CAPITALAND LIMITED

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

ANNOUNCEMENT

CONVERTIBLE BONDS DUE 2018

CapitaLand Limited (the "**Company**") refers to its issue (the "**Issue**") of S$1.3 billion 3.125 per cent. convertible bonds due 2018, convertible into new ordinary shares in the capital of the Company.

The Company wishes to announce that it currently intends to apply the net proceeds from the Issue in the following manner:

	Use of net proceeds	Percentage of net proceeds
1.	Refinancing existing debt	Approximately 55 per cent.
2.	Financing for new investments	Approximately 40 per cent.
3.	General working capital	Approximately 5 per cent.

By Order of the Board

Low Sai Choy
Company Secretary
5 March 2008