



CAPITALAND LIMITED

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

ANNOUNCEMENT

ACQUISITION OF 30% STAKE IN SOMERSET (WUHAN) INVESTMENTS PTE LTD

CapitaLand Limited ("**CapitaLand**") wishes to announce that its indirect wholly-owned subsidiary, The Ascott Holdings Limited ("**TAHL**") has acquired (the "**Acquisition**") the remaining 30% stake in Somerset (Wuhan) Investments Pte Ltd ("**Somerset Wuhan**") from its existing shareholders which are unrelated to CapitaLand (the "**External Parties**").

Somerset Wuhan owns 100% of the registered capital in Wuhan New Minzhong Leyuan Co., Ltd ("**Wuhan Minzhong**"). Wuhan Minzhong, a company incorporated in the People's Republic of China, owns a retail property located at 704 Zhong Shan Dadao, Jiangnan District, Wuhan, the People's Republic of China known as Wuhan People's Parade.

The aggregate cash consideration of S\$4.536 million for the Acquisition was arrived at on a willing-buyer willing-seller basis, taking into account, amongst other factors, the assignment of the shareholders' loan of S\$750,000 from one of the External Parties to TAHL. The net asset value of Somerset Wuhan was S\$19.7 million as at 31 August 2009.

Prior to the Acquisition, CapitaLand holds an indirect 70% stake in Somerset Wuhan. Following the Acquisition, CapitaLand's indirect stake in Somerset Wuhan has increased from 70% to 100%.

The above transaction 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 2009.

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

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
30 October 2009