CAPITALAND LIMITED

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

ANNOUNCEMENT

ACQUISITION OF ADDITIONAL 10% INTEREST IN CAPITALAND VISTA JOINT VENTURE COMPANY LIMITED

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly owned subsidiary, CapitaLand (Vietnam) Holdings Pte. Ltd. has acquired an additional 10% interest (the "**Acquired Interest**") in CapitaLand Vista Joint Venture Company Limited ("**CapitaLandVista**"), a company incorporated in Vietnam (the "**Acquisition**") from Thien Duc Trading-Construction Company Ltd, a party unrelated to CapitaLand for a cash consideration of USD4.65 million (approximately S$6.58 million) (the "**Consideration**").

Prior to the Acquisition, CapitaLand held an interest of 80% in CapitaLandVista. CapitaLandVista holds a completed mixed use development known as The Vista which comprises residential and commercial components located in Ho Chi Minh City. The residential component comprises 750 units out of which more than 90% has been sold and handed over to homebuyers. The rest comprises units for long term leases which were recently released for sale. The 35,000 sqm of the commercial component comprises a retail podium, office space and 100 units of Somerset serviced residences.

The Acquisition results in an increase in CapitaLand's investment in CapitaLandVista and is consistent with CapitaLand strategy to build up its recurring income portfolio in Vietnam.

The Consideration was arrived at on a willing-buyer and willing-seller basis, taking into account, amongst other factors, the net tangible assets value of the Acquired Interest of USD43.7 million (approximately S$61.8 million) based on the management accounts of CapitaLandVista as at 31 December 2014.

Following the Acquisition, CapitaLand's interest in CapitaLandVista has increased from 80% to 90% and CapitaLandVista remains a subsidiary of 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 2016.

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

By Order of the Board

Michelle Koh
Company Secretary
15 January 2016