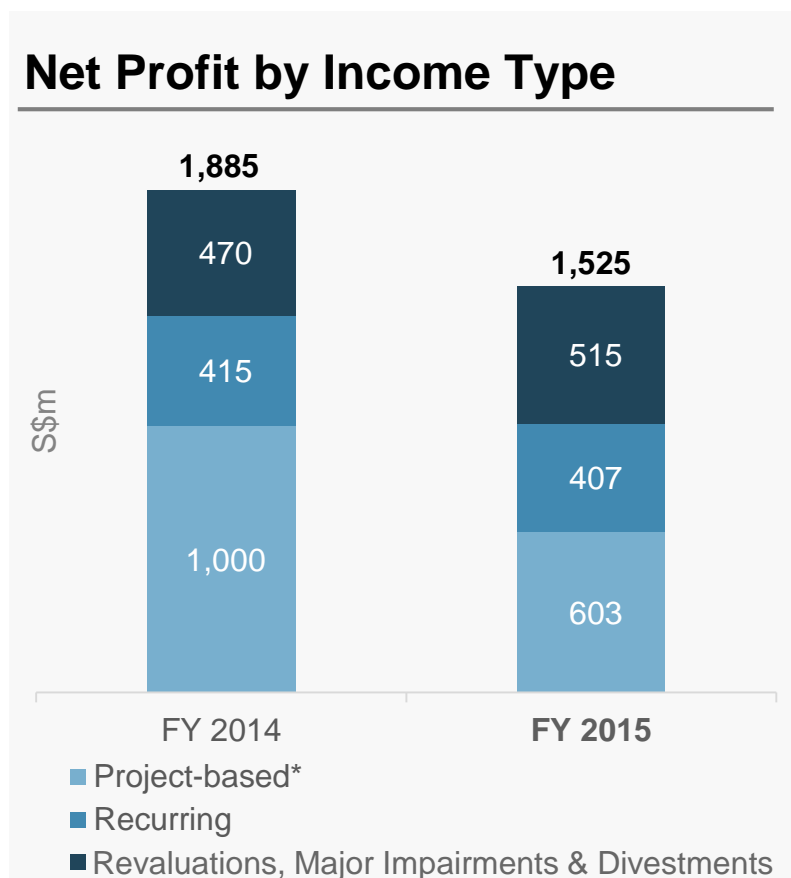


Fueling Growth through Asset Management

Keppel Capital will boost our capital recycling platform and expand our capital base with co-investors.



