CAPITALAND LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No.: 198900036N

ANNOUNCEMENT

SUBSCRIPTION FOR PARTICIPATING SHARES IN THE CAPITAL OF HORIZON REALTY FUND, LLC

CapitaLand Limited ("CapitaLand") wishes to announce that its indirect wholly-owned subsidiary, CapitaLand Retail India Investments Pte. Ltd. ("CRII"), has today signed a subscription agreement to subscribe for 750,000 participating shares (the "Subscription") in the capital of Horizon Realty Fund, LLC (the "Fund") at US$100 (approximately S$162) for each share.

The Fund is a Mauritius limited life company organised primarily to enable pooling of funds by non-Indian investors for investment in real estate in India. It is sponsored by Pantaloon Retail (India) Ltd, the largest retailer in India listed on the Mumbai and National Stock Exchanges in India.

As at the date of this announcement, the Fund has received subscriptions for an aggregate of 2,630,000 participating shares at US$100 each from CRII and other investors for its initial closing. Upon acceptance of the Subscription, CRII's commitment to invest in the Fund would be US$75,000,000 (approximately S$121 million) amounting to 28.5% of the aggregate committed capital raised by the Fund. The Fund will become an indirect associated company of CapitaLand.

The Subscription does not have any material impact on the net tangible assets or earnings per share of the CapitaLand group for the financial year ending 31 December 2006.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
19 April 2006