CAPITALAND LIMITED

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

ANNOUNCEMENT

ACQUISITION OF A SUBSIDIARY IN VIETNAM
QUOC CUONG SAI GON COMPANY LIMITED

CapitaLand Limited ("**CapitaLand**") wishes to announce the acquisition (the "**Acquisition**") of a 65% stake (the "**Stake**") in Quoc Cuong Sai Gon Company Limited ("**QCSG**") for a cash consideration of VND121.225 billion (approximately S$7.3 million) (the "**Consideration**"). The Stake will be held by CapitaLand through its wholly-owned subsidiary, CVH Sparkle Pte. Ltd..

QCSG, a company incorporated in Vietnam, owns a parcel of land in Binh Chanh District, Ho Chi Minh City, Vietnam. QCSG plans to develop the land into approximately 800 value homes. The proposed development will be led by CapitaValue Homes Limited ("**CVH**"), CapitaLand's new strategic business unit set up to capitalise on the untapped demand for good value homes in Asia. The proposed development will be the fourth value homes project by CVH.

The Consideration was arrived at on a willing-buyer willing-seller basis, taking into account, among other factors, the net asset value of the Stake of VND121.225 billion (approximately S$7.3 million) based on the management accounts as at 30 May 2011 of QCSG.

Following the Acquisition, QCSG has become a 65% owned subsidiary of CapitaLand. The remaining 35% of QCSG is owned by two parties unrelated to CapitaLand.

The Acquisition 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 2011.

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

By Order of the Board

Low Sai Choy
Company Secretary
30 May 2011