Fortifying Robust Earnings Streams

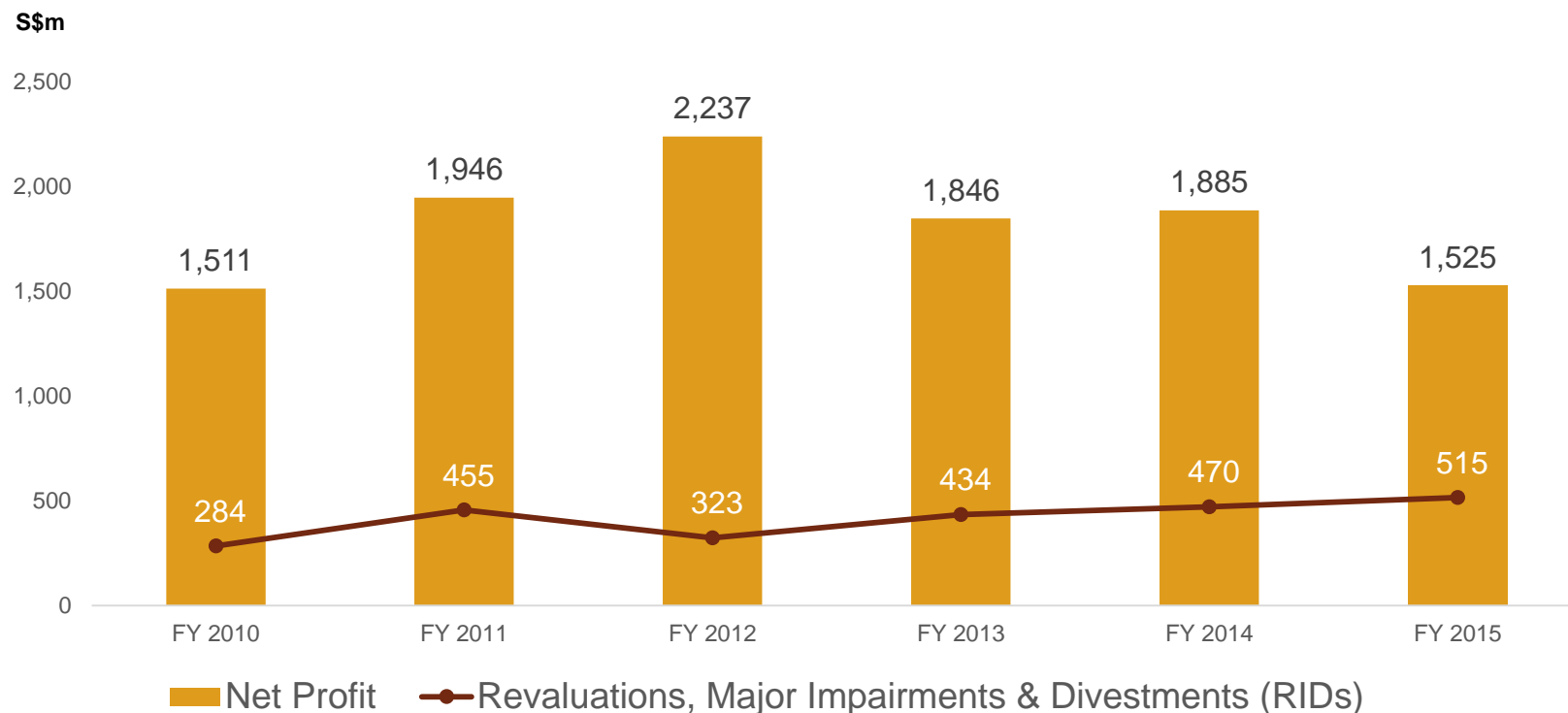


- Strong underlying operations, underpinned by rightsizing efforts and prudent investments in new capabilities.
- RIDs to remain a consistent contributor to the bottom line
- Focus on growing stable, recurring income for the long term

