CAPITALAND LIMITED

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

ANNOUNCEMENT

**DISSOLUTION OF INDIRECT SUBSIDIARY,
QUANTUM M&E ENGINEERING SERVICES PTE LTD**

CapitaLand Limited ("CapitaLand") wishes to announce that the High Court of the Republic of Singapore has confirmed the dissolution of Quantum M&E Engineering Services Pte Ltd ("Quantum M&E"), an indirect subsidiary of CapitaLand.

The dissolution of Quantum M&E 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
29 March 2006