CAPITALAND LIMITED

(Incorporated in the Republic of Singapore)
Company Registration Number 198900036N

ANNOUNCEMENT

COMPULSORY ACQUISITION OF SHARES IN RAFFLES HOLDINGS LIMITED BY CAPITALAND LIMITED

CapitaLand Limited ("CapitaLand") has today despatched to the existing shareholders of Raffles Holdings Limited a letter with regard to CapitaLand's exercise of its compulsory acquisition right under Section 215(1) of the Companies Act, Chapter 50 of Singapore. A copy of the letter together with its enclosures are attached to this announcement.

As stated in the letter, CapitaLand will exercise its right of compulsory acquisition on 11 January 2007.

By order of the Board

Ng Chooi Peng
Assistant Company Secretary
11 December 2006