CAPITALAND LIMITED

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

ANNOUNCEMENT

CAPITAL RESTRUCTURING EXERCISES
SNC ASCOTT KLEBER AND ASCOTT HOSPITALITY (PARIS) SAS

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly-owned subsidiaries, SNC Ascott Kleber and Ascott Hospitality (Paris) SAS, have undergone the following capital restructuring exercises for effective capital management:

1. INCREASE IN SHARE CAPITAL OF SNC ASCOTT KLEBER ("SAK")

SAK has increased its issued and paid-up share capital from €36,153,284.44 (approximately S$56,804,400) to €38,136,885.44 (approximately S$59,921,100) (the "**Share Increase 1**").

The Share Increase 1 was made by way of an allotment and issue of an additional 13,011 ordinary shares by SAK to its existing shareholder, Ascott Holdings (France) SAS ("**AHFrance**"), another wholly-owned subsidiary of CapitaLand, for a total consideration of €1,983,601 (approximately S$3,116,700) which was satisfied in full by:

(i) cash of €1,536,975 (approximately S$2,414,900); and
(ii) capitalising the shareholder's loan of €446,626 (approximately S$701,800) owing by SAK to AHFrance.

Following the Share Increase 1, SAK's issued and paid-up share capital is €38,136,885.44 comprising 250,161 ordinary shares. SAK remains a wholly-owned subsidiary of CapitaLand.

2. INCREASE IN SHARE CAPITAL OF ASCOTT HOSPITALITY (PARIS) SAS ("AHParis")

AHParis has increased its issued and paid-up share capital from €37,000 (approximately S$58,200) to €1,547,670 (approximately S$2,431,700) (the "**Share Increase 2**").

The Share Increase 2 was made by way of an allotment and issue of an additional 1,510,670 ordinary shares by AHParis to the following companies, for a total consideration of €1,832,651.18 (approximately S$2,879,500) which was satisfied in full as follows:

Companies	Number of Ordinary Shares	Consideration
AHFrance[1]	1	€100,643.72 (approximately S$158,200) in cash
SAK	1,510,669	€1,732,007.46 (approximately S$2,721,400) in consideration for the transfer of the entire SAK's on-going hospitality business to AHParis at SAK's audited net asset value amounting to €1,732,007.46 as at 31 December 2011.
Total	1,510,670	€1,832,651.18 (approximately S$2,879,500)

Following the Share Increase 2, AHParis' issued and paid-up share capital is €1,547,670 comprising 1,547,670 ordinary shares. AHParis remains a wholly-owned subsidiary of CapitaLand.

3. CAPITAL REDUCTION OF SAK

Following the transfer of the entire SAK's on-going hospitality business to AHParis , SAK has reduced its issued and paid-up share capital from €38,136,885.44 to €2,262,789.44 (approximately S$3,555,300) by cancelling its share capital to set-off against its accumulated losses (the "**Capital Reduction**").

Following the Capital Reduction, SAK's issued and paid-up share capital is €2,262,789.44 comprising 250,161 ordinary shares. SAK remains a wholly-owned subsidiary of CapitaLand.

The above capital restructuring exercises are 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 2012.

None of the directors or the controlling shareholder of CapitaLand has any interest, direct or indirect, in the above capital restructuring exercises.

By Order of the Board

Ng Chooi Peng
Assistant Company Secretary
21 September 2012

[1] Existing shareholder of AHParis