CAPITALAND LIMITED

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

ANNOUNCEMENT

ESTABLISHMENT OF INDIRECT ASSOCIATED COMPANY, SICHUAN ZHIXIN CAPITALAND CO., LTD

Further to the announcement made on 30 May 2006, CapitaLand Limited ("CapitaLand") wishes to announce that the 50:50 joint venture company between CapitaLand (Sichuan) Holdings Pte. Ltd. and Chengdu Zhixin Industrial Group Co., Ltd. namely, Sichuan Zhixin CapitaLand Co., Ltd ("Sichuan Zhixin") has been duly established in The People's Republic of China (the "Establishment"). The revised registered capital of Sichuan Zhixin is RMB260 million (approximately S$52 million)

Following the Establishment, Sichuan Zhixin has become an indirect associated company of CapitaLand.

The above is not expected to 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.

None of the Directors or controlling shareholder of CapitaLand has any interest, direct or indirect, in the transaction described above.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
12 July 2006