CAPITALAND LIMITED

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

ANNOUNCEMENT

USE OF PROCEEDS FROM THE RIGHTS ISSUE

INCREASE IN ISSUED AND PAID-UP SHARE CAPITAL OF WHOLLY-OWNED SUBSIDIARIES

CapitaLand Limited ("**CapitaLand**") refers to its renounceable underwritten rights issue (the "**Rights issue**") which raised net proceeds of approximately S$1.8 billion. CapitaLand wishes to announce that approximately S$1 billion of the net proceeds have been deployed (the "**Deployment**") to its businesses in China and Vietnam and the serviced residence business to develop its next phase of growth.

The Deployment has been done through an increase in the issued and paid-up share capital of CapitaLand's wholly-owned subsidiaries, CapitaLand China Holdings Pte Ltd ("**CCH**"), CapitaLand (Vietnam) Holdings Pte. Ltd. ("**CVH**") and The Ascott Group Limited ("**Ascott**") as follows:

Company	**Number of new ordinary shares issued**	**Cash Consideration S$**	**Issued and paid up share capital after increase**
CCH	500,000,000	500,000,000	S$1,454,198,663 (comprising 1,380,698,663 ordinary shares and 73,500 redeemable preference shares)
CVH	299,000,000	299,000,000	S$300,000,000 (comprising 300,000,000 ordinary shares)
Ascott	200,000,000	200,000,000	S$472,304,118.320825 (comprising 1,810,437,298 ordinary shares)
Total	**999,000,000**	**999,000,000**	-

The above transactions are not expected to have any material impact on the profit of the CapitaLand Group (before revaluations and impairments) for the financial year ending 31 December 2009.

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

By Order of the Board

Low Sai Choy
Company Secretary
18 August 2009