CAPITALAND LIMITED

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

ANNOUNCEMENT

COMPLETION OF PROPOSED DIVESTMENTS AND ACQUISITION OF SERVICED RESIDENCE PROPERTIES

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*Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the announcement made on 20 August 2010 ("**Announcement**").*

Further to the Announcement, CapitaLand Limited ("**CapitaLand**") wishes to announce that the Proposed Divestments of the 28 serviced residence properties to Ascott Residence Trust ("**Ascott Reit**"); and the Proposed Acquisition of Ascott Beijing from Ascott Reit, have been completed today ("**Completion**").

Following the Completion:

(i) the following companies have ceased to be subsidiaries and have become associated companies of CapitaLand through its interest in Ascott Reit:

Citadines Amulfpark Munich BV
Citadines Arnulfpark Munich GmbH & Co. KG
Citadines Holborn CI Limited
Citadines Munich Arnulfpark GmbH
Citador Verwaltungsgesellschaft mbH
Citador Oliver Platz GmbH & Co KG
Citagrep Ltd
Eurimeg Espana S.A.
Eurimeg SA
EuroResidence 1 SARL
FBM Belgique SPRL
FBM London Ltd
Immobiliere Toisor
Oriville Investments SARL
Oriville SAS
SARL Reo Saint-Didier
SAS Place De Metz Grenoble
SAS Residence des deux gares
SCI Austerlitz
SCI Cannes Carnot

SCI Louvre
SCI Marseille
SCI Montparnasse
SCI Montpellier Antigone
SCI Republique
SCI Residence Grenelle
SCI Residence Italie
SCI Residence Lyon
SCI Sodi
SNC 14bis/16/18 Avenue Rachel
Somerset Hoa Binh (S) Pte Ltd
Somerset Hoa Binh Joint Venture Co. Ltd.
The Ascott (Europe) NV

(ii) Hemliner Pte Ltd and Hemliner (Beijing) Real Estate Co., Ltd have become wholly-owned subsidiaries of CapitaLand.

Payment on Completion

The Divestment Consideration is S$974.0[1] million and is satisfied in the following manner:

(a) S$213.3[1] million has been set off on Completion against the consideration for the acquisition of Ascott Beijing;

(b) S$159.5[1] million has been set off on Completion against an amount owing to Ascott Reit;

(c) S$458.2 million in cash has been received on Completion; and

(d) the balance of S$143.0 million will be paid by Ascott Reit after the completion of its Preferential Offering.

The Preferential Offering is expected to be completed on 7 October 2010.

The Divestment Consideration will be subject to adjustment for the net asset value as at Completion of the Divestment Properties (other than the Singapore Property).

By Order of the Board

Low Sai Choy
Company Secretary
1 October 2010

[1] Adjusted based on the exchange rates of RMB1.00 to S$0.205, EUR1.00 to S$1.796, GBP1.00 to S$2.084 and USD1.00 to S$1.318.