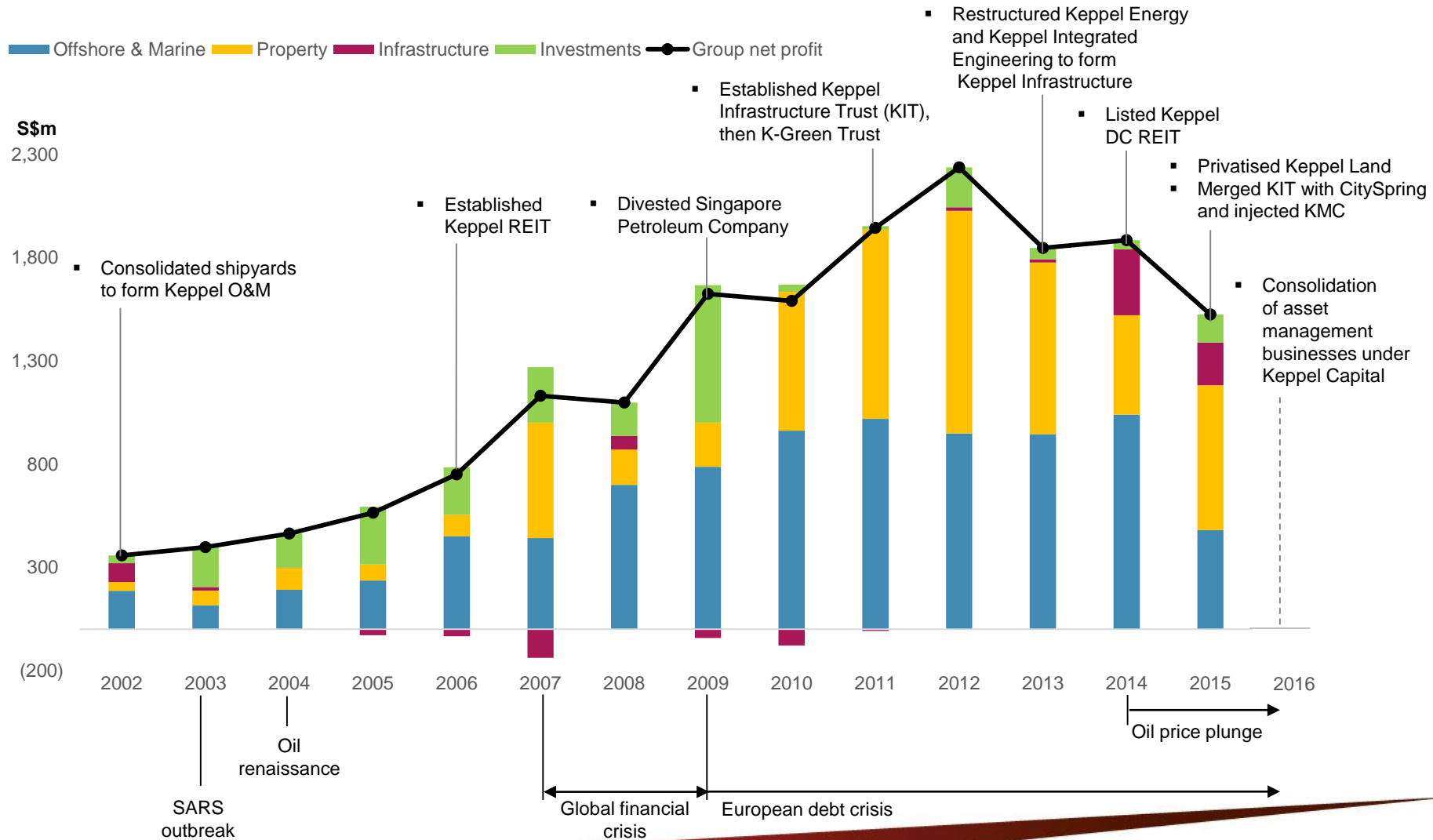
* Project-based earnings include income from rig building, specialised shipbuilding, property development and EPC projects.

RIDs: Contributing Consistently

RIDs have contributed an average of 23% to Keppel's profits each year.



Staying Resilient Through Cycles



We are staying the course on our multi-business strategy, driving collaboration across our verticals for synergy to create and capture higher value from all parts of Keppel.

ADDITIONAL SLIDES: FINANCIAL HIGHLIGHTS

Key Figures

S\$m	FY15	FY14	% Chg	1Q16	1Q15	% Chg
Revenue	10,296	13,283	(22)	1,743	2,814	(38)
Operating Profit	1,514	2,373	(36)	278	398	(30)
Net Profit	1,525	1,885	(19)	211	360	(41)
EPS	84.0cts	103.8cts	(19)	11.6cts	19.8cts	(41)
EVA	648	1,778	(64)	2	122	(98)
Free Cash Flow	(694)	729	<i>n.m</i>	(306)	226	<i>n.m.</i>
Annualised ROE	14.2%	18.8%	<i>Reduction of 460bps</i>	7.1%	12.9%	<i>Reduction of 580bps</i>
Net Gearing	0.53x	0.11x	<i>Increase of 0.42x</i>	0.56x	0.37x	<i>Increase of 0.19x</i>

