CAPITALAND LIMITED

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

ANNOUNCEMENT

ADJUSTMENT OF THE CONVERSION PRICE TO S$4.6836 FOR S$1,200,000,000 2.875 PER CENT. CONVERTIBLE BONDS DUE 2016

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*Unless otherwise defined, capitalised terms used in this announcement shall have the same meaning as defined in the terms and conditions of the Bonds (the "**Terms and Conditions**").*

CapitaLand Limited ("**CapitaLand**") refers to its S$1,200,000,000 2.875 per cent. Convertible Bonds due 2016 (the "**Bonds**") and wishes to announce that the conversion price of the Bonds (the "**Conversion Price**") will be adjusted to S$4.6836 (the "**Adjusted Conversion Price**") with effect from 17 May 2013.

The adjustment was made pursuant to the Terms and Conditions which provide for adjustments to be made to the Conversion Price in the event CapitaLand issues or distributes an Extraordinary Dividend in the form of cash. On 26 April 2013, CapitaLand had announced that shareholders at its Annual General Meeting held on the same day had approved the payment of a first and final 1-tier dividend of S$0.07 per share (the "**Ordinary Dividend**") for the year ended 31 December 2012.

In accordance with the Terms and Conditions, CapitaLand had appointed Standard Chartered Bank as the Independent Bank to determine the Adjusted Conversion Price. Shown below is a summary of the adjustment of the Conversion Price based on the formula in Condition 6.3.10 of the Terms and Conditions:

Adjusted Conversion Price	=	Conversion Price x ((A-B) / A)

Where:

Conversion Price (previously adjusted on 22 May 2012)	=	S$4.6908 per Share
A	=	S$3.9236 being the Current Market Price of one Share on the last Trading Day preceding the date on which the Extraordinary Dividend is publicly announced
B	=	S$0.006 being the Extraordinary Dividend payable on one Share
Extraordinary Dividend	=	[Ordinary Dividend – S$0.064*] per Share
	=	[S$0.07 – S$0.064] per Share
	=	S$0.006 per Share

* *The amount per Share (by which the total dividend must exceed) for purposes of calculating the Extraordinary Dividend for a Dividend declared in respect of the financial year ending 31 December 2012, as specified in Condition 6.3.10 of the Terms and Conditions.*

The Adjusted Conversion Price is therefore S$4.6836.

The adjustment of the Conversion Price will take effect on 17 May 2013, Singapore time, being the date on which the Ordinary Dividend is paid to shareholders whose names appear in CapitaLand's Register of Members as at 5.00 p.m. on 7 May 2013. A copy of this announcement will be despatched to The Bank of New York Mellon, the Trustee, for distribution to the Bondholders.

By Order of the Board

Low Sai Choy
Company Secretary
Singapore, 10 May 2013