CAPITALAND LIMITED

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

ANNOUNCEMENT

CHANGE OF INTEREST IN RC HOTELS (PTE) LTD

CapitaLand Limited ("CapitaLand") wishes to announce that its associated company, RC Hotels (Pte) Ltd ("RC Hotels"), has increased its share capital to 21,203,849 ordinary shares by an allotment of 11,203,849 ordinary shares to Raffles International Limited, a party unrelated to CapitaLand, arising from the conversion of floating rate convertible bonds.

CapitaLand's interest in RC Hotels is held through its wholly-owned subsidiary, CapitaLand Corporate Investments Pte Ltd. Following the aforesaid allotment, CapitaLand's indirect interest in RC Hotels has reduced from 34.63% to 16.33%. Accordingly, RC Hotels has ceased to be an associated company of CapitaLand.

The above is not expected to have any material impact on the net tangible assets or earnings per share of CapitaLand Group for the financial year ending 31 December 2006.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
9 February 2006