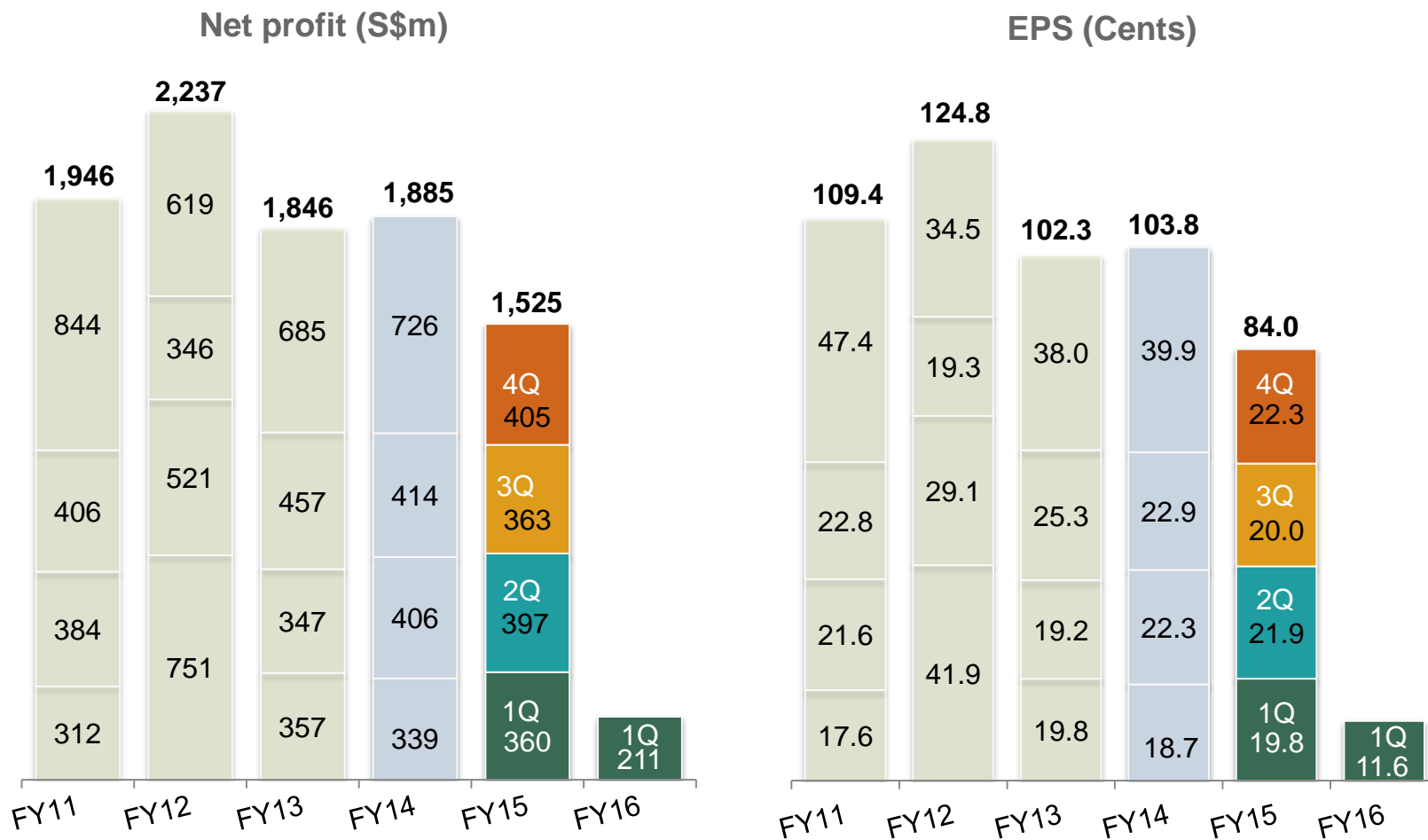
Revenue by Segments

S\$m	FY15	%	FY14	%	1Q16	%	1Q15	%
Offshore & Marine	6,241	61	8,556	64	818	47	1,927	68
Property	1,926	19	1,729	13	503	29	303	11
Infrastructure	2,058	20	2,934	22	390	22	506	18
Investments	71	-	64	1	32	2	78	3
Total	10,296	100	13,283	100	1,743	100	2,814	100

Net Profit by Segments

S\$m	FY15	%	FY14	%	1Q16	%	1Q15	%
Offshore & Marine	481	32	1,040	55	95	45	203	56
Property	701	46	482	26	100	47	60	17
Infrastructure	207	14	320	17	14	7	22	6
Investments	136	8	43	2	2	1	75	21
Total	1,525	100	1,885	100	211	100	360	100

Net Profit & EPS



ROE & Dividend

Annual dividend payout stayed at above 40% of net profit over the past 13 years.

ROE (%) & Dividend (Cents)

