

**MEMORANDUM OF GENERAL AGREEMENT IN RESPECT OF THE JOINT VENTURE FOR
THE ACQUISITION AND DEVELOPMENT OF LAND PARCEL AT LORONG LEW LIAN**

The Directors of City Developments Limited (the “Company” or “CDL”) wish to announce that Verwood Holdings Pte. Ltd. (“Verwood”), a wholly-owned subsidiary of the Company, Intrepid Investments Pte. Ltd. (“Intrepid”) and TID Residential Pte. Ltd. (“TIDR”), interested persons of the Company within the meaning of Rule 904(4) of the Listing Manual of Singapore Exchange Securities Trading Limited (collectively, the “Parties”), have entered into a memorandum of general agreement (“MOGA”) in connection with a joint tender submitted on 5 November 2015 to the Urban Redevelopment Board (“URA”) to acquire and develop a piece of land situated at Lorong Lew Lian, Republic of Singapore (the “Lew Lian Property”) for a proposed Condominium housing development at a tender price of \$321,000,000.00. On 11 November 2015, URA officially awarded the Lew Lian Property to the Parties.

The interest holdings of Verwood, Intrepid and TIDR in the Lew Lian Property project are 50%, 30% and 20% respectively (“Agreed Proportion”). Pursuant to the terms of the MOGA, the Parties will enter into a joint venture agreement which will provide that the rights and obligations of the Parties in the joint venture for the acquisition and development of the Lew Lian Property will be borne by the Parties in their respective Agreed Proportion.

The Audit & Risk Committee of CDL is of the view that the risks and rewards of the joint venture based on the terms of the MOGA between the Parties are borne by each joint venture partner in their Agreed Proportion and the terms of the joint venture as set out in the MOGA are not prejudicial to the interests of the Company and its minority shareholders.

Both Intrepid and TIDR are subsidiaries of Hong Leong Holdings Limited (“HLH”). Hong Leong Investment Holdings Pte. Ltd. (“HLIH”) is the ultimate holding company of HLH. HLH and HLIH are also controlling shareholders of CDL. The Directors of CDL consider HLIH to be CDL’s immediate and ultimate holding company.

The following Directors of CDL are also Directors of the respective specified companies:

- Messrs Kwek Leng Beng and Kwek Leng Joo are directors of HLH and HLIH.
- Mr Kwek Leng Peck is director of TIDR, HLH and HLIH.

The following Directors of CDL also have shareholding interests in the respective companies specified below:

- Messrs Kwek Leng Beng, Kwek Leng Joo and Kwek Leng Peck have shareholding interests in HLH and HLIH.

Save as disclosed herein, none of the Directors of CDL has any interest, direct or indirect in the aforesaid transaction.

BY ORDER OF THE BOARD

Shufen Loh @ Catherine Shufen Loh
Enid Ling Peek Fong
Company Secretaries
11 November 2015