CAPITALAND LIMITED

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

ANNOUNCEMENT

SALE OF INTEREST IN MANAGER OF QUILL CAPITA TRUST

CapitaLand Limited ("**CapitaLand**") wishes to announce the sale (the "**Proposed Sale**") by its wholly-owned subsidiary, CapitaLand RECM Pte. Ltd. ("**CRPL**") of its entire 40% interest, comprising 400,000 ordinary shares of RM1 each (the "**Sale Shares**") in Quill Capita Management Sdn. Bhd. ("**QCM**") for a cash consideration of RM5,739,352 (approximately S$2.2 million) (the "**Consideration**").

QCM is the manager of Quill Capita Trust ("**QCT"**) which is a commercial real estate investment trust listed on Bursa Malaysia Securities Berhad. The Proposed Sale will allow CapitaLand to realign its commercial business strategy in Malaysia to focus on current and potential new development projects.

The Consideration was arrived at on a willing-buyer willing seller basis, taking into account, amongst other things, the net asset value of the Sale Shares based on the audited accounts of QCM as at 31 December 2012 of RM2,034,972 (approximately S$0.8 million).

CRPL has today entered into a heads of agreement (the "**Heads of Agreement**") with *inter alia* Malaysian Resources Corporation Berhad ("**MRCB**"). A definitive share sale agreement ("**SSA**") shall be entered into between CRPL and MRCB or any of its nominated subsidiary within 30 business days from the date of the Heads of Agreement ("**Cut-Off Date**") with an automatic extension of a further period of 15 business days in the event that parties are unable to complete their due diligence investigations by the Cut-Off Date or such extended time as may be mutually agreed subject to satisfactory due diligence on QCM.

The Proposed Sale is, amongst other things, conditional upon the following:

(i) approval of the Securities Commission of Malaysia;

(ii) the execution of a shareholders' agreement between MRCB and the other two existing shareholders of QCM;

(iii) the execution of the sale purchase agreement (the "**SPA**") to be entered into by MRCB Sentral Properties Sdn Bhd ("**MSP**", the vendor) and Maybank Trustees Berhad, acting as trustee for QCT in respect of the acquisition of Platinum Sentral by QCT, from the MSP (a wholly-owned subsidiary of MRCB), and fulfilment of all conditions precedent in the SPA. (For more information on the transaction under the SPA, please refer to QCT's announcement released to Bursa Malaysia Securities Berhad on 29 January 2014); and

(iv) any other relevant approvals from regulatory authorities or third parties for the purposes of entry into and execution of the terms of the SPA.

The Proposed Sale is not expected to have a material impact on the net tangible assets or earnings per share of the CapitaLand Group for the financial year ending 31 December 2014.

None of the directors or the controlling shareholder of CapitaLand has any interest, direct or indirect, in the Proposed Sale.

By Order of the Board

Ng Chooi Peng
Company Secretary
29 January 2014