CAPITALAND LIMITED

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

ANNOUNCEMENT

INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF INDIRECT ASSOCIATED COMPANY, 808 HOLDINGS PTE. LTD.

CapitaLand Limited ("CapitaLand") wishes to announce that its indirect wholly-owned subsidiary, CapitaLand (U.K.) Pte. Ltd. ("CL(UK)"), has subscribed for an additional 3,646,666 ordinary shares (the "Subscription") in the share capital of 808 Holdings Pte. Ltd. ("808 Holdings"), an indirect associated company of CapitaLand, for an aggregate subscription price of £3,646,666 (approximately S$11 million) (the "Consideration"). The Consideration has been satisfied in full by capitalising existing shareholder's advances by CL(UK) to 808 Holdings.

The total issued and paid-up share capital of 808 Holdings has also been increased from S$3 (comprising 3 ordinary shares) to S$3 (comprising 3 ordinary shares) and £10,939,998 (comprising 10,939,998 ordinary shares).

Following the Subscription, CapitaLand's interest in 808 Holdings remains unchanged at 33⅓% (S$1 comprising 1 ordinary share and £3,646,666 comprising 3,646,666 ordinary shares). The other two shareholders, HPL Properties (West) Pte Ltd and Medo Investment Pte Ltd (parties unrelated to CapitaLand Group) have also subscribed for additional ordinary shares in the share capital of 808 Holdings and maintained their respective interests of 33⅓%.

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 2007.

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

By Order of the Board

Low Sai Choy
Company Secretary
29 March 2007