CAPITALAND LIMITED

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

ANNOUNCEMENT

SUBSCRIPTION FOR SHARES IN QUILL CAPITA MANAGEMENT SDN. BHD.

CapitaLand Limited ("CapitaLand") wishes to announce that its indirect wholly-owned subsidiary, CapitaLand RECM Pte. Ltd., has subscribed for an equity interest of 40% (comprising 40 ordinary shares of RM1 each) (the "Subscription") in the share capital of Quill Capita Management Sdn. Bhd. ("Quill Capita"). The consideration for the Subscription is RM40 (approximately S$17) payable in cash. The remaining 60% equity interest in Quill Capita is held by parties unrelated to CapitaLand.

Quill Capita is a company incorporated in Malaysia whose principal activity is asset management.

Following the Subscription, Quill Capita has become an indirect associated company of CapitaLand.

The Subscription 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
21 July 2006