CAPITALAND LIMITED

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

ANNOUNCEMENT

CHANGE OF INTEREST IN FERNWOOD INVESTMENTS PTE. LTD.

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly-owned subsidiary, Fernwood Investments Pte. Ltd. ("**Fernwood**") has increased its issued and paid-up share capital from S$1 (comprising one ordinary share) to S$10 (comprising 10 ordinary shares) (the "**Share Increase**") as part of its ongoing business development.

The Share Increase was by way of an allotment and issue of:-

(a) seven new ordinary shares to CapitaLand China CCDF (Cayman) Holdings Co., Ltd. ("**CCDF Cayman**") for a cash consideration of S$7. CCDF Cayman is the existing sole shareholder of Fernwood and is a wholly-owned subsidiary of CapitaLand China Holdings Pte Ltd ("**CCH**") which in turn is a wholly-owned subsidiary of CapitaLand; and

(b) two new ordinary shares to CapitaLand China Development Fund II Limited ("**CCDF II**") for a cash consideration of S$2. CCDF II is a private equity fund set up to invest primarily in residential projects. CCH is the sponsor for CCDF II but does not hold any stake in CCDF II.

Fernwood is an investment holding company incorporated in Singapore. Following the Share Increase, CapitaLand's interest in Fernwood is reduced from 100% to 80% and Fernwood remains a subsidiary of CapitaLand.

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 2010.

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

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
1 December 2010