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

ANNOUNCEMENT

CHANGE OF INTEREST IN URBANCO ONE PTE. LTD.

CapitaLand Limited ("**CapitaLand**") wishes to announce that it has through its wholly owned subsidiary, CL Concorde Pte. Ltd. ("**CL Concorde**"), divested its 50% stake (the "**Divestment**") represented by 600,000 ordinary shares (the "**Sale Shares**") in Urbanco One Pte. Ltd. ("**Urbanco**") and assigned its shareholder loans in the aggregate amount of S$1,275,000 (the "**Shareholder Loans**") to The Work Project Kingdom Pte. Ltd. (the "**TWPK**"), for a total cash consideration of S$1,880,000 (the "**Cash Consideration**").

CapitaLand has a 50% interest in TWPK. Prior to this Divestment, TWPK already holds the remaining 50% stake in Urbanco and this Divestment increases TWPK's stake in Urbanco to 100%.

TWPK and Urbanco are both engaged in the business of providing flexible workspace solutions. The Divestment would streamline the business engaged by both, through TWPK, to satisfy TWPK's objective of operating the flexible space business in an effective and efficient manner.

The Cash Consideration was arrived at on a willing-buyer, willing-seller basis, taking into account the net tangible asset value of the Sale Shares in the amount of approximately S$17,469 based on the management accounts as at 31 December 2018. It also took into account of the assignment to TWPK of the Shareholder Loans owing by Urbanco One to CL Concorde.

Following the Divestment, Urbanco has become a wholly owned subsidiary of TWPK. Through CapitaLand's interest in TWPK, CapitaLand has a 50% interest in Urbanco, thus rendering Urbanco an associated company of CapitaLand.

The Divestment is not expected to have any material impact on the net tangible assets or earnings per share of CapitaLand Group for the financial year ending 31 December 2019.

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

By Order of the Board

Michelle Koh
Company Secretary
1 February 2019