CAPITALAND LIMITED

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

ANNOUNCEMENT

SUBSCRIPTION FOR SHARES IN PREMA BONANZA SDN BHD

CapitaLand Limited ("CapitaLand") wishes to announce that its indirect wholly-owned subsidiary, CapitaLand (M) Investments Pte. Ltd. (formerly known as Ecore Research Pte Ltd), has subscribed for and been allotted (the "Subscription") 39 ordinary shares at par value of RM1 (representing 39% equity interest) in the share capital of the joint venture company, Prema Bonanza Sdn Bhd ("Prema Bonanza") for cash at par. The remaining 61% equity interest in Prema Bonanza is held by parties unrelated to CapitaLand. Following the Subscription, Prema Bonanza has become an indirect associated company of CapitaLand.

Prema Bonanza is a company incorporated in Malaysia whose principal activity is property development. Prema Bonanza has entered into an agreement with Kuala Lumpur Sentral Sdn Bhd to acquire approximately 100,000 square feet of land known as Lot D, Kuala Lumpur Sentral for purposes of developing residential and serviced apartments with ancillary retail amenities.

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 above transaction.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
23 March 2007