CAPITALAND LIMITED

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

ANNOUNCEMENT

SALE OF THE ENTIRE 30% STAKE IN MERIDIAN ATLANTIC SDN BHD

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly-owned subsidiary, Liang Court Development Sdn Bhd has divested its entire 30% stake (the "**Sale Stake**") in Meridian Atlantic Sdn Bhd ("**MA**") to a party unrelated to CapitaLand (the "**Sale**"). The Sale is part of CapitaLand's ongoing strategy to enhance capital productivity.

MA, a property development company, owns 23 floors of a building in Penang, Malaysia known as Northam Venture Office Building. MA is in a net deficit position of RM7 million (approximately S$3 million) based on its management accounts as at 31 December 2009. The CapitaLand Group has fully written-off its cost of investment and the debts due from MA.

The cash consideration for the Sale Stake of RM3,000 (approximately S$1,300) and the repayment of RM2.9 million (approximately S$1.2 million) in full settlement of debts owed by MA were arrived at on a willing-buyer willing-seller basis.

Following the completion of the Sale, CapitaLand will recognise in its consolidated financial statements a write back of approximately S$1.2 million. MA will cease to be an associated company of CapitaLand.

The Sale 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 Sale.

By Order of the Board

Low Sai Choy
Company Secretary
25 November 2010