CAPITALAND LIMITED

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

ANNOUNCEMENT

ADJUSTMENT TO THE CONVERSION PRICE OF S$430,000,000 2.10 PER CENT. CONVERTIBLE BONDS DUE 2016

CapitaLand Limited ("CapitaLand") refers to the S$430,000,000 2.10 per cent. Convertible Bonds due 2016 (the "Bonds") and its announcement dated 9 February 2009 (the "Announcement") in relation to the Renounceable Underwritten Rights Issue (the "Rights Issue").

Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as defined in the trust deed of the Bonds (the "Trust Deed").

The Terms and Conditions provide for adjustments to be made to the Conversion Price of the Bonds in the event that CapitaLand undertakes a rights issue at less than 90 per cent. of the Current Market Price per Share on the last Trading Day preceding the date of the announcement of the terms of such issue.

CapitaLand is pleased to set out below, a summary of the adjustment to the Conversion Price based on the formula in Condition 6.3.4 of the Terms and Conditions:

$$\text{Adjusted Conversion Price} = \text{Conversion Price} \times \frac{A+B}{A+C}$$

Where:

Conversion Price	=	S$7.17 per Share
A	=	2,823,536,557, being the number of Shares in issue immediately before the Announcement
B	=	731,927,684, being the number of Shares which the aggregate amount (if any) payable for the Shares issued by way of rights and for the total number of Shares comprised therein would purchase at such Current Market Price per Share

Current Market Price	=	S$2.5078, being the Current Market Price per Share on the last Trading Day preceding the Announcement
C	=	1,411,944,806, being the aggregate number of Shares to be issued under the Rights Issue

The Adjusted Conversion Price is therefore S$6.01.

The adjustment to the Conversion Price will take effect on 20 March 2009, Singapore time, being the date on which the shares under the Rights Issue are expected to be issued. A copy of this announcement is concurrently being despatched to The Bank of New York Mellon, the Trustee and the Agents, for distribution to the Bondholders.

By Order of the Board

Low Sai Choy
Company Secretary
Singapore, 26 February 2009