# CAPITALAND LIMITED

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

## ANNOUNCEMENT

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**ADJUSTMENT TO THE CONVERSION PRICE OF**
**S$430,000,000 2.10 PER CENT. CONVERTIBLE BONDS DUE 2016**

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CapitaLand Limited ("CapitaLand" or the "Company") refers to the S$430,000,000 2.10 per cent. Convertible Bonds due 2016 (the "Bonds") issued by the Company and the announcements dated 14 February 2007, 1 March 2007 and 23 March 2007 made by the Company in connection with (i) a proposed first and final dividend (the "Ordinary Dividend") of S$0.07 per ordinary share of CapitaLand ("Share"), of which up to S$0.0397 will be less Singapore income tax at 18 per cent. and the balance will be one-tier, and (ii) a proposed special one-tier dividend (the "Special Dividend") of S$0.05 per Share, for the year ended 31 December 2006, to be paid to shareholders whose names appear in the Company's Register of Members as at 5.00 p.m. on 11 May 2007.

*Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as defined in the terms and conditions of the Bonds (the "Terms and Conditions").*

The Terms and Conditions provide for adjustments to be made to the conversion price of the Bonds (the "Conversion Price") in the event the Company issues or distributes an Extraordinary Dividend in the form of cash (as described in the Terms and Conditions). In accordance with the Terms and Conditions, the Company has appointed Standard Chartered Bank as the Independent Bank to determine the Adjusted Conversion Price.

CapitaLand is pleased to set out below, a summary of the adjustment to the Conversion Price based on the formula in Condition 6.3.11 of the Terms and Conditions:

Adjusted Conversion Price = Conversion Price x ((A-B) / A)

Where:

Conversion Price = S$7.3136 per Share

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|---|---|---|
| A | = | S$7.1050 being the Current Market Price of one Share on the last Trading Day preceding the date on which the Extraordinary Dividend is publicly announced |
| B | = | S$0.0510 being the Extraordinary Dividend payable on one Share |
| Extraordinary Dividend | = | [(Ordinary Dividend + Special Dividend) – S$0.0690*] per Share |
| | = | [(S$0.0700 + S$0.0500) - S$0.0690] per Share |
| | = | S$0.0510 per Share |

* *The amount per Share for purposes of calculating the Extraordinary Dividend for a Dividend declared in respect of the financial year ended 31 December 2006, as specified in Condition 6.3.11(i) of the Terms and Conditions.*

**The Adjusted Conversion Price is therefore S$7.2611.**

The adjustment to the Conversion Price will take effect on 9 May 2007, Singapore time, being the date on which the Shares will commence trading on an ex-Ordinary Dividend and ex-Special Dividend basis. A copy of this announcement will be despatched to the Bank of New York, the Trustee, for distribution to the Bondholders in due course.

By Order of the Board

Low Sai Choy
Company Secretary
Singapore, 27 April 2007