



CAPITALAND LIMITED
Registration Number: 198900036N
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT

ACQUISITION OF INTERESTS IN SERVICED RESIDENCE PROPERTIES IN CHINA

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly owned subsidiary, May Investment (Cayman Islands) Limited, has completed (the "**Completion**") the acquisition (the "**Acquisitions**") of the entire issued share capital of:

- (i) Ming Zhu Investments (BVI) Limited ("**Ming Zhu Investments**"), which indirectly owns Somerset Jiefangbei Chongqing, a serviced residence property located at No. 108 Minzu Road, Yuzhong District, Chongqing, China; and
- (ii) Prosper Idea Limited ("**Prosper Idea**", together with Ming Zhu Investments, the "**Target Companies**"), which indirectly owns Somerset Riverview Chengdu (together with Somerset Jiefangbei Chongqing, the "**Properties**"), a serviced residence property located at No. 1 Section 3, Renmin South Road, Wuhou District, Chengdu, China,

for an aggregate cash consideration of US\$0.9 million (approximately S\$1.2 million) (the "**Consideration**") from Ascott Serviced Residence (China) Fund (the "**Vendor**"). The Vendor is a company incorporated in the Cayman Islands in which CapitaLand holds an indirect interest of 36.1%.

The Consideration was arrived at on a willing-buyer willing-seller basis taking into account the agreed aggregate value of the Properties of US\$56.9 million (approximately S\$78.8 million) adjusted for, among others, bank loans owed by the Target Companies and each of their subsidiaries. The net asset value of the Target Companies is US\$0.1 million (approximately S\$0.1 million).

The Consideration was paid on Completion and is subject to adjustments post Completion in the final completion accounts.

Following Completion, Ming Zhu Investments and its wholly owned subsidiaries, being Ming Zhu Investments (Hong Kong) Limited and Citadines Ming Zhu (Chongqing) Property Co., Ltd., and Prosper Idea and its wholly owned subsidiaries, being Channel Pacific Limited and Somerset Riverview (Chengdu) Property Co., Ltd., have become wholly owned subsidiaries of CapitaLand.

The Acquisitions 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 2017.

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

By Order of the Board

Michelle Koh
Company Secretary
2 June 2017