CAPITALAND LIMITED

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

ANNOUNCEMENT

ESTABLISHMENT OF WHOLLY-OWNED SUBSIDIARY CAPITALAND INDUSTRIAL & LOGISTICS HOLDINGS LIMITED AND JOINT VENTURE WITH AUSTRALAND INDUSTRIAL AND LOGISTICS INTERNATIONAL PTY LIMITED

CapitaLand Limited ("CapitaLand") wishes to announce the establishment of the following wholly-owned subsidiary incorporated in Singapore:

Name	:	CapitaLand Industrial & Logistics Holdings Limited ("CIL")
Principal Activity	:	Investment Holding
Share Capital	:	S$1 comprising 1 ordinary share

CapitaLand also wishes to announce that CIL has entered into a master joint venture agreement (the "Joint Venture") with Australand Industrial and Logistics International Pty Limited ("AIL"), pursuant to which CIL and AIL have agreed to share their knowledge, expertise and resources in the establishment of a Pan-Asian development platform in the industrial and logistics sectors in Asia, with an initial focus in countries such as the People's Republic of China, India, Vietnam, Thailand and Malaysia. AIL is a wholly-owned subsidiary of Australand Holdings Limited, a subsidiary of CapitaLand listed on the Australian and Singapore Stock Exchanges.

Under the Joint Venture, CIL and AIL intend to identify suitable development sites for projects in the industrial and logistics sectors in Asia and to invest in various joint venture holding companies (each, a "Holding Company") which will establish offshore and onshore subsidiaries to pursue development, design and construction opportunities on such development sites. CIL and AIL have agreed that their shareholding proportions in each Holding Company will be 51% and 49% respectively, subject to any adjustment mutually agreed between CIL and AIL.

The establishment of CIL and the Joint Venture are not expected to have any material impact on the net tangible assets and earnings per share of CapitaLand Group for the current financial year ending 31 December 2008.

None of the Directors and the controlling shareholder of CapitaLand have any interest, direct or indirect in establishment of CIL and the Joint Venture.

By Order of the Board

Low Sai Choy
Company Secretary
22 February 2008