



CAPITALAND LIMITED

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

ANNOUNCEMENT

ACQUISITION OF 80% INTEREST IN SYNERGY GLOBAL HOUSING LLC

CapitaLand Limited ("**CapitaLand**") wishes to announce that its wholly owned subsidiary, Sapphire Global Investment LLC, has entered into a membership interest purchase agreement (the "**Agreement**") for the acquisition (the "**Acquisition**") from Synergy Global Holding Corporation (the "**Seller**") of 80% of the issued and outstanding membership interests in Synergy Global Housing LLC (the "**Company**") for a total cash consideration of USD33.7 million (approximately SGD46.7 million) (the "**Consideration**"). The Seller is a party unrelated to CapitaLand.

The Acquisition is part of CapitaLand's ongoing business development and is in line with its strategy to propel growth in CapitaLand's serviced residence and corporate housing business in the United States of America and globally through The Ascott Limited, a wholly owned subsidiary of CapitaLand.

The Consideration was arrived at on a willing-buyer willing-seller basis, taking into account, amongst other factors, (i) the financial performance of the Company; (ii) the 80% share of the adjusted consolidated net asset value of Company; and (iii) the Company's expertise, track record, branding and market position. The unaudited consolidated net asset value of the 80% stake in the Company as at 30 June 2017 was USD4.7 million (approximately SGD6.5 million). The Consideration, which is subject to certain post-closing adjustments, will be paid on completion ("**Completion**") of the Acquisition. Completion is expected to take place in the third quarter of 2017 after all the conditions set out in the Agreement have been satisfied or waived (as applicable) or on such other date as the parties may agree in writing.

Upon Completion, the Company will become an 80%-owned subsidiary of CapitaLand. The remaining 20% interest in the Company will continue to be held by the Seller.

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 2017.

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
24 July 2017